

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

Consolidated Statement of Financial Position (Unaudited)
As of 30 June 2021
(Expressed in Bahamian dollars)

	2021	2020
	\$	\$
ASSETS		
Cash on hand and at banks	210,060,141	187,658,187
Investment securities	108,552,418	92,942,871
Loans and advances to customers	409,359,523	418,491,123
Other assets	3,630,834	950,320
Investments in joint ventures	199,525	202,955
Property, plant and equipment	9,702,215	10,237,901
	<u>741,504,656</u>	<u>710,483,357</u>
Total assets	741,504,656	710,483,357
LIABILITIES		
Deposits from customers	599,285,397	574,997,393
Accrued expenses and other liabilities	10,464,259	13,665,774
Debt securities	24,095,230	24,009,215
	<u>633,844,886</u>	<u>612,672,382</u>
Total liabilities	633,844,886	612,672,382
EQUITY		
Capital – ordinary shares	20,410,050	20,410,050
Capital – preference shares	15,000,000	15,000,000
Revaluation reserve	950,305	971,225
Retained earnings	71,299,415	61,429,700
	<u>107,659,770</u>	<u>97,810,975</u>
Total equity	107,659,770	97,810,975
Total liabilities and equity	741,504,656	710,483,357

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Comprehensive Income (Unaudited) For the Six (6) Months Ended 30 June 2021 (Expressed in Bahamian dollars)

	<u>3 Months Ended</u>	<u>6 Months Ended</u>	
	<u>30 June</u>	<u>30 June</u>	<u>30 June</u>
	<u>2021</u>	<u>2021</u>	<u>2020</u>
	\$	\$	\$
INCOME			
Interest income			
Bank deposits, loans and advances	15,090,919	30,456,330	32,271,948
Investment securities	<u>1,023,684</u>	<u>1,925,822</u>	<u>1,724,338</u>
	16,114,603	32,382,152	33,996,286
Interest expense	<u>(2,993,040)</u>	<u>(5,976,247)</u>	<u>(5,805,478)</u>
Net interest income	13,121,563	26,405,905	28,190,808
Fees and commissions	867,742	1,663,535	1,490,193
Other income	<u>69,287</u>	<u>137,080</u>	<u>92,219</u>
Total income	<u>14,058,592</u>	<u>28,206,520</u>	<u>29,773,220</u>
EXPENSES			
General and administrative	3,106,871	6,465,229	6,484,904
Salaries and employee benefits	2,944,674	5,893,412	6,608,551
Provision for loan losses	2,001,496	4,780,195	8,611,334
Depreciation and amortisation	<u>474,675</u>	<u>738,453</u>	<u>610,064</u>
Total expenses	<u>8,527,716</u>	<u>17,877,289</u>	<u>22,314,853</u>
Operating profit	5,530,876	10,329,231	7,458,367
Share of profits of joint ventures	<u>2,507</u>	<u>3,057</u>	<u>12,125</u>
Net income and total comprehensive income	<u><u>5,533,383</u></u>	<u><u>10,332,288</u></u>	<u><u>7,470,492</u></u>
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Weighted average number of ordinary shares outstanding	28,815,779	28,815,779	28,815,779
Earnings per share	0.18	0.34	0.24

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Six (6) Months Ended 30 June 2021 (Expressed in Bahamian dollars)

	Capital – Ordinary Shares \$	Capital – Preference Shares \$	Revaluation Reserve \$	Retained Earnings \$	Total \$
As of 1 January 2021	<u>20,410,050</u>	<u>15,000,000</u>	<u>971,225</u>	<u>61,429,700</u>	<u>97,810,975</u>
Comprehensive income					
Net income	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,332,288</u>	<u>10,332,288</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,332,288</u>	<u>10,332,288</u>
Transfers					
Depreciation transfer	<u>-</u>	<u>-</u>	<u>(20,920)</u>	<u>20,920</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>(20,920)</u>	<u>20,920</u>	<u>-</u>
Transactions with owners					
Dividends – preference shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(483,493)</u>	<u>(483,493)</u>
Dividends – ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total transactions with owners	<u>-</u>	<u>-</u>	<u>-</u>	<u>(483,493)</u>	<u>(483,493)</u>
As of 30 June 2021	<u>20,410,050</u>	<u>15,000,000</u>	<u>950,305</u>	<u>71,299,415</u>	<u>107,659,770</u>
Dividends per share	<u>-</u>	<u>0.32</u>			

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Year Ended 31 December 2020 (Expressed in Bahamian dollars)

	Capital – Ordinary Shares \$	Capital – Preference Shares \$	Revaluation Reserve \$	Retained Earnings \$	Total \$
As of 1 January 2020	<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>
Comprehensive income					
Net income	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,414,389</u>	<u>7,414,389</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,414,389</u>	<u>7,414,389</u>
Transfers					
Depreciation transfer	<u>-</u>	<u>-</u>	<u>(41,839)</u>	<u>41,839</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>(41,839)</u>	<u>41,839</u>	<u>-</u>
Transactions with owners					
Dividends – preference shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(975,000)</u>	<u>(975,000)</u>
Dividends – ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,350,668)</u>	<u>(6,350,668)</u>
Total transactions with owners	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,325,668)</u>	<u>(7,325,668)</u>
As of 31 December 2020	<u>20,410,050</u>	<u>15,000,000</u>	<u>971,225</u>	<u>61,429,700</u>	<u>97,810,975</u>
Dividends per share	<u>0.22</u>	<u>0.65</u>			

Fidelity Bank (Bahamas) Limited

Notes to the Consolidated Financial Statements (Unaudited) For the Six (6) Months Ended 30 June 2021 (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 2020.

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 six (6) months ended 30 June 2021 and the year ended 31 December 2020, the Bank complied with all of the externally imposed capital requirements to which it is subject.

Subsequent Events

Subsequent to 30 June 2021, the Directors declared a dividend on ordinary shares in the amount of \$0.23 per share.