

FIRSTCARIBBEAN INTERNATIONAL BANK (JAMAICA) LIMITED

FOR THE SIX MONTHS ENDED APRIL 30, 2004

Chairman's Review

For the six months ended April 30, 2004

FirstCaribbean International Bank Jamaica Group recorded a net profit after tax of \$192.1 million for the six months ended April 30, 2004. This performance represents 22.9% increase over the \$156.3 million reported at the end of the second quarter last year.

Total revenue increased by \$165.3 million (18.7%) compared to the same period in the preceding year. Total interest income increased by \$200.1 million (19.8%) over the six months ended April 30, 2003 primarily due to greater loan volumes following two successful loan and mortgage campaigns.

Shareholders' return on equity was 17% for the half year compared to 18% for the corresponding period in the previous year; earnings per share was 99.4 cents in comparison to 80.9 cents for the period ended April 30, 2003.

Total assets stood at \$20.5 billion as at April 30, 2004, an increase of \$2.5 billion or 13.8% above the balance as at April 30, 2003. Loans increased by \$1.3 billion or 20.6% year over year and stood at \$7.8 billion as at April 30, 2004. Deposits grew by \$1.4 billion (9.1 %) to close the quarter at \$17.3 billion.

Given the decision to increase the capital of the bank, your board recommends that no interim dividend be paid for the half year ended April 30, 2004. We will review this

decision in light of the capital base of the bank at the end of the current fiscal year.

FirstCaribbean has successfully completed the integration of the bank across the region, which will now allow us to launch new sales channels and deliver significantly improved service to our customers.

Michael K. Mansoor
Chairman

CONSOLIDATED STATEMENT OF INCOME (J\$'000)

	Unaudited Quarter ended April 30, 2004	Unaudited Year To Date April 30, 2004	Unaudited Quarter ended April 30, 2003	Restated Year To Date April 30, 2003	Audited Year ended October 31, 2003
Total interest income	590,825	1,210,889	500,369	1,010,766	2,242,306
Total interest expenses	<u>(205,986)</u>	<u>(417,854)</u>	<u>(219,200)</u>	<u>(455,304)</u>	<u>(886,998)</u>
Net interest income	384,839	793,035	281,169	555,462	1,355,309
Non-interest income	<u>128,221</u>	<u>255,164</u>	<u>182,891</u>	<u>327,456</u>	<u>635,727</u>
Total Revenue	<u>513,060</u>	<u>1,048,199</u>	<u>464,060</u>	<u>882,918</u>	<u>1,991,035</u>
Non-interest expenses	360,460	748,363	333,431	642,098	1,290,900
Provision for credit losses	10,233	25,147	9,394	30,928	14,049
Restructuring/Integration Costs	0	0	0	0	(10,463)
	<u>370,693</u>	<u>773,510</u>	<u>342,825</u>	<u>673,026</u>	<u>1,294,486</u>
Income before taxation	142,367	274,689	121,235	209,892	696,549

Taxation	<u>(40,415)</u>	<u>(82,605)</u>	<u>(31,362)</u>	<u>(53,570)</u>	<u>(193,686)</u>
Net Income	<u>101,952</u>	<u>192,084</u>	<u>89,873</u>	<u>156,322</u>	<u>502,863</u>
Average number of common shares outstanding (000's)	193,333	193,333	193,333	193,333	193,333
Net income per common share in cents	52.7	99.4	46.5	80.9	260.1

SEGMENT FINANCIAL INFORMATION

CONSOLIDATED STATEMENT OF INCOME

For the six months ended

	April 30, 2004				April 30, 2003			
	Financial Services	Investment Management Services	Consol Elimin.	Group	Financial Services	Investment Management Services	Consol Elimin.	Group
Net Revenues	988,094	60,105	-	1,048,199	778,747	104,171	-	882,918
Operating Expenses	<u>(724,749)</u>	<u>(48,761)</u>	<u>-</u>	<u>(773,510)</u>	<u>(627,072)</u>	<u>(45,954)</u>	<u>-</u>	<u>(673,026)</u>
Profit before taxation	<u>263,345</u>	<u>11,344</u>	<u>-</u>	<u>274,689</u>	<u>151,675</u>	<u>58,217</u>	<u>-</u>	<u>209,892</u>

