



# FirstCaribbean International Bank Limited Condensed Consolidated Financial Statements

For the six months ended April 30, 2024 (expressed in thousands of United States Dollars)

## CHIEF EXECUTIVE OFFICER'S REVIEW

The Bank delivered another quarter of solid operating results and continues to create value for its stakeholders in the current operating environment. The ongoing execution of our client focused strategy leveraging our digital infrastructure, client experience enhancements and investment in our people, positions us well for the future.

Market conditions in the region underpin the Bank's growth momentum, as most countries have reached pre-pandemic levels of economic activity. The regional growth outlook is forecasted to continue through the medium-term, albeit at a moderate pace. However, we continue to closely monitor downside risks related to the global economy, inflation, supply chain disruption and interest rates.

The Bank reported net income of \$67.4 million for second quarter of fiscal 2024, compared to net income of \$76.5 million in the corresponding period of the prior year. On an adjusted basis, net income was \$70.4 million after adjusting for expenses of \$3.0 million relating to previously announced divestitures.

For the six months ended April 30, 2024, we reported net income of \$152.0, up \$7.4 million or 5% over the prior year's reported net income of \$144.6 million. After excluding \$7.2 million of expenses relating to previously announced divestitures, adjusted net income was \$159.2 million, up \$20.3 million or 15% from prior year's adjusted net income of \$138.9 million.

Our financial performance to date has been positively impacted by higher revenue mainly due to higher net interest margin on our US dollar loan portfolio, as well as a lower provision for credit losses due to an improved regional economic outlook and account recovery efforts. We continue to maintain disciplined risk management. We have also experienced higher operating expenses year over year due to ongoing strategic investments, employee-related costs and inflationary pressure.

At the end of the second quarter, the Bank's Tier 1 and Total Capital ratios were 17.9% and 19.5%, respectively, in excess of applicable regulatory requirements. The Directors have approved a quarterly dividend of \$0.0125 per share to be paid on July 19, 2024, to shareholders of record on June 27, 2024.

On May 24, 2024, the Bank completed the sale of its banking assets in Curacao to Curacao-based, OrCo Bank N.V. We wish to say a special thank you to our former employees for their years of dedication and commitment to our Bank and its clients. The sale of our banking assets in St. Maarten is still in progress, subject to closing conditions and is slated for completion in fiscal 2025.

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

Mark St. Hill  
Chief Executive Officer  
June 13, 2024

## 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](http://www.cibcfcib.com)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

|   | Unaudited<br>Six months ended<br>At April 30, 2024 | Unaudited<br>Six months ended<br>At April 30, 2023 | Audited<br>Year ended<br>At Oct 31, 2023 |
|---|--|--|--|
| <b>Assets</b>   |  |  |  |
| Cash, balances with Central Banks and due from banks                                  | 2,558,898  | 2,628,349  | 2,261,564                                |
| Loans and advances to customers   | 6,764,813  | 6,758,361  | 6,633,855                                |
| Securities  | 3,061,575  | 3,041,189  | 2,846,655                                |
| Property and equipment  | 208,722  | 192,666  | 210,899                                  |
| Other assets  | 258,643  | 190,866  | 287,149                                  |
| Intangible assets   | 44,372   | 44,372   | 44,372                                   |
|   | 12,897,023   | 12,855,803   | 12,284,494                               |
| Assets of disposal group classified as held for sale and discontinued operations      | 260,577  | -  | 236,614                                  |
| <b>Total assets</b>   | <b>13,157,600</b>                                  | <b>12,855,803</b>                                  | <b>12,521,108</b>                        |
| <b>Liabilities</b>  |  |  |  |
| Customer deposits and other borrowed funds  | 11,095,191   | 11,403,856   | 10,533,327                               |
| Other liabilities   | 213,025  | 147,405  | 244,796                                  |
| Debt securities in issue  | 26,590   | 26,586   | 26,599                                   |
|   | 11,334,806   | 11,577,847   | 10,804,722                               |
| Liabilities of disposal group classified as held for sale and discontinued operations | 357,123  | -  | 363,867                                  |
| <b>Total liabilities</b>  | <b>11,691,929</b>                                  | <b>11,577,847</b>                                  | <b>11,168,589</b>                        |
| <b>Equity attributable to equity holders of the parent</b>                            |  |  |  |
| Issued capital and reserves   | 1,078,268  | 1,040,545  | 1,048,296                                |
| Retained earnings   | 351,343  | 206,174  | 270,999                                  |
|   | 1,429,611  | 1,246,719  | 1,319,295                                |
| <b>Non-controlling interests</b>  | <b>36,060</b>                                      | <b>31,237</b>                                      | <b>33,224</b>                            |
| <b>Total equity</b>   | <b>1,465,671</b>                                   | <b>1,277,956</b>                                   | <b>1,352,519</b>                         |
| <b>Total liabilities and equity</b>   | <b>13,157,600</b>                                  | <b>12,855,803</b>                                  | <b>12,521,108</b>                        |

