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Page 1

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 statement of financial position as at 31st December 2015 and the statement of comprehensive income, statement of changes in equity and cash flows for the year 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.

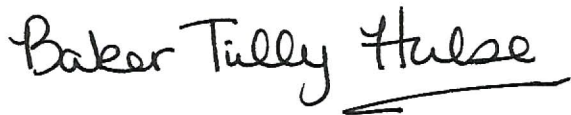
REPORT OF THE INDEPENDENT AUDITOR (continued)

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 2015 and of its financial performance and cash flows for the year 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 2015 and of its financial performance and cash flows for the year then ended in accordance with the Domestic Banks and Financial Institutions Act (2012) as specified in notes 1 and 2 of these financial statements.

A handwritten signature in black ink that reads "Baker Tilly Hulse". The signature is written in a cursive style, with the first letters of each word being capitalized and prominent. A horizontal line is drawn underneath the signature.

Baker Tilly Hulse
Chartered Accountant
28th April 2016

Belize City,
Belize, C.A.

STATEMENT OF FINANCIAL POSITION
31ST DECEMBER 2015

All amounts expressed in Belize dollars

	Notes	2015	2014
Assets:			
Cash and cash equivalents	2, 3, 4	187,077,544	159,469,808
Investments	2, 3, 5	99,913,315	35,523,052
Loans receivable	2, 3, 6	539,737,615	503,457,656
Less: specific loan loss reserve	2, 3, 6	(16,841,157)	(17,162,166)
Other assets	2, 3, 7	9,581,243	8,679,341
Property and equipment	2, 8	24,904,748	26,084,141
Total assets		844,373,308	716,051,832
Liabilities:			
Customers' deposits	2, 3, 9	756,521,245	639,365,954
Lines of credit	2, 3, 10	-	2,875,647
Other liabilities	2, 3, 11	15,434,507	14,414,228
Severance payable	2, 12	3,348,449	2,994,749
Total liabilities		775,304,201	659,650,578
NET ASSETS		69,069,107	56,401,254
Shareholders' equity (page 5 & 6):			
Share capital	2	25,000,000	20,924,900
Share premium		1,523,500	1,523,500
Retained earnings			
Appropriated for legal reserve	2	18,077,446	15,828,793
Appropriated for contingencies reserve	2	12,679,464	11,780,038
Unappropriated		6,723,186	1,431,022
Total retained earnings		37,480,096	29,039,853
General loan loss reserve	2	5,065,511	4,913,001
SHAREHOLDERS' EQUITY		69,069,107	56,401,254

Approved on behalf of the Board

 Director

 Director

Dated:

Auditor's report page 1 - 2.

The notes on pages 9 - 32 form an integral part of these financial statements.

STATEMENT OF COMPREHENSIVE INCOME
YEAR ENDED 31ST DECEMBER 2015

All amounts expressed in Belize dollars

	Notes	2015	2014
INCOME			
Interest income	2, 13	50,164,101	46,376,251
Interest expense	2, 13	<u>(16,256,866)</u>	<u>(15,994,998)</u>
Net interest income		33,907,235	30,381,253
Fee and commission income	2, 14	4,904,880	4,136,349
Fee and commission expense	2, 14	<u>(4,297,979)</u>	<u>(3,638,587)</u>
Net fee and commission income		606,901	497,762
Dividend income	2, 15	204,340	222,064
Net trading income	2, 16	7,379,487	6,201,074
Other income	2, 17	<u>18,456,238</u>	<u>15,104,737</u>
		<u>60,554,201</u>	<u>52,406,890</u>
EXPENSE			
Provision for loan losses	2, 18	(8,918,543)	(11,112,297)
Personnel expenses	2, 19	(21,307,621)	(19,928,414)
Other operating expenses	2, 20	(12,581,766)	(11,314,270)
(Loss) on disposal of investment in associate	2	<u>-</u>	<u>(260,056)</u>
		<u>(42,807,930)</u>	<u>(42,615,037)</u>
Net income before taxes and depreciation		17,746,271	9,791,852
Less: depreciation on property		<u>(2,051,561)</u>	<u>(1,906,851)</u>
Net income before taxes		15,694,710	7,885,001
Less: taxes	2, 21	<u>(7,101,957)</u>	<u>(5,996,599)</u>
Net income for the year		<u>8,592,753</u>	<u>1,888,402</u>
Basic earnings per share	2	37.42	9.36

The notes on pages 9 - 32 form an integral part of these financial statements.