CIBC Caribbean Bank (Bahamas) Limited
Condensed Consolidated Financial Statements

For the three months ended January 31, 2026

CHIEF EXECUTIVE OFFICER'S REVIEW OF THE RESULTS

Our Bank delivered a solid financial performance in the first quarter of 2026 reflecting continued execution of our client-focused strategy. Our strategy is centered on deepening client relationships, advancing our digital banking capabilities and strengthening operational resilience, while maintaining financial strength and risk discipline in a dynamic operating environment.

For the three months ended January 31, 2026, the Bank reported net income of $25.5 million, down $4.1 million or 14% from the prior year's quarter. Our financial performance this quarter was largely impacted by higher provision for credit losses, reflecting an increase in impaired loans and the impact of model assumption updates. Overall, our credit quality remains strong and is well within our established risk appetite.

Revenue for the first quarter remained stable compared to the same period in the prior year, reflecting consistent operating and net interest income performance. Operating expenses were higher due to increased spend on strategic investments, activity-based costs and other costs associated with protecting the Bank.

At the end of the first quarter, the Bank's Tier 1 and Total Capital ratios stood at 27.5%, exceeding regulatory requirements. The Board of Directors approved a quarterly dividend of nine cents ($0.09) per share, and a special dividend of twenty-five cents ($0.25) per share subject to regulatory approval.

The Bank remains committed to fostering strong community partnerships and investing in local and sustainable development initiatives to drive social impact, foster resilience, and promote longterm prosperity.

I wish to thank our clients, employees, shareholders and directors for their continued loyalty, confidence and support.

Mark St. Hill
Chief Executive Officer

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 CIBC Caribbean Bank (Bahamas) Limited, please read CIBC Caribbean Bank (Bahamas) Limited's financial and other reports that are available on the Bank's website at www.cibccaribbean.com.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
B$'000

	Unaudited At Jan 31, 2026	Unaudited At Jan 31, 2025	Audited At Oct 31, 2025
ASSETS			
Cash, balances with The Central Bank and due from banks	1,214,260	1,145,580	1,103,375
Securities	1,572,902	1,441,834	1,561,377
Loans and advances to customers	2,341,673	2,176,493	2,240,248
Property and equipment	42,728	42,651	42,177
Other assets	105,520	309,538	101,566
Total assets	5,277,083	5,116,096	5,048,743
LIABILITIES			
Customer deposits	4,349,049	4,020,400	4,138,013
Derivative financial instruments	-	152	-
Other liabilities	68,563	269,787	65,454
Total liabilities	4,417,612	4,290,339	4,203,467
EQUITY			
Issued capital	477,230	477,230	477,230
Reserves	127,926	118,378	123,440
Retained earnings	254,315	230,149	244,606
Total equity	859,471	825,757	845,276
Total liabilities and equity	5,277,083	5,116,096	5,048,743

Director

Director

CONDENSED CONSOLIDATED STATEMENT OF INCOME
B$'000

	Unaudited Three Months Ended		Audited Year Ended
	Jan 31, 2026	Jan 31, 2025	Oct 31, 2025
Interest and similar income	56,740	57,567	230,065
Interest and similar expense	5,502	6,232	24,536
Net interest income	51,238	51,335	205,529
Operating income	18,909	19,472	76,607
	70,147	70,807	282,136
Operating expenses	38,428	37,522	151,464
Credit loss expense on financial assets	3,879	1,416	8,120
	42,307	38,938	159,584
Income before taxation	27,840	31,869	122,552
Income tax expense	2,296	2,212	11,219
Net income for the period	25,544	29,657	111,333
Weighted average number of common shares outstanding for the period	120,216,204	120,216,204	120,216,204
Net earnings per share (in cents)	21.2	24.7	92.6

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
B$'000

	Unaudited Three Months Ended		Audited Year Ended
	Jan 31, 2026	Jan 31, 2025	Oct 31, 2025
Net income for the period	25,544	29,657	111,333
Other comprehensive (loss)/ income to be reclassified to net income in subsequent periods			
Net (losses)/gains on debt securities at fair value through OCI	(529)	418	7,047
	(529)	418	7,047
Other comprehensive loss not to be reclassified to net income in subsequent periods			
Re-measurement losses on retirement benefit plans	-	-	(1,464)
	-	-	(1,464)
Other comprehensive (loss)/income for the period	(529)	418	5,583
Comprehensive income for the period	25,015	30,075	116,916

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
B$'000

	Unaudited Three Months Ended		Audited Year Ended
	Jan 31, 2026	Jan 31, 2025	Oct 31, 2025
Net cash from operating activities	120,288	93,246	185,763
Net cash used in investing activities	(421)	(36,988)	(108,284)
Net cash used in financing activities	(11,374)	(11,423)	(80,492)
Net increase/(decrease) in cash and cash equivalents	108,493	44,835	(3,013)
Cash and cash equivalents, beginning of the year	956,278	959,291	959,291
Cash and cash equivalents, end of the year	1,064,771	1,004,126	956,278