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

|                                     | Attributable to equity holders of the Parent |           |                      |                                  | Total<br>Equity |
|-------------------------------------|--|-----------|----------------------|----------------------------------|-----------------|
|                                     | Issued<br>Capital                            | Reserves  | Retained<br>Earnings | Non-<br>controlling<br>Interests |                 |
| <b>Balance at October 31, 2022</b>  | 1,193,149                                    | (178,338) | 115,085              | 29,181                           | 1,159,077       |
| Comprehensive income for the period | -  | 10,631    | 141,691              | 3,092                            | 155,414         |
| Transfer to reserves                | -  | 15,103    | (15,103)             | -                                | -               |
| Equity dividends                    | -  | -         | (35,499)             | -                                | (35,499)        |
| Dividends of subsidiaries           | -  | -         | -                    | (1,036)                          | (1,036)         |
| <b>Balance at April 30, 2023</b>    | 1,193,149                                    | (152,604) | 206,174              | 31,237                           | 1,277,956       |
| <b>Balance at October 31, 2023</b>  | 1,193,149                                    | (144,853) | 270,999              | 33,224                           | 1,352,519       |
| Comprehensive income for the period | -  | 1,112     | 148,658              | 3,354                            | 153,124         |
| Transfer to reserves                | -  | 28,860    | (28,860)             | -                                | -               |
| Equity dividends                    | -  | -         | (39,454)             | -                                | (39,454)        |
| Dividends of subsidiaries           | -  | -         | -                    | (518)                            | (518)           |
| <b>Balance at April 30, 2024</b>    | 1,193,149                                    | (114,881) | 351,343              | 36,060                           | 1,465,671       |

## CONDENSED CONSOLIDATED STATEMENT OF INCOME

|  | Unaudited<br>Quarter ended |               | Unaudited<br>Six months ended |                | Audited<br>Year ended |
|--|----------------------------|---------------|-------------------------------|----------------|-----------------------|
|  | Apr 30, 2024               | Apr 30, 2023  | Apr 30, 2024                  | Apr 30, 2023   | Oct 31, 2023          |
| Total revenue  | 189,860                    | 183,095       | 373,522                       | 366,975        | 715,463               |
| Operating expenses   | 112,222                    | 103,296       | 216,666                       | 210,333        | 414,504               |
| Credit loss expense/(release) on financial assets  | 2,768                      | 5,268         | (9,973)                       | 6,404          | 11,183                |
|  | 114,990                    | 108,564       | 206,693                       | 216,737        | 425,687               |
| Income before taxation   | 74,870                     | 74,531        | 166,829                       | 150,238        | 289,776               |
| Income tax expense   | 7,809                      | 4,117         | 13,515                        | 9,248          | 29,015                |
| <b>Net income for the period from continuing operations</b>  | <b>67,061</b>              | <b>70,414</b> | <b>153,314</b>                | <b>140,990</b> | <b>260,761</b>        |
| Net income for the period from discontinued operations   | -                          | 6,078         | -                             | 3,591          | 4,727                 |
| Net income/(loss) for the period from discontinuing operations   | 342                        | -             | (1,290)                       | -              | 4,422                 |
| <b>Net Income for the period</b>   | <b>67,403</b>              | <b>76,492</b> | <b>152,024</b>                | <b>144,581</b> | <b>269,910</b>        |
| <b>Attributable to:</b>  |                            |               |                               |                |                       |
| Equity holders of the parent   | 66,069                     | 74,970        | 148,658                       | 141,691        | 264,056               |
| Non-controlling interests  | 1,334                      | 1,522         | 3,366                         | 2,890          | 5,854                 |
|  | 67,403                     | 76,492        | 152,024                       | 144,581        | 269,910               |
| <b>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)</b> |                            |               |                               |                |                       |
|  | 4.2                        | 4.4           | 9.5                           | 8.8            | 16.2                  |
| <b>Basic and diluted earnings per share attributable to the equity holders of the parent for the period: (expressed in cents per share)</b>                            |                            |               |                               |                |                       |
|  | 4.2                        | 4.8           | 9.4                           | 9.0            | 16.7                  |

