



CENTRAL BANK
of BELIZE

QUARTERLY FINANCIAL INFORMATION OF DOMESTIC BANKS
LICENSED UNDER THE DOMESTIC BANKS AND FINANCIAL INSTITUTIONS ACT

Quarter Ending: 30 June 2018

BZ\$'000

| STATEMENT OF FINANCIAL POSITION | ATLANTIC BANK LTD. | * BELIZE BANK LTD. | HERITAGE BANK LTD. | NATIONAL BANK OF BELIZE LTD. | SCOTIABANK (BELIZE) LTD. |
|----------------------------------------------------------------------|--------------------|--------------------|--------------------|------------------------------|--------------------------|
| ASSETS | | | | | |
| Cash and Balances Due from Banks | 229,706 | 174,182 | 135,545 | 12,225 | 206,463 |
| Securities/Investments | 61,687 | 243,078 | 87,757 | - | - |
| Less: Specific Provisions for Other Assets (Securities /Investments) | - | - | (2,757) | - | - |
| Net Securities/Investments | 61,687 | 243,078 | 85,000 | - | - |
| Total Loans | 651,297 | 438,415 | 271,142 | 40,662 | 622,541 |
| Less: Specific Loan Loss Provisions | (25,252) | (23,764) | (11,314) | (3,353) | (25,305) |
| Net Loans | 626,045 | 414,651 | 259,828 | 37,309 | 597,236 |
| Property, Plant and Equipment (Net of accumulated depreciation) | 23,700 | 38,763 | 16,677 | 1,751 | 9,356 |
| Other Assets | 13,146 | 97,710 | 6,228 | 470 | 9,932 |
| Less: Specific Provisions for Other Assets | - | (5,303) | - | - | - |
| Net Other Assets | 13,146 | 92,407 | 6,228 | 470 | 9,932 |
| TOTAL ASSETS | 954,284 | 963,081 | 503,278 | 51,755 | 822,987 |
| LIABILITIES | | | | | |
| Demand Deposits | 309,725 | 285,476 | 307,313 | 2,227 | 349,395 |
| Savings/Cheque Deposits | - | - | - | 105 | 28,136 |
| Savings Deposits | 346,122 | 155,723 | 42,311 | 930 | 152,323 |
| Time Deposits | 148,515 | 358,813 | 102,190 | 23,567 | 60,860 |
| Total Deposits | 804,362 | 800,012 | 451,814 | 26,829 | 590,714 |
| Balances Due to Banks | 27,146 | 9,762 | 2,025 | 3 | 8,751 |
| Balances Due to Central Bank | 121 | - | - | - | - |
| Other Liabilities | 20,219 | 15,863 | 5,881 | 1,362 | 18,783 |
| TOTAL LIABILITIES | 851,848 | 825,637 | 459,720 | 28,194 | 618,248 |
| EQUITY | | | | | |
| Paid-Up Capital & Unimpaired Reserves | 85,428 | 28,000 | 48,254 | 35,025 | 24,152 |
| Retained Earnings | 1,432 | 100,317 | (10,468) | (10,887) | 167,254 |
| Current Year Profit/(Loss) | 9,394 | 5,008 | 3,190 | (922) | 7,519 |
| General Loan Loss Reserves | 6,182 | 4,119 | 2,582 | 345 | 5,814 |
| Asset Revaluation Account | - | - | - | - | - |
| TOTAL EQUITY | 102,436 | 137,444 | 43,558 | 23,561 | 204,739 |
| TOTAL LIABILITIES & EQUITY | 954,284 | 963,081 | 503,278 | 51,755 | 822,987 |

| STATEMENT OF COMPREHENSIVE INCOME | ATLANTIC BANK LTD. | BELIZE BANK LTD. | HERITAGE BANK LTD. | NATIONAL BANK OF BELIZE LTD. | SCOTIABANK (BELIZE) LTD. |
|-------------------------------------|--------------------|------------------|--------------------|------------------------------|--------------------------|
| Interest Income | 16,343 | 14,763 | 6,860 | 709 | 13,524 |
| Interest Expense | 3,555 | 2,800 | 509 | 148 | 1,198 |
| Net Interest Income (Loss) | 12,788 | 11,963 | 6,351 | 561 | 12,326 |
| Non-Interest Income | 10,698 | 3,509 | 1,358 | 2 | 6,290 |
| Non-Interest Expense | 14,014 | 8,550 | 4,730 | 866 | 11,533 |
| Net Operating Income/ (Loss) | 9,472 | 6,922 | 2,979 | (303) | 7,083 |
| Other Income (Expense) | (536) | (41) | 228 | 145 | (1,831) |
| Business Tax | 2,638 | 1,873 | 1,094 | 84 | 2,869 |
| Net Income (Loss) | 6,298 | 5,008 | 2,113 | (242) | 2,383 |