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
B$'000

	Issued Capital	Reserves	Retained Earnings	Total
Balance at October 31, 2024	477,230	101,439	227,832	806,501
Comprehensive income for the period	-	418	29,657	30,075
Dividends	-	-	(10,819)	(10,819)
Transfer to Statutory Reserve Fund - TCI	-	16,575	(16,575)	-
Transfer to Statutory Loan Loss Reserve - BAH	-	(54)	54	-
Balance at January 31, 2025	477,230	118,378	230,149	825,757
Balance at October 31, 2025	477,230	123,440	244,606	845,276
Comprehensive income for the period	-	(529)	25,544	25,015
Dividends	-	-	(10,820)	(10,820)
Transfer to Statutory Reserve Fund - TCI	-	4,605	(4,605)	-
Transfer to Statutory Loan Loss Reserve - BAH	-	410	(410)	-
Balance at January 31, 2026	477,230	127,926	254,315	859,471

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
January 31, 2026

1. Basis of preparation and summary of material accounting policies

The accompanying unaudited condensed consolidated financial statements of CIBC Caribbean Bank (Bahamas) Limited (the Bank) should be read in conjunction with the IFRS Accounting Standards (IFRS) consolidated financial statements and notes thereto for the year ended October 31, 2025, included in the Bank's Annual Report 2025. For a description of the Bank's material 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 the 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.

The consolidated financial statements include the accounts of the following wholly owned subsidiaries:

- Sentry Insurance Brokers Ltd.
- CIBC Caribbean (Bahamas) Nominees Company Limited
- CIBC Caribbean Land Holdings (TCI) Limited

Income taxes

In November 2024, The Bahamas has enacted the Qualified Domestic Minimum Top-up Tax ("QDMTT") in accordance with the OECD's Pillar Two initiative; which became applicable for the Bank during fiscal 2025. This regime required the Bank to have an effective tax rate (as calculated under the relevant legislation) of at least 15% of net income. Where the Bank's effective tax rate was less than 15%, an additional Top-up Tax was levied to bring the effective tax rate to 15%.

Additionally, the IASB previously issued "International Tax Reform – Pillar Two Model Rules", which amended IAS 12 to provide a temporary exception from the recognition and disclosure of deferred taxes arising from the implementation of Pillar Two Model Rules, which the Company has applied.

Dividends

The unaudited condensed consolidated financial statements as of January 31, 2026 reflect all dividends for which regulatory approval was received during the fiscal period. The Board of Directors has approved a quarterly dividend of nine cents ($0.09) per share, and a special dividend of twenty-five cents ($0.25) per share subject to regulatory approval.

CONDENSED CONSOLIDATED SEGMENT INFORMATION
B$'000

	Unaudited January 31, 2026				
	PBB	CB	WM	Admin	Total
Three Months Ended					
External revenue	18,497	16,295	502	15,944	51,238
Internal revenue	2,175	7,829	130	(10,134)	-
Net interest income	20,672	24,124	632	5,810	51,238
Operating income	10,848	8,129	521	(589)	18,909
	31,520	32,253	1,153	5,221	70,147
Depreciation	404	-	1	1,819	2,224
Operating expenses	5,686	1,990	391	28,137	36,204
Indirect expenses	15,104	13,946	826	(29,876)	-
Credit loss expense on financial assets	1,310	2,464	9	96	3,879
Income tax expense	741	1,122	(21)	454	2,296
Net income for the period	8,275	12,731	(53)	4,591	25,544
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	1,364,168	1,255,208	46,633	2,611,074	5,277,083
Segment liabilities	1,623,482	2,531,285	102,912	159,933	4,417,612

	Audited October 31, 2025				
	PBB	CB	WM	Admin	Total
Year Ended					
External revenue	72,873	58,110	1,793	72,753	205,529
Internal revenue	15,167	33,005	1,075	(49,247)	-
Net interest income	88,040	91,115	2,868	23,506	205,529
Operating income	40,216	33,868	2,372	151	76,607
	128,256	124,983	5,240	23,657	282,136
Depreciation	1,713	-	17	7,168	8,898
Operating expenses	22,850	7,515	1,596	110,605	142,566
Indirect expenses	59,508	54,817	3,176	(117,501)	-
Credit loss (release)/expense on financial assets	(2,591)	7,769	129	2,813	8,120
Income tax expense	4,683	6,076	32	428	11,219
Net income for the year	42,093	48,806	290	20,144	111,333
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	1,352,301	1,171,035	38,032	2,487,375	5,048,743
Segment liabilities	1,524,060	2,436,276	94,695	148,436	4,203,467

	Unaudited January 31, 2025				
	PBB	CB	WM	Admin	Total
Three Months Ended					
External revenue	18,417	14,473	461	17,984	51,335
Internal revenue	5,365	8,721	389	(14,475)	-
Net interest income	23,782	23,194	850	3,509	51,335
Operating income	11,368	8,025	446	(367)	19,472
	35,150	31,219	1,296	3,142	70,807
Depreciation	399	-	14	1,765	2,178
Operating expenses	5,490	1,972	377	27,505	35,344
Indirect expenses	14,059	14,427	742	(29,228)	-
Credit loss expense on financial assets	846	321	15	234	1,416
Income tax expense	1,583	1,398	26	(795)	2,212
Net income for the period	12,773	13,101	122	3,661	29,657
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	1,331,652	1,089,247	40,051	2,655,146	5,116,096
Segment liabilities	1,542,268	2,352,500	90,593	304,978	4,290,339

Notes:
The Bank's operations are organised 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.