



# BERMUDA COMMERCIAL BANK

Financial Results for the 9 Months Ended June 30, 2014



# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars - unaudited)

<b>Assets</b>	<b>JUN 30, 2014</b>	<b>SEP 30, 2013*</b>
Cash and term deposits:		
Due on demand	\$ 83,278,611	\$ 37,571,268
Term deposits	143,920,514	155,043,268
Total cash and term deposits	227,199,125	192,614,536
Receivable from a related party	6,291,310	21,412,350
Derivative financial instruments	1,428,176	4,173,271
Interest receivable	4,469,389	3,940,765
Other assets	14,045,410	9,352,690
Investment securities	221,197,493	252,613,417
Loans and advances to customers	85,774,942	78,049,354
Investment in an associate	18,812,909	18,795,921
Property and equipment	10,960,676	3,526,583
Goodwill and other intangible assets	6,116,562	7,194,752
<b>Total assets</b>	<b>\$ 596,295,992</b>	<b>\$ 591,673,639</b>
<b>Liabilities</b>		
Deposits:		
Demand deposits	\$ 272,690,099	\$ 258,040,418
Term deposits	191,469,506	209,462,667
Total deposits	464,159,605	467,503,085
Derivative financial instruments	2,515,881	6,582,691
Interest payable	3,347,446	3,821,665
Customer drafts payable	710,423	2,173,421
Other liabilities	3,035,390	2,129,497
<b>Total liabilities</b>	<b>\$ 473,768,745</b>	<b>\$ 482,210,359</b>
<b>Equity</b>		
Capital stock	\$ 16,807,963	\$ 16,807,963
Share premium	22,131,188	22,131,188
Reserve for available-for-sale	19,240,750	10,444,463
Share of other comprehensive income of an associate	(404,716)	(404,716)
Retained Earnings	64,752,062	60,484,382
<b>Total equity</b>	<b>122,527,247</b>	<b>109,463,280</b>
<b>Total liabilities and equity</b>	<b>\$ 596,295,992</b>	<b>\$ 591,673,639</b>

\*Audited

# CONSOLIDATED STATEMENT OF INCOME

(expressed in United States dollars - unaudited)

Income	For the three months ended		For the nine months ended	
	JUN 30, 2014	JUN 30, 2013	JUN 30, 2014	JUN 30, 2013
Interest income:				
Cash and term deposits	\$ 34,849	\$ 43,488	\$ 106,350	\$ 211,822
Money market funds	-	-	-	59,042
Loans and advances to customers	2,162,503	514,525	5,506,023	2,148,382
Financial investments	3,769,836	3,903,887	12,430,570	11,681,955
Total interest income	5,967,188	4,461,900	18,042,943	14,101,201
Interest expense	(999,292)	(931,698)	(2,992,974)	(2,720,496)
Net interest income	4,967,896	3,530,202	15,049,969	11,380,705
Fees and commissions	1,524,171	1,115,169	3,987,677	3,089,279
Net exchange gains (losses)	(478,941)	(266,048)	(580,288)	(807,007)
Hedging of investment securities	(583,339)	(557,905)	(3,445,055)	(2,613,315)
Dividend income	158,278	254,017	886,222	620,167
Gain from sale of financial investments	4,328,609	2,214,009	14,004,926	9,631,898
Impairment losses on financial investments	-	-	(992,217)	(1,160,184)
Share of profit of an associate	75,318	28,286	200,431	147,186
Other operating income	(859,637)	19,727	(809,882)	61,204
Total income	9,132,355	6,337,457	28,301,783	20,349,933
<b>Expenses</b>				
Salaries and employee benefits	2,755,412	2,342,727	8,320,196	7,567,529
Depreciation	90,723	86,181	233,448	250,723
Amortisation	132,974	125,569	393,267	378,627
General and administrative expenses	2,298,094	2,025,823	7,601,296	5,314,636
Total expenses	5,277,203	4,580,300	16,548,207	13,511,515
Net income	\$ 3,855,152	\$ 1,757,157	\$ 11,753,576	\$ 6,838,418