FirstCaribbean International Bank Limited

Condensed Consolidated Financial Statements

For the Third Quarter ended July 31, 2007 (expressed in thousands of United States dollars)

FIRSTCARIBBEAN
INTERNATIONAL BANK

CHAIRMAN'S REVIEW

Net income attributable to equity shareholders for the nine months ended July 31, 2007 was $164.1 million, a 31% increase year-on-year. These results were impacted by transactions which had a net positive impact of $12.3 million, as disclosed in the accompanying notes. Excluding the effect of these transactions, the growth in earnings year-on-year was 21%.

Total revenue for the period amounted to $416.3 million, an increase of $46.9 million (12.7%) over the prior year. Earnings on our investment portfolios in the third quarter were adversely impacted by global widening of creditspreads, which led to a reduction in revenues of approximately $4 million when compared to previous quarters. This impacted the third quarter's net income which was $43.6 million, a 5.6% growth over the third quarter of 2006.

Net interest income grew by $33.4 million or 12.2% over the prior year, driven principally by the increases in loan and investment volumes.

Loan balances have grown by $0.6 billion or 10.8% compared to the prior year and have now crossed the $6 billion mark.

Operating expenses were $14.3 million or 6.6% above the prior year with our efficiency ratio (ratio of costs to revenues) being at 54.9% (excluding the impact of the transactions noted above), an improvement over the prior fiscal of 58.0%.

The annualised return on tangible equity for the period was 23.4% (2006 – 21.2%).

We are satisfied with the year to date performance and the growth in volumes and profitability. We continue to thank our many loyal customers for their continued support and our dedicated staff for their contribution.

Michael K. Mansoor
Chairman
August 28, 2007

CONDENSED CONSOLIDATED BALANCE SHEET

	Unaudited Period ended July 31, 2007	Restated Unaudited Period ended July 31, 2006	Restated Audited October 31, 2006
Assets			
Cash, balances with Central Banks and other banks	**2,534,991**	2,867,825	2,425,859
Financial assets at fair value through the profit or loss	**1,465,697**	901,267	1,161,318
Loans and advances to customers	**6,022,939**	5,433,691	5,670,824
Investment securities	**1,724,394**	681,138	1,572,103
Property, plant and equipment	**132,321**	141,208	139,680
Other assets	**102,000**	157,862	151,203
Intangible assets	**348,216**	350,223	349,418
Total assets	**12,330,558**	10,533,214	11,470,405
Liabilities			
Customer deposits and other borrowings	**10,653,065**	8,997,704	9,870,552
Other liabilities	**123,005**	176,538	193,003
Debt securities in issue	**275,963**	200,489	200,290
	11,052,033	9,374,731	10,263,845
Equity			
Capital and reserves attributable to equity holders of the Company			
Share capital & reserves	**805,633**	773,812	780,121
Retained earnings	**448,636**	363,387	403,610
	1,254,269	1,137,199	1,183,731
Minority interest	**24,256**	21,284	22,829
	1,278,525	1,158,483	1,206,560
Total liabilities and equity	**12,330,558**	10,533,214	11,470,405

Sir Allan Fields
Director

Mr. Kiffin Simpson
Director

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Attributable to equity holders of the Company				
	Share Capital	Reserves	Retained Earnings	Minority Interest	Total Equity
Balance at October 31, 2005 as previously reported	1,117,349	(380,748)	376,066	21,334	1,134,001
Prior period adjustment	—	—	(32,488)	(1,029)	(33,517)
As restated	1,117,349	(380,748)	343,578	20,305	1,100,484
Net income for the year as previously reported	—	—	128,309	4,297	132,606
Prior period adjustment	—	—	(3,050)	(58)	(3,108)
As restated	—	—	125,259	4,239	129,498
Dividends	—	—	(68,632)	(3,260)	(71,892)
Transfer to reserves	—	36,818	(36,818)	—	—
Foreign currency translation differences	—	(1,917)	—	—	(1,917)
Net change in available-for-sale investments securities	—	(2,040)	—	—	(2,040)
Net change in cash flow hedges	—	4,350	—	—	4,350
Balance at July 31, 2006 as restated	1,117,349	(343,537)	363,387	21,284	1,158,483
Balance at October 31, 2006	1,116,923	(336,802)	403,610	22,829	1,206,560
Net income for the period	—	—	164,095	4,434	168,529
Dividends	—	—	(89,833)	(2,704)	(92,537)
Purchase of treasury shares	(1)	—	—	—	(1)
Contributed surplus	—	3,119	—	—	3,119
Share based payment reserves	—	1,388	—	—	1,388
Transfer to reserves	—	25,963	(25,963)	—	—
Foreign currency translation differences	—	532	(3,273)	—	(2,741)
Net change in available-for-sale investments securities	—	(5,489)	(0)	(303)	(5,792)
Balance at July 31, 2007	1,116,922	(311,289)	448,636	24,256	1,278,525

