FirstCaribbean International Bank Limited
Condensed Consolidated Financial Statements
For the nine months ended July 31, 2022 (expressed in thousands of United States dollars)

CIBC FirstCaribbean International Bank

CHIEF EXECUTIVE OFFICER'S REVIEW

For the third quarter July 31, 2022, the Bank reported net income of $39.8 million, up 7% from the prior year's quarter of $37.1 million. Adjusted net income was $41.4 million, after excluding operating expenses of $1.6 million related to the divestitures announced at the end of 2021.

Reported net income for the nine-month period ended was $124.9 million while adjusted net income[1] was $133.5 million, up $33.6 million from the same period last year of $99.9 million.

Our financial results for the year to date continue to reflect a strong performance due to incremental revenue from rising US interest rates, higher activity-based fees and lower provision for credit losses largely reflective of improvements in model assumptions and credit migration.

Despite some economic recovery in the region over the last quarter, the outlook remains uncertain considering the continued supply chain disruption, the war in Ukraine and macro-economic challenges in key global source markets.

The Board of Directors have approved a quarterly dividend of $0.010 per share, which will be paid on October 7, 2022, to shareholders of record on September 15, 2022. We continue to maintain capital levels which remain in excess of applicable regulatory requirements. At the end of the quarter, Tier 1 and Total Capital ratios were 14.0% and 16.6% respectively.

On July 15, 2022, we announced that the proposed sale of banking assets in St. Vincent and St. Kitts received regulatory approval. These divestitures support our strategy of simplifying our business. We have commenced the process of transferring our clients to the Bank of St. Vincent and the Grenadines Ltd. in St. Vincent and the St. Kitts-Nevis-Anguilla National Bank Limited in St. Kitts which is expected to take several months in order to guarantee a smooth transition. We continue to discuss and negotiate key aspects of the transaction in the proposed sale of banking assets in Grenada. The previously announced transaction in Dominica will not be proceeding. On September 1, 2022, the Directors approved the closure of the Dominica Branch, subject to regulatory approval.

The Bank continues to execute its strategy priorities, which include expanding our digital platform, deepening our client relationships and developing highly connected and engaged employees.

I would like to thank our clients, employees, shareholders and directors for their loyalty, commitment, and continued support to our Bank.

Colette Delaney
Chief Executive Officer
September 1, 2022

[1] Year-to-date reported net income was adjusted for expenses related to divestitures of $8.6MM.
Prior year to-date reported net income was adjusted for restructuring charge of $10.1MM offset by income tax credit of $0.8MM.

FORWARD-LOOKING STATEMENT DISCLOSURE
This report may contain forward-looking statements, including statements about our financial condition, results of operations, earnings outlook, asset quality trends and profitability. Forward-looking statements provide management's current expectations or forecasts of future events and, by their nature, are subject to assumptions, risks and uncertainties. Although management believes that the expectations and forecasts reflected in these forward-looking statements are reasonable, actual results could differ materially from those contained in or implied by such forward-looking statements due to a variety of factors including: (1) changes in interest rates; (2) changes in trade, monetary or fiscal policy; (3) changes in general economic conditions, or in the condition of the local economies in which we have significant operations or assets, which could, among other things, materially impact credit quality trends and our ability to generate loans; (4) increased competitive pressure among financial services companies; (5) the inability to successfully execute strategic initiatives designed to grow revenues and/or manage expenses; (6) consummation of significant business combinations or divestitures; (7) operational or risk management failures due to technological or other factors; (8) heightened regulatory practices, requirements or expectations; (9) new legal obligations or restrictions or unfavourable resolution of litigation; (10) adverse capital markets conditions; (11) disruption in the economy and general business climate as a result of terrorist activities or military actions; and (12) changes in accounting or tax practices or requirements. Forward-looking statements are not guarantees of future performance and should not be relied upon as representing management's views as of any subsequent date. We do not assume any obligation to update these forward-looking statements. For further information regarding FirstCaribbean International Bank Limited, please read FirstCaribbean International Bank Limited's financial and other reports that are available on the Bank's website at www.cibcfcib.com

