FirstCaribbean International Bank Limited
Condensed Consolidated Financial Statements
For the year ended October 31, 2007 (Expressed in thousands of United States dollars)

FIRSTCARIBBEAN
INTERNATIONAL BANK

Chairman's Review
For the fiscal year ended October 31, 2007 (All figures in US$)

The Bank had an excellent year with audited net income attributable to ordinary shareholders of $255.7 million, an increase of 61% or $96.6 million over the prior year. Included in these results is a one-time gain of $52.4 million relating to the VISA membership restructuring. Excluding this gain, net income attributable to ordinary shareholders was $203.3 million, representing a very strong 28% improvement over 2006, as restated.

Total revenue for the year, excluding the one-time gain, amounted to $553.6 million, an increase of $61.9 million (12.6%) over the prior year, with the main driver being net interest income. Net interest income was up year on year by $38.9 million (10%), driven primarily by increases in loans and investment volumes.

Net loans and advances to customers have grown by $0.4 billion (8%) compared to the prior year and have crossed the $6 billion mark.

Operating expenses were $6.7 million or 2% above the prior year, with our efficiency ratio (ratio of costs to revenues) being at 54.5% (excluding the one-time gain) vs 60.0% in 2006, an improvement over the prior fiscal of 5.5%.

The annualized return on tangible equity for the year, excluding the one-time gain, was 21.5% (2006 – 19.9%).

The Directors have approved the payment of a final dividend of three and a quarter United States cents per share (US$0.0325 per share) which will be payable to shareholders of record on December 13, 2007 on January 15, 2008. An interim dividend of three United States cents per share (US$0.0300 per share) was paid, so that the total dividend is six and a quarter United States cents per share (US$0.0625 per share) for 2007, which is an increase of 19% over the 2006 dividend.

I thank the Board, management, staff and most importantly our customers for their support in making this, our fifth completed year of operations, an exceptional one.

Michael K. Mansoor
Chairman
December 22nd, 2007

CONDENSED CONSOLIDATED BALANCE SHEET (USD'000)

	Audited Year ended October 31, 2007	Restated Audited October 31, 2006
Assets		
Cash, balances with Central Banks and other banks	1,518,650	2,425,859
Financial assets at fair value through the profit or loss	1,123,589	1,161,318
Loans and advances to customers	6,079,959	5,630,669
Investment securities	2,471,004	1,563,581
Property, plant and equipment	136,002	139,680
Other assets	178,995	151,203
Intangible assets	347,476	349,418
Total assets	11,855,675	11,421,728
Liabilities		
Customer deposits and other borrowings	10,033,840	9,870,552
Other liabilities	186,854	151,587
Debt securities in issue	274,161	200,290
	10,495,855	10,222,429
Equity		
Capital and reserves attributable to equity holders of the Company		
Share capital & reserves	815,683	780,764
Retained earnings	520,310	396,166
	1,335,993	1,176,930
Minority interest	24,827	22,369
	1,360,820	1,199,299
Total liabilities and equity	11,855,675	11,421,728

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

Sir Allan Fields
Director

Mr. Kiffin Simpson
Director

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (USD'000)

	Attributable to equity holders					
	Share Capital	Treasury Shares	Reserves	Retained Earnings	Minority Interest	Total Equity
Balance at October 31, 2005 as previously reported	1,117,349	-	(380,748)	343,578	20,305	1,104,484
Prior period adjustment	-	-	-	4,096	47	4,143
Balance at October 31, 2005	1,117,349	-	(380,748)	347,674	20,352	1,104,627
Foreign currency translation differences	-	-	205	(2,446)	-	(2,241)
Net change in available-for-sale investments securities	-	-	(473)	-	-	(473)
Net change in cash flow hedges	-	-	4,350	-	-	4,350
Total income and expense for the year recognised directly in equity	-	-	4,082	(2,446)	-	1,636
Net income for the year as previously reported	-	-	-	170,632	5,688	176,320
Prior period adjustment				(11,540)	(507)	(12,047)
Net income for the year	-	-	-	159,092	5,181	164,273
Total income and expense for the year	-	-	4,082	156,646	5,181	165,909
Transfer to reserves	-	-	39,522	(39,522)	-	-
Net purchase of treasury shares	-	(426)	-	-	-	(426)
Share based payment reserves	-	-	985	-	-	985
Equity dividends	-	-	-	(68,632)	-	(68,632)
Dividends of subsidiaries	-	-	-	-	(3,164)	(3,164)
Balance at October 31, 2006	1,117,349	(426)	(336,159)	396,166	22,369	1,199,299
Balance at October 31, 2006	1,117,349	(426)	(336,802)	403,610	22,829	1,206,560
Prior period adjustment	-	-	643	(7,444)	(460)	(7,261)
As restated	1,117,349	(426)	(336,159)	396,166	22,369	1,199,299
Foreign currency translation differences	-	-	1,053	(6,829)	(233)	(6,009)
Net change in available-for-sale investments securities	-	-	(4,023)	-	(279)	(4,302)
Total income and expense for the year recognised directly in equity	-	-	(2,970)	(6,829)	(512)	(10,311)
Net income for the year	-	-	-	255,667	5,674	261,341
Total income and expense for the year	-	-	(2,970)	248,838	5,162	251,030
						-
Transfer to reserves	-	-	34,860	(34,860)	-	-
Purchase of treasury shares	-	(992)	-	-	-	(992)
Share based payment reserves	-	-	902	-	-	902
Contributed surplus	-	-	3,119	-	-	3,119
Dividends	-	-	-	(89,834)	-	(89,834)
Dividends of subsidiaries	-	-	-	-	(2,704)	(2,704)
Balance at October 31, 2007	1,117,349	(1,418)	(300,248)	520,310	24,827	1,360,820

