

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

Consolidated Statement of Financial Position (Unaudited)
As of 31 December 2021
(Expressed in Bahamian dollars)

	2021	2020
	\$	\$
ASSETS		
Cash on hand and at banks	378,254,192	187,658,187
Investment securities	106,409,865	92,942,871
Loans and advances to customers	400,585,362	418,491,123
Other assets	2,437,147	950,320
Investments in joint ventures	195,695	202,955
Property, plant and equipment	11,219,518	10,237,901
	<u>11,219,518</u>	<u>10,237,901</u>
Total assets	<u>899,101,779</u>	<u>710,483,357</u>
LIABILITIES		
Deposits from customers	769,754,950	574,997,393
Accrued expenses and other liabilities	4,851,294	13,665,774
Debt securities	20,068,330	24,009,215
	<u>20,068,330</u>	<u>24,009,215</u>
Total liabilities	<u>794,674,574</u>	<u>612,672,382</u>
EQUITY		
Capital – ordinary shares	20,449,512	20,410,050
Capital – preference shares	15,000,000	15,000,000
Revaluation reserve	929,387	971,225
Retained earnings	68,048,306	61,429,700
	<u>68,048,306</u>	<u>61,429,700</u>
Total equity	<u>104,427,205</u>	<u>97,810,975</u>
Total liabilities and equity	<u>899,101,779</u>	<u>710,483,357</u>

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Comprehensive Income (Unaudited) For the Twelve (12) Months Ended 31 December 2021 (Expressed in Bahamian dollars)

	<u>3 Months Ended</u>	<u>12 Months Ended</u>	
	<u>31 December</u>	<u>31 December</u>	<u>31 December</u>
	<u>2021</u>	<u>2021</u>	<u>2020</u>
	\$	\$	\$
INCOME			
Interest income			
Bank deposits, loans and advances	15,331,001	61,364,667	63,737,504
Investment securities	<u>1,026,679</u>	<u>3,982,687</u>	<u>3,480,030</u>
	16,357,680	65,347,354	67,217,534
Interest expense	<u>(3,044,638)</u>	<u>(12,078,349)</u>	<u>(11,970,076)</u>
Net interest income	13,313,042	53,269,005	55,247,458
Fees and commissions	1,101,152	3,719,527	3,124,992
Other income	<u>141,797</u>	<u>349,834</u>	<u>493,247</u>
Total income	<u>14,555,991</u>	<u>57,338,366</u>	<u>58,865,697</u>
EXPENSES			
General and administrative	3,922,630	13,599,790	12,747,523
Salaries and employee benefits	3,681,568	13,098,308	12,111,848
Provision for loan losses	2,207,351	7,000,529	24,967,590
Depreciation and amortisation	<u>371,300</u>	<u>1,475,720</u>	<u>1,642,239</u>
Total expenses	<u>10,182,849</u>	<u>35,174,347</u>	<u>51,469,200</u>
Operating profit	4,373,142	22,164,019	7,396,497
Share of profits of joint ventures	<u>368</u>	<u>5,713</u>	<u>17,892</u>
Net income and total comprehensive income	<u><u>4,373,510</u></u>	<u><u>22,169,732</u></u>	<u><u>7,414,389</u></u>
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Weighted average number of ordinary shares outstanding	28,830,129	28,822,954	28,815,779
Earnings per share	0.15	0.74	0.22

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Twelve (12) Months Ended 31 December 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>22,169,732</u>	<u>22,169,732</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,169,732</u>	<u>22,169,732</u>
Transfers					
Depreciation transfer	<u>-</u>	<u>-</u>	<u>(41,838)</u>	<u>41,838</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>(41,838)</u>	<u>41,838</u>	<u>-</u>
Transactions with owners					
Issuance of ordinary shares	39,462	-	-	104,038	143,500
Dividends – preference shares	-	-	-	(975,000)	(975,000)
Dividends – ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,722,002)</u>	<u>(14,722,002)</u>
Total transactions with owners	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,592,964)</u>	<u>(15,553,502)</u>
As of 31 December 2021	<u>20,449,512</u>	<u>15,000,000</u>	<u>929,387</u>	<u>68,048,306</u>	<u>104,427,205</u>
Dividends per share	<u>0.51</u>	<u>0.65</u>			

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Twelve (12) Months 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					
Issuance of ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
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 Twelve (12) Months Ended 31 December 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 twelve (12) months ended 31 December 2021 and 2020, the Bank complied with all of the externally imposed capital requirements to which it is subject.