Income Tax				<u>(82,605)</u>				<u>(53,570)</u>
Net Profit				<u>192,084</u>				<u>156,322</u>
Segment Assets	<u>20,547,113</u>	<u>418,278</u>	<u>(472,116)</u>	<u>20,493,275</u>	<u>16,444,889</u>	<u>1,691,336</u>	<u>(127,489)</u>	<u>18,008,736</u>
Segment Liabilities	<u>18,219,792</u>	<u>349,782</u>	<u>(435,372)</u>	<u>18,134,202</u>	<u>15,057,653</u>	<u>1,221,379</u>	<u>(90,744)</u>	<u>16,188,288</u>
Other segment items:								
Capital expenditure	35,069	36	-	35,104	6,335	204	-	6,539
Depreciation	27,613	1,015	-	28,628	30,622	1,705	-	32,327
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

CONSOLIDATED BALANCE SHEET (J\$'000)

	Unaudited	Restated	Audited
Assets	April 30, 2004	April 30, 2003	October 31, 2003
Cash resources	8,317,000	7,382,075	7,673,416
Securities	2,481,898	2,316,728	2,659,287
Government securities purchased under resale agreement	379,997	617,623	412,797
Loans	7,796,048	6,463,268	7,061,581
Net investment in leases	24,720	29,441	25,632
Fixed assets	292,297	207,468	286,313
Other assets	<u>1,201,315</u>	<u>992,133</u>	<u>1,252,632</u>
	<u>20,493,275</u>	<u>18,008,736</u>	<u>19,371,658</u>
Liabilities			
Total deposits	17,347,798	15,899,537	16,561,713
Other liabilities	<u>786,404</u>	<u>288,751</u>	<u>642,956</u>

	<u>18,134,202</u>	<u>16,188,288</u>	<u>17,204,669</u>
Shareholders' Equity			
Share capital & reserves	1,724,477	1,274,477	1,274,477
Retained earnings	<u>634,596</u>	<u>545,971</u>	<u>892,512</u>
	<u>2,359,073</u>	<u>1,820,448</u>	<u>2,166,989</u>
	<u>20,493,275</u>	<u>18,008,736</u>	<u>19,371,658</u>

Michael Mansoor
Chairman

Raymond Campbell
Director

CONSOLIDATED CHANGES IN SHAREHOLDERS' EQUITY

	Number of Shares ('000)	Share Capital J\$ '000	Capital Reserve J\$ '000	Statutory Reserve Fund J\$ '000	Retained Earnings Reserve J\$ '000	Bldg. Society General Reserve J\$ '000	Total Share Capital & Reserves J\$ '000	Retained Earnings J\$ '000
Balance at November 1, 2002	193,333	96,667	19,458	156,667	932,163	45,522	1,250,477	432,982
Net income for the period								156,322
Transfer to retained earnings reserve					24,000		24,000	(24,000)
Dividends								(19,333)
Balance at April 30, 2003	<u>193,333</u>	<u>96,667</u>	<u>19,458</u>	<u>156,667</u>	<u>956,163</u>	<u>45,522</u>	<u>1,274,477</u>	<u>545,971</u>
Balance at November 1, 2003	193,333	96,667	19,458	156,667	956,163	45,522	1,274,477	892,512
Net income for the period							-	192,084

Transfer to retained earnings reserve					450,000		450,000	(450,000)
Dividends								
Balance at April 30, 2004	<u>193,333</u>	<u>96,667</u>	<u>19,458</u>	<u>156,667</u>	<u>1,406,163</u>	<u>45,522</u>	<u>1,724,477</u>	<u>634,596</u>

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

	Unaudited	Restated	Audited
	Six months ended	Six months ended	Year ended
	April 30, 2004	April 30, 2003	October 31, 2003
Net cash provided by/ (used in) operating activities	236,905	(1,253,756)	(752,884)
Net cash provided by/ (used in) investing activities	178,098	414,488	(33,444)
Net cash provided by/ (used in) financing activities	<u>162,671</u>	<u>(59,114)</u>	<u>114,910</u>
Net increase/(decrease) in cash and cash equivalents	577,674	(898,382)	(671,418)
Cash and cash equivalents, beginning of period	5,894,342	6,565,760	6,565,760
Cash and cash equivalents, end of period	<u>6,472,016</u>	<u>5,667,379</u>	<u>5,894,342</u>