

BAHAMAS FIRST HOLDINGS LIMITED

Quarterly Report on Unaudited Results

For the 3 Months Ended 31 March 2026

Disclaimers

This Report may contain “forward-looking information”. Forward-looking information may relate to our future business, financial outlook and anticipated events or results and may include information regarding our financial position, financial results, operations, business strategies, plans, and objectives, particularly, forward-looking information regarding our expectations of future results, performance, achievements, prospects or opportunities for the markets in which we operate. Forward-looking information in this Report is based on our opinions, estimates and assumptions in light of our experience and perception of historical trends, current conditions and expected future developments, as well as other factors that we currently believe are appropriate and reasonable in the circumstances. Despite a careful process to prepare and review forward-looking information, they are not guarantees of future financial performance as there can be no assurance that the underlying opinions, estimates and assumptions will prove to be correct.

The financial information for the 3 months ended 31 March 2026, included in this report is unaudited.

EXECUTIVE SUMMARY

on Unaudited Results for the 3 months ended 31 March 2026

The Group delivered continued growth in insurance revenue during the period ended 31 March 2026, increasing 6.5% year over year to \$30.7 million, supported by growth across the Property & Casualty and Health segments. The increase reflected continued business expansion and solid premium retention across the Group's core markets.

Despite the growth in top-line performance, overall earnings declined relative to the prior year, primarily driven by elevated claims experience across both the Bahamas motor and Cayman health lines of business. This experience primarily contributed to a deterioration in insurance service results during the period.

In addition, the Group recorded unrealised losses within its investment portfolio, reflecting adverse market valuation movements during the quarter. As a result, the Group reported a total comprehensive loss attributable to shareholders of \$4.5 million for the period, compared to a loss of \$1.1 million in the prior year.

Financial Summary of Unaudited Results

AS AT 31 March 2026
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	As at:	
	31-Mar-26	31-Dec-25
Cash and cash equivalents	37,516,035	38,912,678
Investments, net	42,330,428	40,631,128
Broker receivables, net	26,057,395	22,777,565
Reinsurance contract assets	70,162,414	59,586,807
Property and equipment, net	27,304,122	27,462,954
Intangible assets and goodwill	5,446,340	5,706,434
Other assets	3,169,279	2,946,292
Total assets	211,986,013	198,023,858
Insurance contract liabilities	121,349,261	103,206,819
Bonds payable	7,730,198	7,608,333
Other liabilities	4,983,209	4,672,904
Total liabilities	134,062,668	115,488,056
Total equity attributable to owners of the company	73,177,401	77,510,412
Non-controlling interest	4,745,944	5,025,390
Total equity	77,923,345	82,535,802
Total liabilities and equity	211,986,013	198,023,858

Financial Summary of Unaudited Results

FOR THE 3 MONTHS ENDED
31 March 2026
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME/(LOSS)	For the 3 Months Ended	
	31-Mar-26	31-Mar-25
Insurance revenue	30,742,857	28,856,659
Insurance service expenses	(23,648,532)	(19,812,379)
Net expenses from reinsurance contracts held	(7,571,980)	(7,476,238)
Insurance service result	(477,655)	1,568,042
Insurance finance expenses from insurance contracts issued	(763,457)	(271,328)
Reinsurance finance income from reinsurance contracts held	312,778	168,376
Net finance expenses from insurance and reinsurance contracts	(450,679)	(102,952)
Net investment and other income	553,415	448,015
Other operating expenses	(3,299,203)	(3,109,435)
Loss for the period	(3,674,122)	(1,196,330)
Other comprehensive (loss)/income	(850,837)	51,818
Total comprehensive loss	(4,524,959)	(1,144,512)
Loss attributable to:		
Owners of the company	(3,429,860)	(1,065,310)
Non-Controlling Interest	(244,262)	(131,020)
Loss for the period	(3,674,122)	(1,196,330)
Loss per common share (Note 5)	(0.10)	(0.03)
Total comprehensive loss attributable to:		
Owners of the company	(4,245,513)	(1,027,780)
Non-Controlling Interest	(279,446)	(116,732)
Total comprehensive loss	(4,524,959)	(1,144,512)

Financial Summary of Unaudited Results

FOR THE 3 MONTHS ENDED
31 March 2026
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	For the 3 Months Ended	
	31-Mar-26	31-Mar-25
Common shares, Preference shares, Contributed surplus and General reserve		
Balance at beginning and end of period	24,291,275	24,291,275
Revaluation reserve		
Balance at beginning of period	19,125,457	16,682,470
Other comprehensive (loss)/income	(815,651)	51,818
Balance at end of period	18,309,806	16,734,288
Retained earnings		
Balance at beginning of period	34,093,680	33,433,031
Total comprehensive loss	(3,429,860)	(1,079,598)
Preference share dividends	(87,500)	(87,500)
Balance at end of period	30,576,320	32,265,933
Non-controlling interest		
Balance at beginning of period	5,025,390	4,624,967
Total comprehensive loss	(279,446)	(116,732)
Balance at end of period	4,745,944	4,508,235
Total equity at end of period	77,923,345	77,799,731

