



CIBC Caribbean Bank Limited

Condensed Consolidated Financial Statements

For the nine months ended July 31, 2024 (expressed in thousands of United States Dollars)

CHIEF EXECUTIVE OFFICER'S REVIEW

We delivered solid third quarter results as we continued to focus on executing our client-focused strategy by leveraging our digital infrastructure, deepening client relationships and promoting a highly connected workforce.

For the third quarter of fiscal 2024, the bank reported net income of \$65.7 million, down from prior year's reported net income of \$72.3 million. After excluding net gains of \$1.0 million relating to previously announced divestitures, adjusted net income was \$64.7 million, down from adjusted net income of \$67.4 million in the prior year.

For the nine months ended July 31, 2024, the bank reported net income of \$217.7 million, up \$0.8 million from prior year's reported net income of \$216.9 million. After excluding \$6.1 million of net expenses (2023 - \$10.5 million of net gains) relating to previously announced divestitures, adjusted net income was \$223.8 million, up \$17.5 million or 8% from prior year's adjusted net income of \$206.3 million.

Our financial performance to date has been positively impacted by increased revenue mainly due to higher net interest margin in our US dollar loan portfolio and volume growth. With the bank's focus on client relationships, strong loan originations in Corporate Banking and Personal & Business Banking during the quarter propelled the loan portfolio to its highest balance in history. However, headwinds from US benchmark rate reductions may impact our revenue momentum. Operating expenses were higher during the quarter and year over year due to higher employee-related costs, spend on strategic investments and activity-based costs. The provision for credit losses was higher this quarter mainly due to an increase in provision in the impaired loan portfolio; but the year-to-date provision for credit losses is significantly down from the prior year mainly due to an earlier non-recurring account recovery in The Bahamas. Overall, the credit quality remains strong.

Economic activity continued at a moderate pace in most of our operating markets during the quarter. The recovery from tourism and gains in other key sectors, like construction, are likely to sustain the activity. A continued softening of regional inflation is projected, although domestic factors in a few markets could cause some divergence. We will continue to monitor the geopolitical tensions, supply chain disruption trends and global growth forecasts, all of which could impact the region's growth prospects.

The Board of Directors approved a quarterly dividend of \$0.0125 per share to be paid on October 18, 2024, to shareholders of record on September 26, 2024. At the end of the third quarter, the bank's Tier 1 and Total Capital ratios were 18.1% and 19.5%, respectively, in excess of applicable regulatory requirements.

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 thank our former employees and clients for their years of commitment and loyalty. The sale of banking assets in St. Maarten is expected to close during the second quarter of 2025.

During July 2024, the bank, in conjunction with its parent CIBC, announced a donation of \$100,000 to support hurricane relief efforts in Caribbean islands affected by the passing of Hurricane Beryl. The funds, provided through the bank's charitable arm, ComTrust Foundation, will be directed towards restoration efforts in Grenada, St Vincent and the Grenadines and Jamaica, along with assisting affected fisherfolk in Barbados.

Lastly, on July 11, 2024, the bank's legal entity name officially changed from FirstCaribbean International Bank Limited to CIBC Caribbean Bank Limited.

