

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED BALANCE SHEET (Unaudited)
As of January 31, 2012 and October 31, 2011
(Expressed in Bahamian dollars)

ASSETS	January 31, 2012	October 31, 2011
Cash and cash equivalents	\$ 33,587,086	\$ 33,345,833
Balance with The Central Bank of The Bahamas	39,911,586	39,372,285
Loans and advances to customers	850,215,338	842,331,063
Investment securities	54,503,852	54,888,120
Premises and equipment	1,548,282	1,899,736
Other assets	1,792,129	813,731
TOTAL	\$ 981,558,273	\$ 972,650,768
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Customer deposits	\$ 815,825,197	\$ 807,570,366
Other borrowed funds	37,300,000	37,300,000
Affiliated companies	-	6,000,000
Other liabilities	2,148,221	2,689,141
Total liabilities	\$ 855,273,418	\$ 853,559,507
SHAREHOLDERS' EQUITY		
Share capital	5,333,334	5,333,334
Share premium	2,552,258	2,552,258
General reserve	500,000	500,000
Retained earnings	117,899,263	110,705,669
Total shareholders' equity	126,284,855	119,091,261
TOTAL	\$ 981,558,273	\$ 972,650,768

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
Three Months Ended January 31, 2012
(Expressed in Bahamian dollars)

	Three Months Ended January 31, 2012	Three Months Ended January 31, 2011
Interest income	\$ 17,738,333	\$ 16,036,447
Interest expense	<u>(7,330,144)</u>	<u>(8,908,593)</u>
Net interest income	10,408,189	7,127,854
Non-interest income	<u>913,046</u>	<u>857,462</u>
Total income	11,321,235	7,985,316
Non-interest expense	(3,109,119)	(3,146,305)
Impairment losses on loans and advances	<u>(1,018,522)</u>	<u>(6,652,108)</u>
Total net and comprehensive income for the period	<u>\$ 7,193,594</u>	<u>\$ (1,813,097)</u>
Earnings per share	<u>\$ 0.27</u>	<u>\$ (0.07)</u>

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)
Three Months Ended January 31, 2012
(Expressed in Bahamian dollars)

	Share Capital \$	Share Premium \$	General Reserve \$	Retained Earnings \$	Total \$
Balance at October 31, 2010	5,333,334	2,552,258	500,000	91,940,079	100,325,671
Net loss for the period				(1,813,097)	(1,813,097)
Balance at January 31, 2011	5,333,334	2,552,258	500,000	90,126,982	98,512,574
Balance at October 31, 2011	5,333,334	2,552,258	500,000	110,705,669	119,091,261
Net income for the period				7,193,594	7,193,594
Balance at January 31, 2012	5,333,334	2,552,258	500,000	117,899,263	126,284,855

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited)
Three Months Ended January 31, 2012
(Expressed in Bahamian dollars)

	January 31, 2012	January 31, 2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 7,193,594	\$ (1,813,097)
Adjustments for:		
Depreciation	107,163	133,449
Provision for credit losses	1,018,522	6,652,108
Loss on disposal of fixed assets	244,291	4,705
	<u>8,563,570</u>	<u>4,977,165</u>
Changes in operating assets and liabilities	(8,058,619)	(1,857,265)
Increase in loans and advances, net	(8,902,797)	(9,513,438)
Increase in deposits	8,254,831	(10,676,635)
Net cash from operating activities	<u>(143,015)</u>	<u>(17,070,173)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	-	(125,334)
Net proceeds from investments	384,268	(2,397,396)
Net cash from investing activities	<u>384,268</u>	<u>(2,522,730)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	241,253	(19,592,903)
CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	<u>33,345,833</u>	<u>61,028,719</u>
CASH AND CASH EQUIVALENTS, END OF THE PERIOD	<u>\$ 33,587,086</u>	<u>\$ 41,435,816</u>

FINANCE CORPORATION OF BAHAMAS LIMITED
Notes to Unaudited Interim Consolidated Financial Statements
Three Months Ended January 31, 2012

1. ACCOUNTING POLICIES

These interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting. The accounting policies and methods of calculation used in the preparation of these interim financial statements are consistent with those used in the audited financial statements for the year ended October 31, 2011.