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited Jul 31, 2022	Unaudited Jul 31, 2021	Audited Oct 31, 2021
Assets			
Cash, balances with Central Banks and due from banks	3,398,511	3,016,477	2,702,080
Loans and advances to customers	6,578,712	6,510,594	6,388,795
Securities	2,808,893	2,526,319	2,550,410
Property and equipment	189,304	190,897	189,587
Other assets	268,700	213,626	323,187
Intangible assets	44,372	44,372	44,372
	13,288,492	12,502,285	12,198,431
Assets of disposal group classified as held for sale and discontinuing operations	307,920	-	657,117
Total assets	13,596,412	12,502,285	12,855,548
Liabilities			
Customer deposits and other borrowed funds	11,902,002	11,219,414	10,796,962
Other liabilities	166,779	170,755	227,589
Debt securities in issue	26,220	26,220	26,599
	12,095,001	11,416,389	11,051,150
Liabilities of disposal group classified as held for sale and discontinuing operations	297,070	-	653,183
Total liabilities	12,392,071	11,416,389	11,704,333
Equity attributable to equity holders of the parent			
Issued capital and reserves	1,090,719	1,053,648	1,101,880
Retained earnings	83,000	2,524	19,936
	1,173,719	1,056,172	1,121,816
Non-controlling interests	30,622	29,724	29,399
Total equity	1,204,341	1,085,896	1,151,215
Total liabilities and equity	13,596,412	12,502,285	12,855,548

Director

Director

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Parent				
	Issued Capital	Reserves	Retained Earnings	Non-controlling Interests	Total Equity
Balance at October 31, 2020	1,193,149	(133,720)	(80,363)	29,659	1,008,725
Comprehensive income for the period	-	(10,719)	87,825	2,654	79,760
Transfer to reserves	-	4,938	(4,938)	-	-
Dividends of subsidiaries	-	-	-	(2,589)	(2,589)
Balance at July 31, 2021	1,193,149	(139,501)	2,524	29,724	1,085,896
Balance at October 31, 2021	1,193,149	(91,269)	19,936	29,399	1,151,215
Comprehensive income for the period	-	(23,314)	122,550	2,258	101,494
Transfer to reserves	-	12,153	(12,153)	-	-
Equity dividends	-	-	(47,333)	-	(47,333)
Dividends of subsidiaries	-	-	-	(1,035)	(1,035)
Balance at July 31, 2022	1,193,149	(102,430)	83,000	30,622	1,204,341

CONDENSED CONSOLIDATED STATEMENT OF INCOME

	Unaudited Quarter ended Jul 31, 2022	Jul 31, 2021	Unaudited Nine months ended Jul 31, 2022	Jul 31, 2021	Audited Year ended Oct 31, 2021
Total revenue	149,711	134,922	432,869	399,215	534,236
Operating expenses	99,648	92,346	292,724	287,703	371,979
Credit loss expense/(release) on financial assets	6,852	3,874	(7,707)	16,337	15,358
	106,500	96,220	285,017	304,040	387,337
Income before taxation	43,211	38,702	147,852	95,175	146,899
Income tax expense	3,104	1,819	18,964	5,474	11,488
Net income for the period from continuing operations	40,107	36,883	128,888	89,701	135,411
Net loss for the period from discontinued operations	-	(481)	(1,848)	(755)	(3,332)
Net (loss)/income for the period from discontinuing operations	(312)	663	(2,189)	1,643	(6,358)
Net Income for the period	39,795	37,065	124,851	90,589	125,721
Attributable to:					
Equity holders of the parent	38,893	36,126	122,550	87,825	121,788
Non-controlling interests	902	939	2,301	2,764	3,933
	39,795	37,065	124,851	90,589	125,721
Basic and diluted earnings per share from continuing operations attributable to the equity holders of the parent for the period: (expressed in cents per share)	2.5	2.3	8.0	5.5	8.3
Basic and diluted earnings per share attributable to the equity holders of the parent for the period: (expressed in cents per share)	2.5	2.3	7.8	5.6	7.7

FirstCaribbean International Bank Limited

Condensed Consolidated Financial Statements

For the nine months ended July 31, 2022 (expressed in thousands of United States dollars)

CIBC FirstCaribbean International Bank

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Quarter ended		Unaudited Nine months ended		Audited Year ended
	Jul 31, 2022	Jul 31, 2021	Jul 31, 2022	Jul 31, 2021	Oct 31, 2021
Net income for the period	39,795	37,065	124,851	90,589	125,721
Other comprehensive loss (net of tax) to be reclassified to net income in subsequent periods					
Net (losses)/gains on debt securities at fair value through OCI	(1,975)	258	(23,180)	(6,197)	(13,700)
Net exchange gains/(losses) on translation of foreign operations	537	(1,036)	(177)	(4,632)	(4,130)
	(1,438)	(778)	(23,357)	(10,829)	(17,830)
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
Other comprehensive (loss)/income for the period, net of tax	(1,438)	(778)	(23,357)	(10,829)	38,070
Comprehensive income for the period, net of tax	38,357	36,287	101,494	79,760	163,791
Comprehensive income for the period attributable to:					
Continuing operations	38,525	36,546	105,576	79,183	174,002
Discontinued operations	-	(481)	(1,848)	(755)	(3,332)
Discontinuing operations	(168)	222	(2,234)	1,332	(6,879)
	38,357	36,287	101,494	79,760	163,791
Comprehensive income for the period attributable to:					
Equity holders of the parent	37,437	35,304	99,236	77,106	158,528
Non-controlling interests	920	983	2,258	2,654	5,263
	38,357	36,287	101,494	79,760	163,791