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

Mark St. Hill
Chief Executive Officer
September 12, 2024

FORWARD-LOOKING STATEMENT DISCLOSURE

This report may contain forward-looking statements, including statements about our Bank's 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 the Bank has 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 unfavorable 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 (Bahamas) Limited, please read FirstCaribbean International Bank (Bahamas) 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 Nine months ended At Jul 31, 2024 | Unaudited Nine months ended At Jul 31, 2023 | Audited Year ended At Oct 31, 2023 |
|--|--|--|--|
| Assets | | | |
| Cash, balances with Central Banks and due from banks | 2,353,796 | 2,614,316 | 2,261,564 |
| Loans and advances to customers | 6,797,959 | 6,682,555 | 6,633,855 |
| Securities | 3,090,345 | 2,926,254 | 2,846,655 |
| Property and equipment | 208,872 | 195,614 | 210,899 |
| Other assets | 215,631 | 265,604 | 287,149 |
| Intangible assets | 44,372 | 44,372 | 44,372 |
| | 12,710,975 | 12,728,715 | 12,284,494 |
| Assets of disposal group classified as held for sale and discontinued operations | 161,992 | - | 236,614 |
| Total assets | 12,872,967 | 12,728,715 | 12,521,108 |
| Liabilities | | | |
| Customer deposits and other borrowed funds | 11,029,739 | 11,227,892 | 10,533,327 |
| Other liabilities | 201,043 | 149,484 | 244,796 |
| Debt securities in issue | - | 26,220 | 26,599 |
| | 11,230,782 | 11,403,596 | 10,804,722 |
| Liabilities of disposal group classified as held for sale and discontinued operation | 123,828 | - | 363,867 |
| Total liabilities | 11,354,610 | 11,403,596 | 11,168,589 |
| Equity attributable to equity holders of the parent | | | |
| Issued capital and reserves | 1,086,201 | 1,045,276 | 1,048,296 |
| Retained earnings | 395,515 | 247,797 | 270,999 |
| | 1,481,716 | 1,293,073 | 1,319,295 |
| Non-controlling interests | 36,641 | 32,046 | 33,224 |
| Total equity | 1,518,357 | 1,325,119 | 1,352,519 |
| Total liabilities and equity | 12,872,967 | 12,728,715 | 12,521,108 |

Mark St. Hill
Chief Executive Officer

Chris de Caires
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, 2022 | 1,193,149 | (178,338) | 115,085 | 29,181 | 1,159,077 |
| Comprehensive income for the period | - | 5,877 | 212,507 | 4,418 | 222,802 |
| Transfer to reserves | - | 24,588 | (24,588) | - | - |
| Equity dividends | - | - | (55,207) | - | (55,207) |
| Dividends of subsidiary | - | - | - | (1,553) | (1,553) |
| Balance at July 31, 2023 | 1,193,149 | (147,873) | 247,797 | 32,046 | 1,325,119 |
| Balance at October 31, 2023 | 1,193,149 | (144,853) | 270,999 | 33,224 | 1,352,519 |
| Comprehensive income for the period | - | 8,836 | 212,774 | 4,970 | 226,580 |
| Transfer to reserves | - | 29,069 | (29,069) | - | - |
| Equity dividends | - | - | (59,189) | - | (59,189) |
| Dividends of subsidiary | - | - | - | (1,553) | (1,553) |
| Balance at July 31, 2024 | 1,193,149 | (106,948) | 395,515 | 36,641 | 1,518,357 |

CONDENSED CONSOLIDATED STATEMENT OF INCOME

| | Unaudited Quarter Ended | | Unaudited Nine Months Ended | | Audited Year Ended |
|--|----------------------------|---------------|--------------------------------|----------------|-----------------------|
| | Jul 31, 2024 | Jul 31, 2023 | Jul 31, 2024 | Jul 31, 2023 | Oct 31, 2023 |
| Total revenue | 192,256 | 190,560 | 560,348 | 554,397 | 715,463 |
| Operating expenses | 115,024 | 105,490 | 326,263 | 312,923 | 414,504 |
| Credit loss expense on financial assets | 10,769 | 9,122 | 2,683 | 15,273 | 11,183 |
| | 125,793 | 114,612 | 328,946 | 328,196 | 425,687 |
| Income before taxation | 66,463 | 75,948 | 231,402 | 226,201 | 289,776 |
| Income tax expense | 3,321 | 5,867 | 16,705 | 15,046 | 29,015 |
| Net income for the period from continuing operations | 63,142 | 70,081 | 214,697 | 211,155 | 260,761 |
| Net income for the period from discontinued operations | 5,313 | 2,201 | 5,914 | 5,709 | 4,727 |
| Net (loss)/income for the period from discontinuing operations | (2,747) | - | (2,878) | - | 4,422 |
| Net Income for the period | 65,708 | 72,282 | 217,733 | 216,864 | 269,910 |
| Attributable to: | | | | | |
| Equity holders of the parent | 64,114 | 70,760 | 212,774 | 212,507 | 264,056 |
| Non-controlling interests | 1,594 | 1,522 | 4,959 | 4,357 | 5,854 |
| | 65,708 | 72,282 | 217,733 | 216,864 | 269,910 |
| 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) | 3.9 | 4.3 | 13.3 | 13.1 | 16.2 |
| Basic and diluted earnings per share attributable to the equity holders of the parent for the period: (expressed in cents per share) | 4.1 | 4.5 | 13.5 | 13.5 | 16.7 |