Director

Director



# FirstCaribbean International Bank Limited Condensed Consolidated Financial Statements

For the six months ended April 30, 2024 (expressed in thousands of United States Dollars)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

|  | Unaudited<br>Quarter ended |              | Unaudited<br>Six months ended |              | Audited<br>Year ended |
|--|----------------------------|--------------|-------------------------------|--------------|-----------------------|
|  | Apr 30, 2024               | Apr 30, 2023 | Apr 30, 2024                  | Apr 30, 2023 | Oct 31, 2023          |
| Net income for the period  | 67,403                     | 76,492       | 152,024                       | 144,581      | 269,910               |
| Other comprehensive gain/(loss)<br>(net of tax) to be reclassified to net<br>income in subsequent periods  |                            |              |                               |              |                       |
| Net (losses)/gains on debt securities<br>at fair value through OCI   | (5,397)                    | 3,454        | 2,866                         | 10,775       | 7,202                 |
| Net exchange (losses)/gains on<br>translation of foreign operations  | (428)                      | 567          | (1,888)                       | 58           | (1,082)               |
|  | (5,825)                    | 4,021        | 978                           | 10,833       | 6,120                 |
| Other comprehensive gain/(loss)<br>(net of tax) not to be reclassified<br>to net income in subsequent periods:<br>Re-measurement gains/(losses) of<br>retirement benefit obligations | -                          | -            | 122                           | -            | (5,575)               |
| Other comprehensive (loss)/income<br>for the period, net of tax  | (5,825)                    | 4,021        | 1,100                         | 10,833       | 545                   |
| Comprehensive income for the period,<br>net of tax   | 61,578                     | 80,513       | 153,124                       | 155,414      | 270,455               |
| Comprehensive income for the period<br>attributable to:  |                            |              |                               |              |                       |
| Continuing operations  | 60,108                     | 74,442       | 151,635                       | 151,844      | 263,491               |
| Discontinued operations  | -                          | 6,071        | -                             | 3,570        | 4,705                 |
| Discontinuing operations   | 1,470                      | -            | 1,489                         | -            | 2,259                 |
|  | 61,578                     | 80,513       | 153,124                       | 155,414      | 270,455               |
| Comprehensive income for the period<br>attributable to:  |                            |              |                               |              |                       |
| Equity holders of the parent   | 60,371                     | 78,928       | 149,770                       | 152,322      | 264,341               |
| Non-controlling interests  | 1,207                      | 1,585        | 3,354                         | 3,092        | 6,114                 |
|  | 61,578                     | 80,513       | 153,124                       | 155,414      | 270,455               |