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Nine months ended		Audited Year ended
	Jul 31, 2022	Jul 31, 2021	Oct 31, 2021
Net cash from operating activities from continuing operations	994,113	258,637	31,269
Net cash (used in)/from investing activities from continuing operations	(207,148)	526,843	437,096
Net cash used in financing activities from continuing operations	(60,342)	(64,537)	(88,011)
Net increase in cash and cash equivalents for the period from continuing operations	726,623	720,944	380,354
Net increase in cash from continuing operations	726,623	720,944	380,354
Net (decrease)/increase in cash from discontinued and discontinuing operations	(71,493)	-	61,381
Effect of exchange rate changes on cash and cash equivalents	(177)	(4,632)	(4,130)
Cash and cash equivalents, beginning of the period	2,354,734	1,917,129	1,917,129
Cash and cash equivalents from discontinued and discontinuing operations	171,322	-	282,567
Cash and cash equivalents, end of the period	3,181,009	2,633,441	2,637,301

CONDENSED CONSOLIDATED SEGMENT INFORMATION

	Unaudited July 31, 2022				
	RBB	CIB	WM	Admin	Total
Nine months ended					
External revenue	107,369	129,358	2,065	42,621	281,413
Internal revenue	10,005	7,978	21,091	(39,074)	-
Net interest income	117,374	137,336	23,156	3,547	281,413
Operating income	57,928	60,819	34,619	(1,910)	151,456
Total revenue	175,302	198,155	57,775	1,637	432,869
Depreciation	7,541	1,848	1,627	24,294	35,310
Operating expenses	70,602	28,301	23,404	135,107	257,414
Indirect expenses	69,383	61,861	19,319	(150,563)	-
Credit loss release on financial assets	17,407	(25,260)	108	38	(7,707)
Income before taxation	10,369	131,405	13,317	(7,239)	147,852
Income tax expense	(4,494)	15,343	31	8,084	18,964
Net income for the period from continuing operations	14,863	116,062	13,286	(15,323)	128,888
Loss from discontinued operations	(3,125)	(1,162)	-	2,439	(1,848)
Loss from discontinuing operations	13	1,819	-	(4,021)	(2,189)
Net income for the period	11,751	116,719	13,286	(16,905)	124,851
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	2,592,972	3,980,652	239,671	6,475,197	13,288,492
Segment assets of disposal group classified as held for sale and discontinuing operations	82,184	53,691	-	172,045	307,920
Total segment assets	2,675,156	4,034,343	239,671	6,647,242	13,596,412
Segment liabilities	4,327,146	4,629,143	3,019,140	119,572	12,095,001
Segment liabilities of disposal group classified as held for sale and discontinuing operations	216,578	80,503	-	(11)	297,070
Total segment liabilities	4,543,724	4,709,646	3,019,140	119,561	12,392,071

CONDENSED CONSOLIDATED SEGMENT INFORMATION *Continued*

	Unaudited July 31, 2021				
	RBB	CIB	WM	Admin	Total
Nine months ended					
External revenue	106,636	123,095	1,187	38,217	269,135
Internal revenue	5,701	6,965	14,012	(26,678)	-
Net interest income	112,337	130,060	15,199	11,539	269,135
Operating income	49,197	48,079	33,515	(711)	130,080
Total revenue	161,534	178,139	48,714	10,828	399,215
Depreciation	5,919	1,543	1,313	20,449	29,224
Operating expenses	68,804	26,996	25,473	137,206	258,479
Indirect expenses	70,460	61,472	19,293	(151,225)	-
Credit loss expense on financial assets	7,676	7,811	(257)	1,107	16,337
Income before taxation	8,675	80,317	2,892	3,291	95,175
Income tax expense	(4,683)	5,342	151	4,664	5,474
Net income for the period from continuing operations	13,358	74,975	2,741	(1,373)	89,701
Loss from discontinued operations	(1,783)	(13)	-	1,041	(755)
Income from discontinuing operations	(265)	1,349	-	559	1,643
Net income for the period	11,310	76,311	2,741	227	90,589
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	2,619,791	3,861,686	214,130	5,806,678	12,502,285
Segment liabilities	4,401,648	4,207,785	2,724,282	82,674	11,416,389