CIBC Caribbean Bank Limited

Condensed Consolidated Financial Statements

For the nine months ended July 31, 2024 (expressed in thousands of United States Dollars)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Unaudited Quarter Ended | | Unaudited Nine Months Ended | | Audited Year Ended |
|--|-------------------------|--------------|-----------------------------|--------------|--------------------|
| | Jul 31, 2024 | Jul 31, 2023 | Jul 31, 2024 | Jul 31, 2023 | Oct 31, 2023 |
| Net income for the period | 65,708 | 72,282 | 217,733 | 216,864 | 269,910 |
| Other comprehensive gain/(loss) (net of tax) to be reclassified to net income in subsequent periods | | | | | |
| Net gains/(losses) on debt securities at fair value through OCI | 7,369 | (4,336) | 10,235 | 6,439 | 7,202 |
| Net exchange gains/(losses) on translation of foreign operations | 378 | (559) | (1,510) | (501) | (1,082) |
| | 7,747 | (4,895) | 8,725 | 5,938 | 6,120 |
| Other comprehensive gain/(loss) (net of tax) not to be reclassified to net income in subsequent periods: | | | | | |
| Re-measurement gains/(losses) of retirement benefit obligations | - | - | 122 | - | (5,575) |
| Other comprehensive income/(loss) for the period, net of tax | 7,747 | (4,895) | 8,847 | 5,938 | 545 |
| Comprehensive income for the period, net of tax | 73,455 | 67,387 | 226,580 | 222,802 | 270,455 |
| Comprehensive income for the period attributable to: | | | | | |
| Continuing operations | 70,105 | 65,186 | 221,580 | 217,115 | 263,491 |
| Discontinued operations | 6,097 | 2,201 | 7,826 | 5,687 | 4,705 |
| Discontinuing operations | (2,747) | - | (2,826) | - | 2,259 |
| | 73,455 | 67,387 | 226,580 | 222,802 | 270,455 |
| Comprehensive income for the period attributable to: | | | | | |
| Equity holders of the parent | 71,839 | 66,061 | 221,610 | 218,384 | 264,341 |
| Non-controlling interests | 1,616 | 1,326 | 4,970 | 4,418 | 6,114 |
| | 73,455 | 67,387 | 226,580 | 222,802 | 270,455 |

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | Unaudited Nine Months Ended | | Audited Year Ended |
|--|-----------------------------|--------------|--------------------|
| | Jul 31, 2024 | Jul 31, 2023 | Oct 31, 2023 |
| Net cash from/(used in) operating activities from continuing operations | 526,687 | (161,314) | (671,317) |
| Net cash (used in)/from investing activities from continuing operations | (156,668) | 81,438 | 163,906 |
| Net cash used in financing activities from continuing operations | (96,217) | (66,552) | (89,526) |
| Net increase/(decrease) in cash and cash equivalents for the period from continuing operations | 273,802 | (146,428) | (596,937) |
| Net increase/(decrease) in cash from continuing operations | 273,802 | (146,428) | (596,937) |
| Net (decrease)/increase in cash from discontinuing operations | (165,417) | 8,592 | 134,532 |
| Effect of exchange rate changes on cash and cash equivalents | (1,510) | (501) | (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 | 14,588 | - | 132,966 |
| Cash and cash equivalents, end of the period | 2,001,849 | 2,205,536 | 2,013,352 |

