



CIBC Caribbean Bank Limited

Summary Consolidated Financial Statements

For the year ended October 31, 2024 (expressed in thousands of United States Dollars)

CHIEF EXECUTIVE OFFICER'S REVIEW

2024 marked the completion of a significant transformation program which involved the rationalization and consolidation of business lines and markets along with large investments in our technology platforms to enhance client experience and improve operational effectiveness. This culminated in our rebrand to CIBC Caribbean, and although we now operate across a smaller geographical footprint, we are a bigger bank with the largest loan portfolio and highest number of customers in our history.

The bank delivered another strong performance for the fiscal year as we continued to execute our client-focused strategy by leveraging our digital infrastructure, deepening client relationships, investing in our people while enabling, simplifying and protecting the bank. Our strategic investments are creating a strong foundation for future growth and optimization of resources across our various strategic business segments.

For the year ended October 31, 2024, the bank reported net income of \$277.5 million, up \$7.6 million or 3% from prior year's net income of \$269.9 million. Adjusted net income was \$285.2 million, after excluding net expenses of \$7.7 million related to the previously announced divestitures, compared with adjusted net income¹ of \$267.0 million at the end of 2023.

Overall, this year's record financial performance has been positively impacted by solid performing loan growth, higher US interest margins and a favourable provision for credit losses. Revenue performed well year-over-year as loan originations increased, and we benefited from a sustained uplift in other income. However, US interest rates are anticipated to fall in 2025 and may impact our revenue momentum; but could also promote increased credit demand in the market.

We experienced higher operating expenses due to higher employee-related costs, spend on strategic investments, activity-based costs and other costs associated with protecting the bank in a highly regulated environment. The provision for credit losses was significantly down from the prior year mainly due to a non-recurring account recovery in The Bahamas. Our credit quality remains strong.

Economic growth in the Caribbean advanced at a moderate pace in 2024, as output in most markets already completed their recovery cycles following the COVID-19 pandemic. Tourism remains the primary engine of expansion, while robust construction activity also continues to buttress growth. Additionally, regional inflation continues to soften. The regional outlook remains stable, but potential threats to the global economy like commodity price shocks and/or slower global growth could negatively impact prospects.

The Board of Directors approved a quarterly dividend of \$0.0125 per share, bringing the total dividend to \$0.05 per share for the year demonstrating the Bank's strong financial position and commitment to shareholder return. The dividend will be paid on January 17, 2025, to shareholders of record on December 27, 2024. The Bank's Tier 1 and Total Capital ratios remain strong at 17.8% and 20.0%, respectively, in excess of applicable regulatory requirements.

I wish to sincerely thank all of our clients, employees, shareholders and directors for their continued support in making our bank the best franchise in the Caribbean


Mark St. Hill
Chief Executive Officer
December 16, 2024

¹Prior year reported net income was adjusted for net gains from divestitures of \$2.9 million.



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REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

TO THE SHAREHOLDERS OF CIBC CARIBBEAN BANK LIMITED

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at October 31, 2024, the summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows for the year then ended, and related notes, are derived from the complete audited consolidated financial statements of CIBC Caribbean Bank Limited and its subsidiaries (the "Group") for the year ended October 31, 2024.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, on the basis described in Note 1.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by the IFRS Accounting Standards as issued by the International Accounting Standards Board. Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon. The summary consolidated financial statements and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated December 16, 2024. That report also includes the communication of Key Audit Matters. Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period.

Management's responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Note 1.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

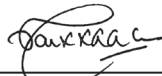

ERNEST & YOUNG
December 16, 2024

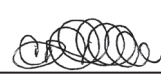
Note 1

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of CIBC Caribbean Bank Limited and its subsidiaries for the year ended October 31, 2024, which are prepared in accordance with the IFRS Accounting Standards.

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Audited Year ended	Audited Year ended
	At Oct 31, 2024	At Oct 31, 2023
Assets		
Cash, balances with Central Banks and due from banks	2,407,190	2,261,564
Loans and advances to customers	6,962,869	6,633,855
Securities	3,169,444	2,846,655
Property and equipment	211,549	210,899
Other assets	357,435	287,149
Intangible assets	44,372	44,372
	<u>13,152,859</u>	<u>12,284,494</u>
Assets of disposal group classified as held for sale and discontinued operations	156,426	236,614
Total assets	<u>13,309,285</u>	<u>12,521,108</u>
Liabilities		
Customer deposits	11,286,331	10,533,327
Other liabilities	268,770	244,796
Debt securities in issue	-	26,599
	<u>11,555,101</u>	<u>10,804,722</u>
Liabilities of disposal group classified as held for sale and discontinued operation	121,883	363,867
Total liabilities	<u>11,676,984</u>	<u>11,168,589</u>
Equity attributable to equity holders of the parent		
Issued capital and reserves	1,161,503	1,048,296
Retained earnings	432,195	270,999
	<u>1,593,698</u>	<u>1,319,295</u>
Non-controlling interests	<u>38,603</u>	<u>33,224</u>
Total equity	<u>1,632,301</u>	<u>1,352,519</u>
Total liabilities and equity	<u>13,309,285</u>	<u>12,521,108</u>


