2014 Annual Financial Report



Building the future together



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

We have audited the accompanying financial statements of Atlantic Bank Limited which comprise of the statements of financial position as at 31st December 2014 and 2013 and the statements of comprehensive income, statements of changes in equity and cash flows for the years then ended, and summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

REPORT OF THE INDEPENDENT AUDITOR (continued)

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion the financial statements present fairly, in all material respects, the financial position of Atlantic Bank Limited as at 31st December 2014 and 2013 and of its financial performance and cash flows for the years then ended in accordance with International Financial Reporting Standards.

In our opinion the financial statements present fairly, in all material respects, the financial position of Atlantic Bank Limited as at 31st December 2014 and 2013 and of its financial performance and cash flows for the years then ended in accordance with the Domestic Banks and Financial Institutions Act (2012) as specified in notes 1 and 2 of these financial statements.

Baker Tilly Hulse

Chartered Accountant

27th April 2015

Belize City,

Belize, C.A.

ATLANTIC BANK LIMITED

STATEMENTS OF FINANCIAL POSITION 31ST DECEMBER 2014 AND 2013

All amounts expressed in Belize dollars

	Notes	2014	2013 (restated)
Assets:			
Cash and cash equivalents Investments other than associates Loans receivable	2, 3, 4 2, 3, 5 2, 3, 6 2, 3, 6	159,469,808 35,523,052 503,457,656 (17,162,166)	160,213,750 25,000,179 430,142,979 (10,124,072)
Less: specific loan loss reserve Other assets Associate investments Property and equipment	2, 3, 6 2, 3, 7 2, 8 2, 9	8,679,341 - 26,084,141	12,167,309 260,456 23,646,454
Total assets		716,051,832	641,307,055
Liabilities:			
Customers' deposits Lines of credit Other liabilities Severance payable	2, 3, 10 2, 3, 11 2, 3, 12 2, 13	639,365,954 2,875,647 14,414,228 2,994,749	563,521,974 3,356,502 17,252,993 2,662,734
Total liabilities		659,650,578	586,794,203
NET ASSETS		56,401,254	54,512,852
Shareholders' equity (page 5):			
Share capital	2	20,924,900	19,424,900
Share premium		1,523,500	1,523,500
Retained earnings		47.000.700	45 457 070
Appropriated for legal reserve Appropriated for contingencies reserve	2 2	15,828,793 11,780,038	15,457,070 11,631,349
Unappropriated	-	1,431,022	2,229,496
Total retained earnings		29,039,853	29,317,915
General loan loss reserve	2	4,913,001	4,246,537
SHAREHOLDERS' EQUITY		56,401,254	54,512,852

Approved on behalf of the Board

Director

_Director

Dated:

Auditor's report page 1 - 2.

The notes on pages 9 - 35 form an integral part of these financial statements.

STATEMENTS OF COMPREHENSIVE INCOME YEARS ENDED 31ST DECEMBER 2014 AND 2013

All amounts expressed in Belize dollars

	Notes	2014	2013 (restated)
INCOME			,
Interest income Interest expense	2, 14 2, 14	46,376,251 (15,994,998)	44,314,535 (16,101,208)
Net interest income		30,381,253	28,213,327
Fee and commission income Fee and commission expense	2, 15 2, 15	4,136,349 (3,638,587)	3,497,649 (2,774,437)
Net fee and commission income		497,762	723,212
Dividend income	2, 16	222,064	-
Net trading income	2, 17	6,201,074	7,994,688
Other income	18	15,104,736	12,547,816
		52,406,889	49,479,043
EXPENSE			
Provision for loan losses	19	(11,112,297)	(7,321,197)
Personnel expenses	20	(19,928,414)	(19,414,376)
Other operating expenses	21	(11,314,270)	(10,888,422)
(Loss) / gain on investment in associate - equity method		(260,056)	205,556
		(42,615,037)	(37,418,439)
Net income before taxes and depreciation		9,791,852	12,060,604
Less: depreciation on property		(1,906,851)	(1,966,594)
Net income before taxes		7,885,001	10,094,010
Less: taxes	22	(5,996,599)	(5,329,974)
Net income for the year		1,888,402	4,764,036
Basic earnings per share	2	9.36	25.44

The notes on pages 9 - 35 form an integral part of these financial statements.