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

CONDENSED CONSOLIDATED STATEMENT OF INCOME (USD'000)

	Audited Year ended October 31, 2007	Restated Audited October 31, 2006
Interest income	784,857	648,016
Interest expense	(359,876)	(261,913)
Net interest income	424,981	386,103
Operating income	181,048	105,627
	606,029	491,730
Operating expenses	301,607	294,864
Loan loss expenses	17,029	10,369
Amortisation of intangible assets	2,960	2,219
	321,596	307,452
Income before taxation and minority interest	284,433	184,278
Taxation	23,092	20,005
Net income for the year	261,341	164,273
Attributable to:		
Equity holders of the Company	255,667	159,092
Minority interest	5,674	5,181
Net Income for the year	261,341	164,273
Weighted average number of common shares outstanding (000's)	1,525,666	1,525,155
Net income per common share in cents attributable to the equity holders of the Company		
- basic	16.8	10.4
- diluted	16.8	10.4

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (USD'000)

	Audited Year ended October 31, 2007	Restated Audited October 31, 2006
Net cash used in operating activities	(243,656)	(549,949)
Net cash (used in)/from investing activities	(785,440)	37,638
Net cash (used in)/from financing activities	(75,635)	588,848
Net (decrease)/increase in cash and cash equivalents for the year	(1,104,731)	76,537
Effect of exchange rate changes on cash and cash equivalents	(6,009)	(2,241)
Cash and cash equivalents, beginning of year	2,076,963	2,002,667
Cash and cash equivalents, end of year	966,223	2,076,963

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

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation
The accompanying audited 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 year's financial statements to conform to the current year'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 year presented.

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

Realised gain on Visa membership
The Bank recognised a realised gain of $52.4 million on the non-monetary exchange of its membership interest in Visa for a share interest.

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 $18.1 million.

Change in accounting estmates
Effective November 1, 2006, the Group changed its estimate on the useful life of software which resulted in an increase in the depreciation charge for the year in the amount of $6.4 million.

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 recognised as an adjustment to the effective interest yield on the loan. The associated fees however continued to be reported as part of operating income, but have now been reclassified appropriately as part of the effective interest rate of the financial instruments. This adjustment was applied retrospectively and as such, the comparative statements for 2006 were restated resulting in an increase in interest income by $10.6 million with a corresponding decrease in operating income. No impact to total revenues or net income.

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 prior year would therefore include income for the final two months in the amount of $1.7 million within operating income.

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 ten months of amortisation on the intangible assets in the amount of $2.2 million in the prior year, while the current year reflects twelve months in the amount of $2.9 million. There was also a change to goodwill, during the year and within twelve months after the initial acquisition date, adjusting goodwill upwards by $1 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 recognised from trade date to settlement date. The audited October 31, 2006 numbers have been restated to reflect this adjustment resulting in a reducuction to other liabilities by $0.9 billion, other assets by $0.4 billion and trading securities by $0.5 billion.

Hedge accounting
During the year, a review of the Group's hedge accounting revealed that one of the criteria was not fully met and this resulted in the restatement of the prior year's results. Opening retained earnings for 2006 was increased by $4.1 million, net income attributable to the equity holders of the Company for 2006 was reduced by $11.5 million with a corresponding reduction in retained earnings, total assets were reduced by $7.4 million, total liabilities reduced by $0.6 million and reserves were increased by $0.6 million.

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 further debt was issued for the rest of the year.

Dividends
During the thrid quarter, the interim dividends aproved by the Board of Directors of three united states cents per share (US$0.0300 per share) was paid. A final dividend in the amount of three and a quarter united states cents per share (US$0.0325 per share) was approved by the Board of Directors on December 11, 2007.

The above information is an extract from the full financial statements within the meaning of the related Banking Act, and is also available at our website www.firstcaribbeanbank.com
The full financial statements can be inspected on request.