FirstCaribbean International Bank Limited

Summary Consolidated Financial Statements

For the year ended October 31, 2021 (expressed in thousands of United States dollars)

CIBC FirstCaribbean International Bank

CHIEF EXECUTIVE OFFICER'S REVIEW

The Bank delivered a resilient financial performance in fiscal 2021 against the backdrop of continuing challenges from the COVID-19 pandemic and uncertain economic conditions across the region. We continue to be well positioned to deliver on our strategic objectives, staying focused on the client experience, digital transformation and improving operational efficiency with meaningful investments in our systems and people.

For the year ended October 31, 2021, the Bank reported net income of $125.7 million, up $284.4 million over the prior year's net loss of $158.7 million. Results for the year were affected by the following items of note aggregating to $14.7 million: a restructuring charge of $10.1MM, provisions related to the announced divestitures of $5.3MM, offset by an income tax credit of $0.7MM. Excluding these items, adjusted net income was $140.4 million, up $124.5 million over the prior year's adjusted net income[1] of $15.9 million. Improvement in our performance was mainly due to significantly lower credit loss provisions and a rebound in origination activity. However, we continued to operate in a low interest rate environment.

The Bank's Tier 1 and Total Capital ratios remain strong at 13.0% and 15.7% and remain in excess of applicable regulatory requirements. We are pleased to announce that the Board of Directors has approved a regular quarterly dividend of $0.010 per share to be paid on January 25, 2022 to shareholders of record on December 20, 2021.

On October 12, 2021, the Bank announced the sale of its banking assets in four territories in the Organization of Eastern Caribbean States (OECS): St. Vincent, Grenada, St. Kitts and Dominica, as well as in Aruba. The sales are subject to regulatory approval and other closing conditions. We are pleased to have found partners that are an excellent fit in each of the respective markets and who bring a depth of local knowledge to meet the needs of our clients. All parties will work closely together to ensure a smooth transition during this period of change.

We again wish to thank our employees, shareholders, directors and importantly our clients for their loyalty and continuing support.

Colette Delaney
Chief Executive Officer
December 9, 2021

[1] Prior year reported net income was adjusted for goodwill impairment charge of $174.6MM

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

TO THE SHAREHOLDERS OF FIRSTCARIBBEAN INTERNATIONAL BANK LIMITED

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at October 31, 2021, the summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows for the year then ended and related notes, are derived from the complete audited consolidated financial statements of FirstCaribbean International Bank Limited and its subsidiaries (the "Group") for the year ended October 31, 2021.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, on the basis described in Note 1.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs"). Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated December 9, 2021. That report also includes the communication of Key Audit Matters. Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period.

The audited consolidated financial statements and the summary consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

Responsibilities of Management for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Note 1.

Auditor's Responsibilities for the Audit of the Summary Consolidated Financial Statements

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Ernst & Young Ltd

BARBADOS
December 9, 2021

Note 1

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of FirstCaribbean International Bank Limited and its subsidiaries for the year ended October 31, 2021, which are prepared in accordance with International Financial Reporting Standards.

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Audited Year ended October 31, 2021	Audited Year ended October 31, 2020
Assets		
Cash, balances with Central Banks and due from banks	2,702,080	2,280,465
Loans and advances to customers	6,388,795	6,374,063
Securities	2,550,410	3,027,016
Property and equipment	189,587	205,626
Other assets	323,187	247,887
Intangible assets	44,372	44,372
	12,198,431	12,179,429
Assets of disposal group classified as held for sale	657,117	-
Total assets	12,855,548	12,179,429
Liabilities		
Customer deposits and other borrowed funds	10,796,962	10,843,673
Other liabilities	227,589	251,467
Debt securities in issue	26,599	75,564
	11,051,150	11,170,704
Liabilities of disposal group classified as held for sale	653,183	-
Total liabilities	11,704,333	11,170,704
Equity attributable to equity holders of the parent		
Issued capital and reserves	1,101,880	1,059,429
Retained earnings/(deficit)	19,936	(80,363)
	1,121,816	979,066
Non-controlling interests	29,399	29,659
Total equity	1,151,215	1,008,725
Total liabilities and equity	12,855,548	12,179,429

