

Fidelity Bank (Bahamas) Limited
(Incorporated under the laws of the Commonwealth of The Bahamas)

Consolidated Statement of Financial Position (Unaudited)
As of 30 September 2020
(Expressed in Bahamian dollars)

	2020	2019
	\$	\$
ASSETS		
Cash on hand and at banks	190,481,495	165,667,063
Investment securities	80,976,011	83,364,488
Loans and advances to customers	422,237,443	431,080,313
Other assets	1,859,143	928,932
Investments in joint ventures	208,539	204,691
Property, plant and equipment	10,903,988	11,669,397
	<u>706,666,619</u>	<u>692,914,884</u>
Total assets		
LIABILITIES		
Deposits from customers	569,716,327	567,607,647
Accrued expenses and other liabilities	14,762,536	3,391,919
Debt securities	24,403,892	24,193,064
	<u>608,882,755</u>	<u>595,192,630</u>
Total liabilities		
EQUITY		
Capital – ordinary shares	20,410,050	20,410,050
Capital – preference shares	15,000,000	15,000,000
Revaluation reserve	981,684	1,013,064
Retained earnings	61,392,130	61,299,140
	<u>97,783,864</u>	<u>97,722,254</u>
Total equity		
Total liabilities and equity	<u>706,666,619</u>	<u>692,914,884</u>

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Comprehensive Income (Unaudited) For the Nine Months Ended 30 September 2020 (Expressed in Bahamian dollars)

	<u>3 Months Ended</u> 30 September 2020 \$	<u>9 Months Ended</u> 30 September 2020 \$	<u>30 September</u> 2019 \$
INCOME			
Interest income			
Bank deposits, loans and advances	16,104,414	48,376,362	49,805,876
Investment securities	<u>856,854</u>	<u>2,581,192</u>	<u>2,740,012</u>
	16,961,268	50,957,554	52,545,888
Interest expense	<u>(3,094,715)</u>	<u>(8,900,193)</u>	<u>(9,521,004)</u>
Net interest income	13,866,553	42,057,361	43,024,884
Fees and commissions	752,971	2,243,164	2,255,842
Rental income	-	-	20,156
Other income	<u>57,396</u>	<u>149,615</u>	<u>191,114</u>
Total income	<u>14,676,920</u>	<u>44,450,140</u>	<u>45,491,996</u>
EXPENSES			
Provision for loan losses	11,702,890	20,314,224	7,326,323
General and administrative	3,514,077	9,998,981	9,592,297
Salaries and employee benefits	2,918,763	9,527,314	9,463,220
Depreciation and amortisation	<u>290,112</u>	<u>900,176</u>	<u>1,061,235</u>
Total expenses	<u>18,425,842</u>	<u>40,740,695</u>	<u>27,443,075</u>
Operating profit/(loss)	(3,748,922)	3,709,445	18,048,921
Share of profits of joint ventures	<u>1,537</u>	<u>13,662</u>	<u>13,808</u>
Net income/(loss) from continuing operations	(3,747,385)	3,723,107	18,062,729
Profits of operations held for sale	<u>-</u>	<u>-</u>	<u>1,591,078</u>
Net income/(loss)	(3,747,385)	3,723,107	19,653,807
OTHER COMPREHENSIVE INCOME			
<i>Items not reclassified to net income</i>			
Property, plant and equipment revaluation	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss)	<u>(3,747,385)</u>	<u>3,723,107</u>	<u>19,653,807</u>
Weighted average number of ordinary shares outstanding	28,815,779	28,815,779	28,812,221
Earnings/(Loss) per share	(0.14)	0.10	0.66

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Nine Months Ended 30 September 2020 (Expressed in Bahamian dollars)

	Capital – Ordinary Shares \$	Capital – Preference Shares \$	Revaluation Reserve \$	Retained Earnings \$	Total \$
As of 1 January 2020	20,410,050	15,000,000	1,013,064	61,299,140	97,722,254
Comprehensive income					
Net income	-	-	-	3,723,107	3,723,107
<i>Other comprehensive income</i>					
Property, plant and equipment revaluation	-	-	-	-	-
Total comprehensive income	-	-	-	3,723,107	3,723,107
Transfers					
Depreciation transfer	-	-	(31,380)	31,380	-
Total transfers	-	-	(31,380)	31,380	-
Transactions with owners					
Issuance of ordinary shares	-	-	-	-	-
Dividends – preference shares	-	-	-	(486,163)	(486,163)
Dividends – ordinary shares	-	-	-	(3,175,334)	(3,175,334)
Total transactions with owners	-	-	-	(3,661,497)	(3,661,497)
As of 30 September 2020	20,410,050	15,000,000	981,684	61,392,130	97,783,864
Dividends per share	0.11	0.32			

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Year Ended 31 December 2019 (Expressed in Bahamian dollars)

	Capital – Ordinary Shares \$	Capital – Preference Shares \$	Revaluation Reserve \$	Retained Earnings \$	Total \$
As of 1 January 2019	<u>20,380,694</u>	<u>15,000,000</u>	<u>330,695</u>	<u>54,156,529</u>	<u>89,867,918</u>
Comprehensive income					
Net income	-	-	-	32,822,573	32,822,573
<i>Other comprehensive income</i>					
Property, plant and equipment revaluation	-	-	<u>725,349</u>	-	<u>725,349</u>
Total comprehensive income	-	-	<u>725,349</u>	<u>32,822,573</u>	<u>33,547,922</u>
Transfers					
Depreciation transfer	-	-	<u>(42,980)</u>	<u>42,980</u>	-
Total transfers	-	-	<u>(42,980)</u>	<u>42,980</u>	-
Transactions with owners					
Issuance of ordinary shares	29,356	-	-	77,394	106,750
Dividends – preference shares	-	-	-	(975,000)	(975,000)
Dividends – ordinary shares	-	-	-	<u>(24,825,336)</u>	<u>(24,825,336)</u>
Total transactions with owners	<u>29,356</u>	-	-	<u>(25,722,942)</u>	<u>(25,693,586)</u>
As of 31 December 2019	<u>20,410,050</u>	<u>15,000,000</u>	<u>1,013,064</u>	<u>61,299,140</u>	<u>97,722,254</u>
Dividends per share	<u>0.86</u>	<u>0.65</u>			

Fidelity Bank (Bahamas) Limited

Notes to the Consolidated Financial Statements (Unaudited) For the Nine Months Ended 30 September 2020 (Expressed in Bahamian dollars)

Corresponding Figures

Where necessary, corresponding figures are adjusted to conform with changes in presentation in the current year. Further, corresponding figures presented in the consolidated statement of financial position and related notes are as of 31 December 2019.

Capital Management

The objectives of Fidelity Bank (Bahamas) Limited (the Bank) when managing capital, which comprises total equity on the face of the consolidated statement of financial position, are:

- To comply with the capital requirements set by the Central Bank of The Bahamas (the Central Bank).
- To safeguard the Bank's ability to continue as a going concern so that it can continue to provide returns for its shareholders and benefits for other stakeholders; and
- To maintain a strong capital base to support the development of its business.

Capital adequacy and the use of regulatory capital are monitored by the Bank's management, employing techniques designed to ensure compliance with guidelines established by the Central Bank, including quantitative and qualitative measures. The required information is filed with the Central Bank on a quarterly basis.

The Central Bank, the Bank's principal regulator, requires that the Bank maintains a ratio of total regulatory capital to risk-weighted assets at or above a minimum of 14.00%. For the nine (9) months ended 30 September 2020 and the year ended 31 December 2019, the Bank complied with all of the externally imposed capital requirements to which it is subject.