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

|   | Unaudited<br>Six months ended |              | Audited<br>Year ended |
|---|-------------------------------|--------------|-----------------------|
|   | Apr 30, 2024                  | Apr 30, 2023 | Oct 31, 2023          |
| Net cash from/(used in) operating activities from<br>continuing operations                        | 522,528                       | (37,577)     | (671,317)             |
| Net cash (used in)/from investing activities from<br>continuing operations                        | (163,553)                     | (52,174)     | 163,906               |
| Net cash used in financing activities from continuing<br>operations                               | (46,035)                      | (42,917)     | (89,526)              |
| Net increase/(decrease) in cash and cash equivalents<br>for the period from continuing operations | 312,940                       | (132,668)    | (596,937)             |
| Net increase/(decrease) in cash from continuing operations  | 312,940                       | (132,668)    | (596,937)             |
| Net (decrease)/increase in cash from discontinuing operations                                     | (30,707)                      | 8,596        | 134,532               |
| Effect of exchange rate changes on cash and cash equivalents                                      | (1,888)                       | 58           | (1,082)               |
| Cash and cash equivalents, beginning of the period  | 1,880,386                     | 2,343,873    | 2,343,873             |
| Cash and cash equivalents from discontinuing operations   | 159,148                       | -            | 132,966               |
| Cash and cash equivalents, end of the period  | 2,319,879                     | 2,219,859    | 2,013,352             |

## CONDENSED CONSOLIDATED SEGMENT INFORMATION

|   | Unaudited April 30, 2024 |          |        |           |         |
|---|--------------------------|----------|--------|-----------|---------|
|   | PBB                      | CIB      | WM     | Admin     | Total   |
| Six months ended  |                          |          |        |           |         |
| External revenue  | 82,858                   | 95,562   | 6,880  | 80,997    | 266,297 |
| Internal revenue  | 19,385                   | 60,204   | 2,443  | (82,032)  | -       |
| Net interest income                                     | 102,243                  | 155,766  | 9,323  | (1,035)   | 266,297 |
| Operating income  | 44,238                   | 47,536   | 15,467 | (16)      | 107,225 |
| Total revenue   | 146,481                  | 203,302  | 24,790 | (1,051)   | 373,522 |
| Depreciation  | 3,638                    | 668      | 730    | 12,556    | 17,592  |
| Operating expenses                                      | 43,829                   | 21,141   | 12,456 | 121,648   | 199,074 |
| Indirect expenses                                       | 69,507                   | 61,842   | 6,525  | (137,874) | -       |
| Credit loss (release) on financial assets               | 9,726                    | (17,067) | 9      | (2,641)   | (9,973) |
| Income before taxation                                  | 19,781                   | 136,718  | 5,070  | 5,260     | 166,829 |
| Income tax expense                                      | (1,479)                  | 12,341   | 15     | 2,638     | 13,515  |
| Net income for the period from continuing<br>operations | 21,260                   | 124,377  | 5,055  | 2,622     | 153,314 |
| Net loss from discontinuing operations                  | 1,800                    | 3,579    | (505)  | (6,164)   | (1,290) |
| Net income for the period                               | 23,060                   | 127,956  | 4,550  | (3,542)   | 152,024 |

|  | Unaudited April 30, 2024 |           |         |           |            |
|--|--------------------------|-----------|---------|-----------|------------|
|  | PBB                      | CIB       | WM      | Admin     | Total      |
| Balance as at  |                          |           |         |           |            |
| Total assets and liabilities by segment are as<br>follows:                                       |                          |           |         |           |            |
| Segment assets   | 3,744,434                | 3,953,332 | 267,289 | 4,931,968 | 12,897,023 |
| Segment assets of disposal group classified as<br>held for sale and discontinued operations      | 56,362                   | 44,072    | 995     | 159,148   | 260,577    |
| Total segment assets   | 3,800,796                | 3,997,404 | 268,284 | 5,091,116 | 13,157,600 |
| Segment liabilities  | 4,365,555                | 6,433,388 | 437,174 | 98,689    | 11,334,806 |
| Segment liabilities of disposal group classified<br>as held for sale and discontinued operations | 23,883                   | 123,165   | 137,051 | 73,024    | 357,123    |
| Total segment liabilities  | 4,389,438                | 6,556,553 | 574,225 | 171,713   | 11,691,929 |