CONDENSED CONSOLIDATED SEGMENT INFORMATION

| | Unaudited July 31, 2024 | | | | |
|--|--|--|---|---|---|
| | PBB | CB | WM | Admin | Total |
| Nine months ended External revenue Internal revenue Net interest income Operating income Total revenue Depreciation Operating expenses Indirect expenses Credit loss expense on financial assets Income before taxation Income tax expense Net income for the period from continuing operations Net income from discontinued operations Net loss from discontinuing operations Net income for the period | 122,051 29,158 151,209 64,638 215,847 5,634 65,319 108,254 14,031 22,609 (3,328) 25,937 1,563 (1,236) 26,264 | 140,872 91,373 232,245 69,636 301,881 1,163 31,122 91,811 (9,201) 186,986 14,347 172,639 4,020 2,416 179,075 | 9,904 4,025 13,929 23,339 37,268 1,093 18,251 10,225 (120) 7,819 16 7,803 (427) - 7,376 | 128,813 (124,556) 4,257 1,095 5,352 18,084 185,597 (210,290) (2,027) 13,988 5,670 8,318 758 (4,058) 5,018 | 401,640 - 401,640 158,708 560,348 25,974 300,289 - 2,683 231,402 16,705 214,697 5,914 (2,878) 217,733 |
| Balance as at Total assets and liabilities by segment are as follows: Segment assets Segment assets of disposal group classified as held for sale and discontinued operations Total segment assets Segment liabilities Segment liabilities of disposal group classified as held for sale and discontinued operations Total segment liabilities | 3,725,592 72,297 3,797,889 4,348,985 62,850 4,411,835 | 4,014,319 75,107 4,089,426 6,228,452 60,978 6,289,430 | 308,488 - 308,488 335,796 - 335,796 | 4,662,576 14,588 4,677,164 317,549 - 317,549 | 12,710,975 161,992 12,872,967 11,230,782 123,828 11,354,610 |
| | Unaudited July 31, 2023 | | | | |
| | PBB | CB | WM | Admin | Total |
| Nine months ended External revenue Internal revenue Net interest income Operating income Total revenue Depreciation Operating expenses Indirect expenses Credit loss expense on financial assets Income before taxation Income tax expense Net income for the period from continuing operations Net income from discontinued operations Net income for the period | 120,822 19,775 140,597 62,153 202,750 5,464 67,669 90,013 25,993 13,611 (3,956) 17,567 463 18,030 | 165,222 57,586 222,808 70,310 293,118 1,728 30,940 85,030 (13,278) 188,698 14,264 174,434 995 175,429 | 7,090 9,438 16,528 24,752 41,280 1,599 19,757 10,364 (458) 10,018 (127) 10,145 - 10,145 | 104,233 (86,799) 17,434 (185) 17,249 17,567 168,199 (185,407) 3,016 13,874 4,865 9,009 4,251 13,260 | 397,367 - 397,367 157,030 554,397 26,358 286,565 - 15,273 226,201 15,046 211,155 5,709 216,864 |
| Balance as at Total assets and liabilities by segment are as follows: Segment assets Segment liabilities | 2,653,576 4,301,801 | 4,057,420 6,326,671 | 240,423 581,700 | 5,777,296 193,424 | 12,728,715 11,403,596 |



CIBC Caribbean Bank Limited

Condensed Consolidated Financial Statements

For the nine months ended July 31, 2024 (expressed in thousands of United States Dollars)

CONDENSED CONSOLIDATED SEGMENT INFORMATION (continued)

| | Audited October 31, 2023 | | | | |
|---|-----------------------------|-----------|---------|-----------|------------|
| | PBB | CB | 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 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 |
| Balance as at | | | | | |
| Total assets and liabilities by segment are as follows: | | | | | |
| Segment assets | 2,674,599 | 3,986,832 | 243,239 | 5,379,824 | 12,284,494 |
| Segment assets of disposal group classified as 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 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 Banking ("CB") 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, CB 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. General Information

CIBC Caribbean Bank Limited and its subsidiaries (the "Group") are registered under the relevant financial and corporate legislation of 11 countries in the Caribbean to carry on banking and other related activities. CIBC Caribbean 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 The Cayman Islands. The ultimate parent company is Canadian Imperial Bank of Commerce ("CIBC"). CIBC FirstCaribbean International Bank Limited was renamed CIBC Caribbean Bank Limited on July 11th, 2024.

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.

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.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

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 for the sale was received from the Central Bank of Curacao and St. Maarten, subject to certain closing conditions. The sale of the Curacao operations was completed on May 24, 2024.

As at July 31, 2024, the Bank classified the banking assets of the St. Maarten operations as "Held for Sale" on the condensed consolidated statement of financial position.

For the nine months ended, July 31, 2024, the associated net income from the Curacao and St. Maarten operations have been presented as discontinued and discontinuing operations respectively on the condensed consolidated statement of income in accordance with International Financial Reporting Standards.

4. Dividends

During the quarter, a second quarterly dividend of one point two five United States cents (\$0.0125) per share was paid on July 19, 2024. The Board of Directors has approved a 2024 third quarter dividend of one point two five United States cents (\$0.0125) per share to be paid on October 18, 2024, to shareholders of record as of September 26, 2024.