| FINANCIAL INDICATORS | ATLANTIC BANK LTD. | BELIZE BANK LTD. | HERITAGE BANK LTD. | NATIONAL BANK OF BELIZE LTD. | SCOTIABANK (BELIZE) LTD. |
|----------------------------------------------------------------------------------|--------------------|------------------|--------------------|------------------------------|--------------------------|
| Base Lending Rate (<i>Interest rate used as an index in pricing bank loan</i>) | 6.00% | 10.00% | 14.00% | 5.50% | 9.00% |
| Residential Mortgage Rate ² | 6.00% | 7.75% | 12.00% | 5.50% | 7.49% |
| Weighted Average Lending Rate | 9.11% | 10.70% | 8.01% | 6.71% | 8.93% |
| Average Lending Rate (<i>Annualized</i>) | 9.60% | 10.54% | 10.15% | 6.82% | 8.68% |
| Weighted Average Fixed Deposit Rate | 2.89% | 2.02% | 0.70% | 2.30% | 1.68% |
| Average Deposit Rate (<i>Annualized</i>) | 1.80% | 1.41% | 0.48% | 2.18% | 0.78% |
| Fixed Deposit Rate (<i>\$5,000/\$10,000 for 3 months</i>) | 1.50% | 0.75% | 1.50% | 2.00% | 0.50% |
| Number of Branches/Agencies | 12 | 12 | 9 | 1 | 9 |
| 12-MONTH AVERAGES | | | | | |
| Average Loans | 610,622 | 485,074 | 244,678 | 39,776 | 632,671 |
| Average Deposits | 795,588 | 791,131 | 425,270 | 28,440 | 601,169 |
| Average Assets | 932,677 | 927,042 | 473,546 | 53,707 | 833,973 |
| Average Equity | 96,904 | 108,446 | 40,834 | 24,038 | 212,568 |
| CAPITAL ADEQUACY | | | | | |
| Capital/Risk Weighted Assets (<i>The legal requirement is 9%</i>) | 14.59% | 28.54% | 16.10% | 101.62% | 48.13% |
| Capital/Deposits | 12.74% | 17.18% | 9.64% | 87.82% | 34.66% |
| LIQUIDITY | | | | | |
| Net Loans/Deposits | 77.83% | 51.83% | 57.51% | 139.06% | 101.10% |
| Liquid Assets Statutory Requirement | 186,908 | 184,237 | 103,529 | 6,506 | 137,647 |
| Excess/(Shortfall) Statutory Liquid Assets | 34,665 | 103,552 | 83,713 | 6,142 | 71,816 |
| ASSET QUALITY | | | | | |
| Non Performing Loans(Net of Specific Provisions)/Loans | 2.92% | 2.35% | 0.43% | 7.03% | 2.85% |
| Total Loan Loss Reserves and Provisions/Total Loans | 4.35% | 4.58% | 5.12% | 9.09% | 5.00% |
| PROFITABILITY (Annualized) | | | | | |
| Return On Average Assets | 2.01% | 11.23% | 1.35% | -1.69% | 1.08% |
| Return On Average Equity | 19.39% | 96.03% | 15.62% | -3.77% | 4.23% |
| Net-Interest Income/Adjusted Operating Income | 54.45% | 77.32% | 82.38% | 99.64% | 66.21% |
| Non-Interest Income/Adjusted Operating Income | 45.55% | 22.68% | 17.62% | 0.36% | 33.79% |

* In November 2017, the Caribbean Court of Justice ruled in favour of the Belize Bank Limited (BBL) ordering the Government of Belize to pay the London Court of International Arbitration (LCIA) award totalling \$92.58 million. However, in January 2013 BBL recorded the principal value (\$38.62 million) of the award and in January 2018 the bank recognized \$53.97 million, as accrued interest. To date, this amount has not been paid.

Notes:

1. Figures were obtained from Bank Returns submitted to the Central Bank of Belize as required under Section 73(2) of the Domestic Banks and Financial Institutions Act.
2. Residential mortgage rates may vary within a range for each bank.