|   | Unaudited April 30, 2023 |         |        |           |         |
|---|--------------------------|---------|--------|-----------|---------|
|   | PBB                      | CIB     | WM     | Admin     | Total   |
| Six months ended  |                          |         |        |           |         |
| External revenue  | 80,330                   | 110,398 | 4,812  | 65,367    | 260,907 |
| Internal revenue  | 12,759                   | 36,417  | 6,257  | (55,433)  | -       |
| Net interest income                                     | 93,089                   | 146,815 | 11,069 | 9,934     | 260,907 |
| Operating income  | 42,399                   | 49,005  | 16,237 | (1,573)   | 106,068 |
| Total revenue   | 135,488                  | 195,820 | 27,306 | 8,361     | 366,975 |
| Depreciation  | 3,278                    | 1,110   | 1,060  | 11,858    | 17,306  |
| Operating expenses                                      | 46,989                   | 19,281  | 13,690 | 113,067   | 193,027 |
| Indirect expenses                                       | 58,402                   | 58,697  | 6,976  | (124,075) | -       |
| Credit loss expense on financial assets                 | 10,883                   | (8,139) | (91)   | 3,751     | 6,404   |
| Income before taxation                                  | 15,936                   | 124,871 | 5,671  | 3,760     | 150,238 |
| Income tax expense                                      | (1,979)                  | 9,575   | (100)  | 1,752     | 9,248   |
| Net income for the period from continuing<br>operations | 17,915                   | 115,296 | 5,771  | 2,008     | 140,990 |
| Net income from discontinued operations                 | (880)                    | 671     | -      | 3,800     | 3,591   |
| Net income for the period                               | 17,035                   | 115,967 | 5,771  | 5,808     | 144,581 |

|  | Unaudited April 30, 2023 |           |         |           |            |
|--|--------------------------|-----------|---------|-----------|------------|
|  | PBB                      | CIB       | WM      | Admin     | Total      |
| Balance as at  |                          |           |         |           |            |
| Total assets and liabilities by segment are as<br>follows: |                          |           |         |           |            |
| Segment assets   | 2,656,269                | 4,121,449 | 246,516 | 5,831,569 | 12,855,803 |
| Segment liabilities  | 4,460,400                | 6,337,735 | 648,364 | 131,348   | 11,577,847 |

|   | Audited October 31, 2023 |          |        |           |         |
|---|--------------------------|----------|--------|-----------|---------|
|   | PBB                      | CIB      | WM     | Admin     | Total   |
| Year ended  |                          |          |        |           |         |
| External revenue                                      | 159,909                  | 194,533  | 12,850 | 144,627   | 511,919 |
| Internal revenue                                      | 32,868                   | 98,318   | 5,585  | (136,771) | -       |
| Net interest income                                   | 192,777                  | 292,851  | 18,435 | 7,856     | 511,919 |
| Operating income                                      | 83,134                   | 88,929   | 31,863 | (382)     | 203,544 |
| Total revenue   | 275,911                  | 381,780  | 50,298 | 7,474     | 715,463 |
| Depreciation  | 7,414                    | 1,110    | 1,436  | 23,232    | 33,192  |
| Operating expenses                                    | 91,176                   | 40,394   | 25,825 | 223,917   | 381,312 |
| Indirect expenses                                     | 126,352                  | 111,620  | 12,775 | (250,747) | -       |
| Credit loss expense on financial assets               | 28,661                   | (19,468) | (409)  | 2,399     | 11,183  |
| Income before taxation                                | 22,308                   | 248,124  | 10,671 | 8,673     | 289,776 |
| Income tax expense                                    | (3,101)                  | 20,802   | (9)    | 11,323    | 29,015  |
| Net income for the year from continuing<br>operations | 25,409                   | 227,322  | 10,680 | (2,650)   | 260,761 |
| Net income from discontinued operations               | 1,226                    | 940      | -      | 2,561     | 4,727   |
| Net income from discontinuing operations              | (1,251)                  | 8,669    | 1,000  | (3,996)   | 4,422   |
| Net income for the year                               | 25,384                   | 236,931  | 11,680 | (4,085)   | 269,910 |