Colette Delaney
Chief Executive Officer

Chris de Caires
Director

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Parent				
	Issued Capital	Reserves	Retained Earnings /(deficit)	Non-controlling Interests	Total Equity
Balance at October 31, 2019	1,193,149	(191,662)	224,383	31,144	1,257,014
Comprehensive loss for the year	-	40,921	(159,105)	1,450	(116,734)
Transfer to reserves	-	17,021	(17,021)	-	-
Equity dividends	-	-	(128,620)	-	(128,620)
Dividends of subsidiaries	-	-	-	(2,935)	(2,935)
Balance at October 31, 2020	1,193,149	(133,720)	(80,363)	29,659	1,008,725
Comprehensive income for the year	-	36,740	121,788	5,263	163,791
Transfer to reserves	-	5,711	(5,711)	-	-
Equity dividends	-	-	(15,778)	-	(15,778)
Dividends of subsidiaries	-	-	-	(5,523)	(5,523)
Balance at October 31, 2021	1,193,149	(91,269)	19,936	29,399	1,151,215

FirstCaribbean International Bank Limited

Summary Consolidated Financial Statements

For the year ended October 31, 2021 (expressed in thousands of United States dollars)

FirstCaribbean International Bank

SUMMARY CONSOLIDATED STATEMENT OF INCOME/(LOSS)

	Audited Year ended October 31, 2021	Audited Year ended October 31, 2020
Total revenue	534,236	548,402
Operating expenses	371,979	371,356
Credit loss expense on financial assets	15,358	149,870
Impairment of intangible assets	-	174,589
	387,337	695,815
Income/(loss) before taxation from continuing operations	146,899	(147,413)
Income tax expense/(credit)	11,488	(446)
Net income/(loss) for the year from continuing operations	135,411	(146,967)
Net Loss for the year from discontinuing operations	(9,690)	(11,697)
Net Income/(loss) for the year	125,721	(158,664)
Attributable to:		
Equity holders of the parent	121,788	(159,105)
Non-controlling interests	3,933	441
	125,721	(158,664)
Basic and diluted earnings/(loss) per share from continuing operations attributable to the equity holders of the parent for the year: (expressed in cents per share)	8.3	(9.3)
Basic and diluted earnings/(loss) per share attributable to the equity holders of the parent for the year: (expressed in cents per share)	7.7	(10.1)

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME/(LOSS)

	Audited Year ended October 31, 2021	Audited Year ended October 31, 2020
Net income/(loss) for the year	125,721	(158,664)
Other comprehensive (loss)/income (net of tax) to be reclassified to net income in subsequent periods		
Net (losses)/gains on debt securities at fair value through OCI	(13,700)	18,443
Net exchange losses on translation of foreign operations	(4,130)	(3,984)
	(17,830)	14,459
Other comprehensive income (net of tax) not to be reclassified to net income in subsequent periods:		
Re-measurement gains of retirement benefit obligations	55,900	27,471
Other comprehensive income for the year, net of tax	38,070	41,930
Comprehensive income/(loss) for the year, net of tax	163,791	(116,734)
Comprehensive income/(loss) for the year attributable to:		
Continuing operations	174,002	(105,786)
Discontinuing operations	(10,211)	(10,948)
	163,791	(116,734)
Comprehensive income/(loss) for the year attributable to:		
Equity holders of the parent	158,528	(118,184)
Non-controlling interests	5,263	1,450
	163,791	(116,734)

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	Audited Year ended October 31, 2021	Audited Year ended October 31, 2020
Net cash from operating activities from continuing operations	31,269	582,782
Net cash from/(used) in investing activities from continuing operations	437,096	(386,413)
Net cash used in financing activities from continuing operations	(88,011)	(163,816)
Net increase in cash and cash equivalents for the year from continuing operations	380,354	32,553
Net increase in cash from continuing operations	380,354	32,553
Net increase in cash from discontinuing operations	61,381	-
Effect of exchange rate changes on cash and cash equivalents	(4,130)	(3,984)
Cash and cash equivalents, beginning of the year	1,917,129	1,888,560
Cash and cash equivalents from discontinuing operations	282,567	-
Cash and cash equivalents, end of the year	2,637,301	1,917,129

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

1. Summary of significant accounting policies

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of FirstCaribbean International Bank Limited and its subsidiaries for the year ended 31 October 2021, which are prepared in accordance with International Financial Reporting Standards. The Group's Annual Report will be posted on our website (www.cibcfcib.com) on December 10, 2021.

2. Assets and Liabilities of Disposal Group classified as Held for Sale

On October 12 , 2021, the Bank publicly announced the decision of its Board of Directors to sell the banking assets of CIBC FirstCaribbean International Bank (Barbados) Limited's operations in Dominica, Grenada, St. Kitts and St. Vincent, and of CIBC FirstCaribbean International Bank (Cayman) Limited's Aruba branch, which is subject to regulatory approval and other closing conditions. The assets and liabilities related to these operations have been presented as "Held for Sale" and their associated net loss is presented as discontinuing operations in accordance with the International Financial Reporting Standards.