Mark St. Hill
Chief Executive Office


Chris de Caires
Director

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Parent				Total Equity
	Issued Capital	Reserves	Retained Earnings	Non- controlling Interests	
Balance at October 31, 2022	1,193,149	(178,338)	115,085	29,181	1,159,077
Comprehensive income for the year	-	285	264,056	6,114	270,455
Transfer to reserves	-	33,200	(33,200)	-	-
Equity dividends	-	-	(74,942)	-	(74,942)
Dividends of subsidiary	-	-	-	(2,071)	(2,071)
Balance at October 31, 2023	<u>1,193,149</u>	<u>(144,853)</u>	<u>270,999</u>	<u>33,224</u>	<u>1,352,519</u>
Balance at October 31, 2023	1,193,149	(144,853)	270,999	33,224	1,352,519
Comprehensive income for the year	-	82,337	270,990	7,450	360,777
Transfer to reserves	-	30,870	(30,870)	-	-
Equity dividends	-	-	(78,924)	-	(78,924)
Dividends of subsidiary	-	-	-	(2,071)	(2,071)
Balance at October 31, 2024	<u>1,193,149</u>	<u>(31,646)</u>	<u>432,195</u>	<u>38,603</u>	<u>1,632,301</u>



CIBC Caribbean Bank Limited

Summary Consolidated Financial Statements

For the year ended October 31, 2024 (expressed in thousands of United States Dollars)

SUMMARY CONSOLIDATED STATEMENT OF INCOME

	Audited Year Ended Oct 31, 2024	Audited Year Ended Oct 31, 2023
Total revenue	746,565	715,463
Operating expenses	441,611	414,504
Credit loss expense on financial assets	2,667	11,183
	444,278	425,687
Income before taxation	302,287	289,776
Income tax expense	26,572	29,015
Net income for the year from continuing operations	275,715	260,761
Net income for the year from discontinued operations	6,912	4,727
Net (loss)/income for the year from discontinuing operations	(5,114)	4,422
Net Income for the year	277,513	269,910
Attributable to:		
Equity holders of the parent	270,990	264,056
Non-controlling interests	6,523	5,854
	277,513	269,910
Basic and diluted earnings per share from continuing operations attributable to the equity holders of the parent for the year: (expressed in cents per share)	17.1	16.2
Basic and diluted earnings per share attributable to the equity holders of the parent for the year: (expressed in cents per share)	17.2	16.7

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Audited Year Ended Oct 31, 2024	Audited Year Ended Oct 31, 2023
Net income for the year	277,513	269,910
Other comprehensive income (net of tax) to be reclassified to net income in subsequent periods		
Net gains on debt securities at fair value through other comprehensive income	10,835	7,202
Net losses on derivatives designated as cash flow hedges	(28)	-
Net exchange losses on translation of foreign operations	(2,416)	(1,082)
	8,391	6,120
Other comprehensive income/(loss) (net of tax) not to be reclassified to net income in subsequent periods:		
Re-measurement gains/(losses) of retirement benefit obligations	74,873	(5,575)
Other comprehensive income for the year, net of tax	83,264	545
Comprehensive income for the year, net of tax	360,777	270,455
Comprehensive income for the year attributable to:		
Continuing operations	357,067	263,491
Discontinued operations	8,824	4,705
Discontinuing operations	(5,114)	2,259
	360,777	270,455
Comprehensive income for the year attributable to:		
Equity holders of the parent	353,327	264,341
Non-controlling interests	7,450	6,114
	360,777	270,455

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	Audited Year Ended Oct 31, 2024	Audited Year Ended Oct 31, 2023
Net cash from/(used in) operating activities from continuing operations	658,830	(671,317)
Net cash (used in)/from investing activities from continuing operations	(213,516)	163,906
Net cash used in financing activities from continuing operations	(118,900)	(89,526)
Net increase/(decrease) in cash and cash equivalents for the period from continuing operations	326,414	(596,937)
Net increase/(decrease) in cash from continuing operations	326,414	(596,937)
Net (decrease)/increase in cash from discontinuing operations	(161,796)	134,532
Effect of exchange rate changes on cash and cash equivalents	(2,416)	(1,082)
Cash and cash equivalents, beginning of the year	1,880,386	2,343,873
Cash and cash equivalents from discontinuing operations	10,644	132,966
Cash and cash equivalents, end of the year	2,053,232	2,013,352

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

1. General Information

CIBC Caribbean Bank Limited (formerly CIBC FirstCaribbean International 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 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 11, 2024.

2. Basis of preparation and material accounting policies

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of CIBC Caribbean Bank Limited and its subsidiaries for the year ended October 31, 2024, which are prepared in accordance with IFRS Accounting Standards. The Group's Annual Report will be posted on our website (www.cibcfcb.com) on December 17, 2024.

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 Caribbean 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, whilst the sale of the St. Maarten operations is expected to be completed on February 7, 2025.

As at October 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 year ended, October 31, 2024, the associated net income from the Curacao and St. Maarten operations have been presented as discontinued and discontinuing operations respectively on the consolidated statement of income in accordance with IFRS Accounting Standards.