

CIBC West Indies Holdings Limited. 2001

CHAIRMAN'S REVIEW

FOR THE THREE MONTHS ENDED JANUARY 31, 2001

Consolidated net income of the Group totalled \$31.1 million, a 14% increase over the \$27.4 million result posted over the similar period in 2000.

Earnings per share have increased to 5.1 cents from 4.5 cents in 1999. The Group achieved a return on equity of 21.9% compared to 21.6% in 1999.

Assets have increased by 10.2% over the three months with loans increasing by 8.0%. CIBC Bahamas has been the principal source of asset growth largely a result of the acquisition of a high-quality loan portfolio in November, 2000. These loans total \$290 million and have expected terms not exceeding two years.

Expenses as a ratio of revenue, a prime measure of productivity, continues its positive trend, falling, to 54.1% from 54.7% as at the same period in 2000.

The Group's performance in the first quarter has been in line with our expectations and we remain optimistic that 2001 will be another successful year for the Group.

CONSOLIDATED BALANCE SHEET BDS(\$'000)

As at January 31, 2001

Assets	Unaudited January 31, 2001	Unaudited January 31, 2000	Audited October 31, 2000
Cash resources	2,381,488	2,285,234	1,849,630
Securities	2,558,454	1,705,521	2,199,992
Loans	3,739,855	3,326,547	3,465,405
Fixed assets	142,332	117,808	123,427
Other assets	77,853	97,606	163,340

	<u>8,899,982</u>	<u>7,532,716</u>	<u>7,801,794</u>
Liabilities			
Total deposits	7,792,287	6,614,948	6,716,869
Other liabilities	<u>326,821</u>	<u>225,737</u>	<u>343,257</u>
	<u>8,119,108</u>	<u>6,840,685</u>	<u>7,060,126</u>
Equity			
Share capital & reserves	316,380	316,380	316,390
Retained earnings	<u>261,350</u>	<u>198,226</u>	<u>230,296</u>
	<u>577,730</u>	<u>514,606</u>	<u>546,676</u>
Minority interest	<u>203,144</u>	<u>177,425</u>	<u>194,992</u>
	<u>8,899,982</u>	<u>7,532,716</u>	<u>7,801,794</u>

CHANGES IN SHAREHOLDERS' EQUITY

	Number of Shares ('000)	Share capital BDS \$'000	Retained Earnings BDS \$'000
Balance at October 31, 1999	611,809	316,380	172,574
Net income for the period	-	-	27,391
Dividends	-	-	-
Foreign currency translation			(1,739)
Balance at January 31, 2001	<u>611,909</u>	<u>316,380</u>	<u>198,226</u>
Balance at October 31, 2000	611,809	316,390	230,296
Net income for the period	-	-	31,054
Dividends	-	-	-
Foreign currency translation	-	-	-
Balance at January 31, 2001	<u>611,809</u>	<u>316,380</u>	<u>261,350</u>

Note

The cumulative balance in the foreign currency translation account is

(\$10.8 million); 2000 (\$7.6 million)

CONSOLIDATED STATEMENT OF INCOME BDS(\$'000)

	Unaudited Three Months	Unaudited Three Months	Audited Year
	January 31, 2001	January 31, 2000	October 31, 2000
Total interest income	167,499	138,983	594,914
Total interest expenses	(94,042)	(68,715)	(313,945)
Net interest income	73,457	70,268	280,969
Non-interest income	30,860	32,426	126,846
	<u>104,317</u>	<u>102,694</u>	<u>407,815</u>
Non-interest expenses	56,390	58,985	225,334
Provision for credit losses	7,014	6,247	28,602
	<u>63,404</u>	<u>65,232</u>	<u>253,936</u>
Income before taxation and minority interest	40,913	37,462	153,879
Taxation	1,707	2,821	6,472
	<u>39,206</u>	<u>34,641</u>	<u>147,407</u>
Minority interest	8,152	7,250	29,709
Net Income	<u>31,054</u>	<u>27,391</u>	<u>117,698</u>
Average number of common shares outstanding (000's)	611,809	611,809	611,809
Net income per common share in cents	5.10	4.50	19.20

CONSOLIDATED STATEMENT OF CASH FLOWS (Bds\$'000)

	Unaudited Three Months	Unaudited Three Months	Audited Year
	April 30, 2000	April 30, 1999	October 31, 2000
Net cash from (used in) operating activities	581,353	357,736	16,240
Net cash from (used in) financing activities	(30,590)	(24,472)	(48,944)
Net cash used in investing activities	(18,905)	(2,064)	(15,404)

Effects of exchange rate changes on cash and cash equivalents	-	(7,251)	(28,682)
Net increase (decrease) in cash and cash equivalents for the year	531,858	323,949	(109,270)
Cash and cash equivalents, beginning of year	<u>1,849,630</u>	<u>1,961,285</u>	<u>1,958,900</u>
Cash and cash equivalents, end of period	<u>2,381,488</u>	<u>2,285,234</u>	<u>1,849,630</u>