CONDENSED CONSOLIDATED STATEMENT OF INCOME

	Unaudited Quarter ended July 31, 2007	Restated Unaudited Quarter ended July 31, 2006	Unaudited Period ended July 31, 2007	Restated Unaudited Period ended July 31, 2006	Restated Audited October 31, 2006
Interest income	**194,484**	167,403	**572,920**	461,735	637,685
Interest expense	**(90,569)**	(72,431)	**(266,582)**	(188,747)	(261,913)
Net interest income	**103,915**	94,972	**306,338**	272,988	375,772
Operating income	**32,051**	32,108	**109,991**	96,405	128,390
	135,966	127,080	**416,329**	369,393	504,162
Operating expenses	**78,704**	73,814	**216,240**	214,217	294,864
Loan loss expenses	**5,507**	2,698	**11,634**	7,598	10,369
Amortisation of intangible assets	**741**	1,479	**2,220**	1,479	2,219
	84,952	77,991	**230,094**	223,294	307,452
Income before taxation and minority interest	**51,014**	49,089	**186,235**	146,099	196,710
Taxation	**6,337**	6,398	**17,706**	16,601	20,390
Net income for the year	**44,677**	42,691	**168,529**	129,498	176,320
Attributable to:					
Equity holders of the Company	**43,589**	41,259	**164,095**	125,259	170,632
Minority interest	**1,088**	1,432	**4,434**	4,239	5,688
Net Income for the year	**44,677**	42,691	**168,529**	129,498	176,320
Weighted average number of common shares outstanding (000's)	**1,526,030**	1,525,176	**1,526,030**	1,525,176	1,525,155
Net income per common share in cents attributable to the equity holders of the Company					
— basic	**2.9**	2.7	**10.8**	8.2	11.2
— diluted	**2.9**	2.7	**10.8**	8.2	11.2

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Period ended July 31, 2007	Unaudited Period ended July 31, 2006	Restated Audited October 31, 2006
Net cash from/(used in) operating activities	**127,486**	(539,988)	(540,286)
Net cash (used in)/from investing activities	**(105,387)**	897,181	27,975
Net cash (used in)/from financing activities	**(82,152)**	(78,257)	588,848
Net (decrease)/increase in cash and cash equivalents for the year	**(60,053)**	278,936	76,537
Effect of exchange rate changes on cash and cash equivalents	**(2,741)**	(1,917)	(2,241)
Cash and cash equivalents, beginning of year	**2,076,963**	2,002,667	2,002,667
Cash and cash equivalents, end of year	**2,014,169**	2,279,686	2,076,963

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS — UNAUDITED

Summary of significant accounting policies

Basis of presentation

The accompanying unaudited condensed consolidated financial statements of FirstCaribbean International Bank Limited (the Group) should be read in conjunction with the IFRS consolidated financial statements and notes thereto for the year ended October 31, 2006, included in the Group's Annual Report 2006. 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. Certain reclassifications have been made to the prior period's financial statements to conform to the current period's presentation. These condensed consolidated financial statements reflect, in the opinion of management, all adjustments that are necessary for a fair presentation of the 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 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.

Transactions affecting year on year comparisons

Change in post retirement medical benefits
Effective January 1, 2007 certain changes to the Group's health benefit scheme were made which resulted in the recognition of a curtailment gain of $17.1 million.

Change in accounting estimates
Effective November 1, 2007, the Group changed its estimate on the useful life of software which resulted in an increase in the depreciation charge for the year to date in the amount of $4.8 million.

Change in accounting policy
Effective March 1, 2007, the Group changed the date on which all purchases and sales of financial assets at fair value through profit and loss are to be recognized from trade date to settlement date. The 2006 previously published year to date July 31, 2006 comparatives and audited October 31, 2006 numbers have been restated to reflect this adjustment. The impact on the year to date July 31, 2006 comparatives was to reduce other liabilities by $0.2 billion and other assets by $0.4 billion and to increase trading securities by $0.2 billion, while the impact on the audited October 31, 2006 numbers was to reduce other liabilities by $0.9 billion, other assets by $0.4 billion and trading securities by $0.5 billion.

Loan fee deferrals
In the prior year, in accordance with IAS 18 Revenue, loan fee income, which would have been considered to be an integral part of the effective interest rate of the financial instruments, was deferred and recognized as an adjustment to the effective interest yield on the loan. This adjustment was applied retrospectively and as such, the comparative statements for 2005 were restated. The 2006 previously published comparatives for year to date July 31, 2006 have also been restated resulting in a decrease to net income and by extension retained earnings by $3.1 million, an increase to other liabilities by $3.5 million and an increase to other assets by $0.4 million.

Intangible assets
The customer relationship in relation to the acquisition of the Curacao Business resulted in the recognition of an intangible asset in the amount of $17 million which is being amortised through the statement of income based on a useful life of six years. No amortisation was recorded in the prior year until the third quarter although the acquisition was completed effective February 1, 2006 as the valuation of the intangibles was not finalised until that quarter. This resulted in the recognition of six months of amortisation on the intangible assets in the amount of $1.4 million in the comparative quarter and for the comparative year to date, while the current quarter reflects only three months of amortisation on the intangible assets and the current year to date reflects nine months. Goodwill was adjusted upwards by $1 million effective February 1, 2007 (12 months after the initial acquisition date).

Related party transactions
The agreement with Barclays Bank PLC whereby the Group would receive an annual payment from Barclays Bank PLC of $10 million as an incentive to retain deposit placements with Barclays Capital expired on December 31, 2005. The comparative period ended July 31, 2006 would therefore include income for the final two months in the amount of $1.7 million within operating income.

Issuance of debt instruments
The Group issued debt in the first quarter in the amount of $20 million by the Bahamas subsidiary and in the second quarter in the amount of $54 million out of its Jamaican and Trinidad subsidiaries. No debt was issued in the third quarter.

Dividends
During the third quarter, the interim dividend approved by the Board of Directors of three United States cents per share (US$0.0300 per share) was paid.

Note : Results have been converted to US$ at an exchange rate of US$1 = BBD$2

The above information is also available at our website **www.firstcaribbeanbank.com**