

Financial Statements

REPORT OF THE AUDITOR
TO THE BOARD OF DIRECTORS AND SHAREHOLDERS OF
ATLANTIC BANK LIMITED

We have audited the accompanying statements of financial position of Atlantic Bank Limited as of 31st December 2012 and 2011, and the related statements of comprehensive income, changes in stockholders' equity and cash flows for the years then ended. These financial statements are the responsibility of the bank's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Atlantic Bank Limited as at 31st December 2012 and 2011, and the results of its operations and its cash flows for the years then ended in conformity with International Financial Reporting Standards.



CHARTERED ACCOUNTANT
27th February 2013

Belize City,
Belize, C.A.

STATEMENTS OF FINANCIAL POSITION
31ST DECEMBER 2012 AND 2011

All amounts expressed in Belize Dollars

	Notes	2012	2011
Assets:			
Cash and balances with central bank	2, 3	143,312,081	137,247,180
Treasury bills	2	20,000,000	17,000,000
Loans and advances	2, 4	366,333,019	326,550,119
Less: specific loan loss reserve	2,4	(7,145,915)	(2,408,333)
Other assets	5	11,532,662	9,617,898
Investments	2, 6	4,132,610	8,221,210
Bank premises and equipment	2, 7	<u>24,843,053</u>	<u>25,938,540</u>
Total assets		<u><u>563,007,510</u></u>	<u><u>522,166,614</u></u>
Liabilities:			
Deposits	2, 8	493,463,395	456,586,970
Due to other banks	9	2,208,207	3,624,777
Other liabilities	10	<u>16,763,626</u>	<u>14,234,844</u>
Total liabilities		<u><u>512,435,228</u></u>	<u><u>474,446,591</u></u>
Contingent liabilities	11		
NET ASSETS		<u><u>50,572,282</u></u>	<u><u>47,720,023</u></u>
Shareholders' interest:			
Share capital			
Ordinary shares, authorized and issued 180,249/150,249 of \$100 par value each		<u>18,024,900</u>	<u>15,024,900</u>
Share premium		<u>1,523,500</u>	<u>1,523,500</u>
Retained earnings (page 4):			
Appropriated for legal reserve		14,651,813	14,092,975
Appropriated for contingencies reserve		11,309,247	10,185,712
Unappropriated		<u>1,455,332</u>	<u>3,902,350</u>
Total retained earnings		<u><u>27,416,392</u></u>	<u><u>28,181,037</u></u>
General loan loss reserve	2,4	<u>3,607,490</u>	<u>2,990,586</u>
SHAREHOLDERS' INTERESTS		<u><u>50,572,282</u></u>	<u><u>47,720,023</u></u>

Approved on behalf of the Board


 Director


 Director

Dated:

Auditor's report page 1.

The notes on pages 8 to 24 form an integral part of these financial statements

STATEMENTS OF COMPREHENSIVE INCOME
 YEARS ENDED 31ST DECEMBER 2012 AND 2011

All amounts expressed in Belize Dollars

	Notes	2012	2011
Interest income	12	39,909,859	41,350,709
Interest expense	12	<u>(16,036,938)</u>	<u>(18,876,411)</u>
Net interest income		23,872,921	22,474,298
Fee and commission income	13	3,545,074	3,237,283
Fee and commission expense	13	<u>(2,321,959)</u>	<u>(1,949,963)</u>
Net fee and commission income		1,223,115	1,287,320
Dividend income	14	-	536,000
Net trading income	15	8,216,167	5,985,743
Other operating income	16	10,877,908	11,668,192
OPERATING INCOME		<u>44,190,111</u>	<u>41,951,553</u>
Provision for credit losses	17	(7,157,820)	(4,843,191)
Personnel expense	18	(18,074,397)	(17,531,479)
Other operating expenses	19	<u>(12,115,419)</u>	<u>(11,609,739)</u>
INCOME BEFORE TAXATION		6,842,475	7,967,144
BUSINESS TAX	20	<u>(4,607,120)</u>	<u>(4,073,809)</u>
NET INCOME		<u><u>2,235,355</u></u>	<u><u>3,893,335</u></u>
Earnings per share	21	15	26

The notes on pages 8 to 24 form an integral part of these financial statements