Financial Summary of Unaudited Results

FOR THE 3 MONTHS ENDED
31 March 2026
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF CASH FLOWS	For the 3 Months Ended	
	31-Mar-26	31-Mar-25
Net cash from operating activities	1,438,560	15,465,252
Net cash used in investing activities	(2,719,678)	(444,600)
Net cash used in financing activities	(115,525)	(161,808)
Net (decrease)/increase in cash and cash equivalents	(1,396,643)	14,858,844
Cash and cash equivalents at the beginning of the period	38,912,678	27,266,483
Cash and cash equivalents at the end of the period	37,516,035	42,125,327

Selected Explanatory Notes to the Unaudited Financial Results

For the 3 Months Ended 31 March 2026

1. GENERAL

Bahamas First Holdings Limited (“BFH” or the “Company”) and its subsidiaries are incorporated under the laws of the Commonwealth of The Bahamas, except BFH International Limited, Cayman First Insurance Company Limited, BRAC Associates Ltd. and BFH Services (Cayman) Limited which are incorporated under the laws of the Cayman Islands.

These consolidated unaudited financial results include the accounts of BFH and its subsidiaries, which are hereinafter collectively referred to as the “Group”. The primary activity of the Group is the carrying on of general insurance business (property and casualty) and health and group life insurance. The subsidiaries are as follows:

Registered insurers

- Bahamas First General Insurance Company Limited (“BFG”)
- Cayman First Insurance Company Limited (“CFI”)

Registered insurance intermediaries

- Nassau Underwriters Agency Insurance Agents & Brokers Ltd. (“NUA”)

Management company

- Bahamas First Corporate Services Ltd. (“BFCS”)

Insurance holding company

- BFH International Limited (“BFHIL”)

Dormant companies

- CMA Insurance Brokers & Agents Limited (“CMA”)
- First Response Limited (“FRL”)
- BFH Services (Cayman) Limited (“BFHS”)
- BRAC Associates Ltd (“BAL”)

All of the above subsidiaries are wholly-owned except for CFI, of which BFHIL owns 87.70%. The ordinary and preference shares are listed and traded on the Bahamas International Securities Exchange (“BISX”). The registered office of the Company is located at 32 Collins Avenue, Nassau, The Bahamas.

2. MATERIAL ACCOUNTING POLICY INFORMATION

The condensed interim financial results have been prepared in accordance with IAS 34 Interim Financial Reporting (“IAS 34”), using the accounting policies adopted in the last annual financial statements for the year ended 31 December 2025. The Group has consistently applied the same accounting policies through all periods presented. These interim unaudited consolidated financial results should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2025.

Selected Explanatory Notes to the Unaudited Financial Results (Continued)

For the 3 Months Ended 31 March 2026

3. SEASONALITY

The Property and Casualty insurance business is seasonal in nature with the bulk of the catastrophe insurance revenue being recognised during the hurricane months of June to November. The insurance service result is driven mainly by claims associated with weather conditions and may vary significantly between quarters. Profit commission earned from reinsurers and paid to agents are significantly impacted by natural catastrophes and are therefore recorded only in the fourth quarter.

4. SEGMENTED INFORMATION

The Group's operating segments are identified based on the internal reports that are regularly reviewed by the Chief Operating Decision Maker for the purpose of allocating resources and assessing performance. The Group's operations are organised into the following operating segments of Property and Casualty ("P&C") and Health and Group Life ("H&L") and by geographic location.

The segment results for the interim periods are noted in the table displayed ►

	BAHAMAS		CAYMAN	
	P&C	P&C	H&L	TOTAL
	\$	\$	\$	\$
For The 3 Months Ended 31-Mar-26				
Insurance service result	1,322,703	15,768	(1,816,126)	(477,655)
Loss	(1,660,491)	(81,601)	(1,932,030)	(3,674,122)
Capital expenditure	157,379	-	433	157,812
As at 31-Mar-26				
Total assets	139,595,309	48,101,072	24,289,632	211,986,013
Total liabilities	105,048,396	22,855,267	6,159,005	134,062,668
For The 3 Months Ended 31-Mar-25				
Insurance service result	2,337,985	195,548	(965,491)	1,568,042
Loss	(73,260)	(76,275)	(1,046,795)	(1,196,330)
Capital expenditure	78,136	43,852	76,594	198,582
As at 31-Dec-25				
Total assets	127,083,049	45,968,004	24,972,805	198,023,858
Total liabilities	90,153,574	20,388,728	4,945,754	115,488,056

Selected Explanatory Notes to the Unaudited Financial Results (Continued)

For the 3 Months Ended 31 March 2026

5. EARNINGS PER COMMON SHARE

	2026	2025
	\$	\$
3 months Ended 31-Mar		
Loss for the period attributable to owners of the company	(3,429,860)	(1,065,310)
Preference shares dividend paid	(87,500)	(87,500)
Loss for the period attributable to common shareholders	(3,517,360)	(1,152,810)
Weighted average number of common shares outstanding	36,511,589	36,511,589
Basic and diluted loss per common share	(0.10)	(0.03)

Bahamas First Holdings Limited

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