	Audited October 31, 2021				
	RBB	CIB	WM	Admin	Total
Year ended					
External revenue	144,138	161,553	1,787	51,565	359,043
Internal revenue	7,604	9,635	18,459	(35,698)	-
Net interest income	151,742	171,188	20,246	15,867	359,043
Operating income	68,803	62,388	45,756	(1,754)	175,193
Total revenue	220,545	233,576	66,002	14,113	534,236
Depreciation	7,559	2,075	1,743	25,595	36,972
Operating expenses	89,383	35,841	33,760	176,023	335,007
Indirect expenses	90,879	78,077	25,562	(194,518)	-
Credit loss expense on financial assets	1,050	14,240	(202)	270	15,358
Income before taxation	31,674	103,343	5,139	6,743	146,899
Income tax expense	(3,616)	8,670	163	6,271	11,488
Net income for the year from continuing operations	35,290	94,673	4,976	472	135,411
Net loss from discontinuing operations	(7,551)	3,459	-	(5,598)	(9,690)
Net income for the year	27,739	98,132	4,976	(5,126)	125,721
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	2,516,932	3,815,600	233,187	5,632,712	12,198,431
Segment assets of disposal group classified as held for sale and discontinuing operations	159,999	149,196	-	347,922	657,117
Total segment assets	2,676,931	3,964,796	233,187	5,980,634	12,855,548
Segment liabilities	3,975,536	3,944,750	2,989,832	141,032	11,051,150
Segment liabilities of disposal group classified as held for sale and discontinuing operations	421,627	229,846	-	1,710	653,183
Total segment liabilities	4,397,163	4,174,596	2,989,832	142,742	11,704,333

Notes:

1. The Group's operations are organized into four segments: Retail and Business Banking ("RBB"), Corporate and Investment Banking ("CIB") and Wealth Management ("WM"), which are supported by the functional units within the Administration ("Admin") segment (which includes Treasury, Finance, Human Resources, Technology & Operations, Risk and Other). RBB, CIB and WM are charged or credited by Treasury with a market-based cost of funds on assets, liabilities and capital, respectively. The offset of these charges or credits are reported in the Treasury function within the Admin segment.

Management monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties. We review our transfer pricing methodologies on an ongoing basis to ensure they reflect changing market environments and industry practices. Transactions between the business segments are on normal commercial terms and conditions. Segment assets and liabilities comprise operating assets and liabilities, being the majority of the statement of financial position, but exclude intangible assets. Securities and cash placements are normally held within the Treasury unit within the Admin segment.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. Basis of preparation and summary of significant accounting policies
The accompanying unaudited condensed consolidated financial statements of FirstCaribbean International Bank Limited (the Group) should be read in conjunction with the IFRS consolidated financial statements and notes thereto for the year ended October 31, 2021, included in the Group's Annual Report 2021. For a description of the Group's significant accounting policies, see Note 2 of the aforementioned consolidated financial statements.

Basis of presentation
Certain financial information, which is normally included in annual financial statements prepared in accordance with IFRS, but not required for interim reporting purposes, has been condensed or omitted. Reclassifications may be made to the prior period's financial statements to conform to the current period's presentation. These unaudited condensed consolidated financial statements reflect, in the opinion of management, all adjustments that are necessary for a fair presentation of the unaudited condensed consolidated financial statements for the interim periods presented.

The results of operations for interim periods are not necessarily indicative of results for the entire year.

In preparing these unaudited condensed consolidated financial statements, management is required to make estimates and assumptions which affect amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

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

On February 25, 2022, the Bank completed the sale of its banking assets in Aruba upon the satisfaction of the closing conditions. The proposed sale of banking assets in St. Vincent and St. Kitts received regulatory approval in the third quarter of 2022 and is expected to close by the third quarter of 2023. The parties continue to discuss and negotiate key aspects of the transaction in the proposed sale of banking assets in Grenada. The previously announced transaction in Dominica will not be proceeding. On September 1, 2022, the Directors approved the closure of the Dominica Branch, subject to regulatory approval.

The assets and liabilities related to these operations have been presented as "Held for Sale and Discontinuing Operations" and their associated net loss is presented as discontinued and discontinuing operations in accordance with the International Financial Reporting Standards.

Dividends
During the quarter, the second quarterly dividend of one United States cent ($0.01) per share was paid on July 8, 2022. The Board of Directors has approved a 2022 third quarter dividend of one United States cent ($0.01) per share to be paid on October 7, 2022 to shareholders of record as of September 15, 2022.