|  | Audited October 31, 2023 |           |         |           |            |
|--|--------------------------|-----------|---------|-----------|------------|
|  | PBB                      | CIB       | WM      | Admin     | Total      |
| Balance as at  |                          |           |         |           |            |
| Total assets and liabilities by segment are as<br>follows:                                       |                          |           |         |           |            |
| Segment assets   | 2,674,599                | 3,986,832 | 243,239 | 5,379,824 | 12,284,494 |
| Segment assets of disposal group classified as<br>held for sale and discontinued operations      | 17,270                   | 86,070    | 307     | 132,967   | 236,614    |
| Total segment assets   | 2,691,869                | 4,072,902 | 243,546 | 5,512,791 | 12,521,108 |
| Segment liabilities  | 4,225,817                | 5,904,375 | 442,696 | 231,834   | 10,804,722 |
| Segment liabilities of disposal group classified<br>as held for sale and discontinued operations | 29,152                   | 121,230   | 143,733 | 69,752    | 363,867    |
| Total segment liabilities  | 4,254,969                | 6,025,605 | 586,429 | 301,586   | 11,168,589 |

### Notes:

1. The Group's operations are organized into four segments: Personal and Business Banking ("PBB"), 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, Technology, Innovation & Infrastructure, Risk and Other). PBB, 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.



# FirstCaribbean International Bank Limited Condensed Consolidated Financial Statements

For the six months ended April 30, 2024 (expressed in thousands of United States Dollars)

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 1. General Information

FirstCaribbean International Bank Limited and its subsidiaries (the "Group") are registered under the relevant financial and corporate legislation of 12 countries in the Caribbean to carry on banking and other related activities. FirstCaribbean International Bank Limited (the "Bank"), is a company incorporated and domiciled in Barbados at Warrens, St. Michael. The parent company and controlling party of the Bank is CIBC Investments (Cayman) Limited, which holds 91.7% of the Bank's issued shares and is a company incorporated in Cayman. The ultimate parent company is Canadian Imperial Bank of Commerce ("CIBC").

### 2. Basis of preparation and material accounting policies

The accompanying unaudited condensed consolidated financial statements of the Group should be read in conjunction with the IFRS consolidated financial statements and notes thereto for the year ended October 31, 2023, included in the Group's Annual Report 2023. 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.

### 3. Assets and Liabilities of Disposal Group classified as Held for Sale and Discontinued Operations

On October 31, 2023, the Bank publicly announced the decision of the Board of Directors to sell the banking assets of CIBC FirstCaribbean International Bank (Cayman) Limited's operations in St. Maarten and Curacao to Orco Bank N.V. On January 15, 2024, regulatory approval of the sale of specific assets and liabilities in Curacao and St. Maarten was received from the Central Bank of Curacao and St. Maarten with certain conditions to be met by the buyer and is subject to other closing conditions. As at October 31, 2023 and April 30, 2024, the Bank classified the banking assets of the Curacao operations as "Held for Sale" on condensed consolidated statement of financial position. However, the banking operations of St. Maarten was excluded from the classification given the uncertainty surrounding the timing of the completion of the sale.

For the six months ended, April 30, 2024, the associated net income from the Curacao operations has been presented as discontinuing operations on the condensed consolidated statement of income in accordance with International Financial Reporting Standards."

### 4. Dividends

During the quarter, a first quarterly dividend of one point two five United States cents (\$0.0125) per share was paid on April 25, 2024. The Board of Directors has approved a 2024 second quarter dividend of one point two five United States cents (\$0.0125) per share to be paid on July 19, 2024, to shareholders of record as of June 27, 2024.

### 5. Subsequent Events

On May 24, 2024, the Bank completed the sale of its banking assets in Curacao to Curacao-based, Orco Bank N.V.