

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

Consolidated Statement of Financial Position (Unaudited)
As of 31 December 2022
(Expressed in Bahamian dollars)

	2022	2021
	\$	\$
ASSETS		
Cash on hand and at banks	275,816,907	378,754,192
Investment securities	109,031,419	105,409,865
Loans and advances to customers	372,034,039	401,585,362
Other assets	2,156,416	1,937,147
Investments in joint ventures	170,750	195,695
Property, plant and equipment	10,622,023	11,219,518
	<u>769,831,554</u>	<u>899,101,779</u>
Total assets		
LIABILITIES		
Deposits from customers	656,879,927	769,754,950
Accrued expenses and other liabilities	4,393,681	4,851,294
Debt securities	-	20,068,330
	<u>661,273,608</u>	<u>794,674,574</u>
Total liabilities		
EQUITY		
Capital – ordinary shares	20,449,512	20,449,512
Capital – preference shares	15,000,000	15,000,000
Revaluation reserve	1,131,765	1,176,670
Retained earnings	71,976,669	67,801,023
	<u>108,557,946</u>	<u>104,427,205</u>
Total equity		
Total liabilities and equity	<u><u>769,831,554</u></u>	<u><u>899,101,779</u></u>

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Comprehensive Income (Unaudited) For the Twelve (12) Months Ended 31 December 2022 (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>2022</u>	<u>2022</u>	<u>2021</u>
	\$	\$	\$
INCOME			
Interest income			
Bank deposits, loans and advances	14,855,216	59,894,117	61,364,667
Investment securities	<u>1,028,145</u>	<u>3,965,156</u>	<u>3,982,687</u>
	15,883,361	63,859,273	65,347,354
Interest expense	<u>(2,413,604)</u>	<u>(10,918,702)</u>	<u>(12,078,349)</u>
Net interest income	13,469,757	52,940,571	53,269,005
Fees and commissions	1,681,457	6,144,978	3,719,527
Other income	<u>(91,273)</u>	<u>183,707</u>	<u>349,834</u>
Total income	<u>15,059,941</u>	<u>59,269,256</u>	<u>57,338,366</u>
EXPENSES			
General and administrative	4,571,002	16,891,161	13,599,790
Salaries and employee benefits	3,544,382	13,809,185	13,098,308
Provision for loan losses	2,006,764	6,843,589	6,000,529
Depreciation and amortisation	390,218	1,583,967	1,475,720
Allowances for impairment	<u>-</u>	<u>-</u>	<u>1,000,000</u>
Total expenses	<u>10,512,366</u>	<u>39,127,902</u>	<u>35,174,347</u>
Operating profit	4,547,575	20,141,354	22,164,019
Share of profits of joint ventures	<u>(2,308)</u>	<u>(24,945)</u>	<u>5,713</u>
Net income	4,545,267	20,116,409	22,169,732
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	<u>4,545,267</u>	<u>20,116,409</u>	<u>22,169,732</u>
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Weighted average number of ordinary shares outstanding	28,830,129	28,830,129	28,822,954
Earnings per share	0.15	0.66	0.74

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Twelve (12) Months Ended 31 December 2022 (Expressed in Bahamian dollars)

	Capital – Ordinary Shares \$	Capital – Preference Shares \$	Revaluation Reserve \$	Retained Earnings \$	Total \$
As of 1 January 2022	<u>20,449,512</u>	<u>15,000,000</u>	<u>1,176,670</u>	<u>67,801,023</u>	<u>104,427,205</u>
Comprehensive income					
Net income	-	-	-	20,116,409	20,116,409
<i>Other comprehensive income</i>					
Property, plant and equipment revaluation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,116,409</u>	<u>20,116,409</u>
Transfers					
Depreciation transfer	<u>-</u>	<u>-</u>	<u>(44,905)</u>	<u>44,905</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>(44,905)</u>	<u>44,905</u>	<u>-</u>
Transactions with owners					
Issuance of ordinary shares	-	-	-	-	-
Dividends – preference shares	-	-	-	(975,000)	(975,000)
Dividends – ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,010,668)</u>	<u>(15,010,668)</u>
Total transactions with owners	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,985,668)</u>	<u>(15,985,668)</u>
As of 31 December 2022	<u>20,449,512</u>	<u>15,000,000</u>	<u>1,131,765</u>	<u>71,976,669</u>	<u>108,557,946</u>
Dividends per share	<u>0.52</u>	<u>0.65</u>			

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	-	-	-	22,169,732	22,169,732
<i>Other comprehensive income</i>					
Property, plant and equipment revaluation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</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>205,445</u>	<u>(205,445)</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>205,445</u>	<u>(205,445)</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>39,642</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>1,176,670</u>	<u>67,801,023</u>	<u>104,427,205</u>
Dividends per share	<u>0.51</u>	<u>0.65</u>			

Fidelity Bank (Bahamas) Limited

Notes to the Consolidated Financial Statements (Unaudited) For the Twelve (12) Months Ended 31 December 2022 (Expressed in Bahamian dollars)

Corresponding Figures

Where necessary, corresponding figures are adjusted to conform with changes in presentation in the current year.

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 2022 and the year ended 31 December 2021, the Bank complied with all of the externally imposed capital requirements to which it is subject.