

2011 Consolidated Financial Highlights Banco di Caribe N.V.

Letter from the CEO

On behalf of the Board of Managing Directors, I am pleased to report that Banco di Caribe N.V.'s Net Profit for 2011 increased by 50% over the previous year to ANG 28.8 million. As a result, the Bank's equity increased to ANG 235 million. Total assets of the Bank increased by ANG 198 million or 13% compared to 2010 to ANG 1.68 billion. All markets in which the Bank operates made a positive contribution to the Bank's 2011 performance.

These positive results are a direct reflection of the Bank's continued focus on providing first class customer service, new leading-edge on-line products and services, competitive lending rates and compliance to sound risk management principles.

During 2011, the Bank further enhanced its e-banking services by introducing 24/7 Smartphone banking, and offered new customer-oriented products such as the Multicard. We also inaugurated our fully remodeled main branch in Curaçao.

As in previous years, the Bank remained committed to the communities in which it operates, by way of donations, volunteer work of its employees and support to numerous organizations that are active in the field of youth care, sports and socio-cultural events.

Our Bank's strong financial performance in 2011, the introduction of innovative products and our contribution to our communities were made possible through the combined commitment and support of the Bank's key stakeholders. The Board of Managing Directors of the Bank is very grateful to the Bank's employees, customers, shareholder and especially the Supervisory Directors for their commitment and support to the continued success of the Bank.

Willemstad, Curaçao | April 25, 2012

Idefons Simon
CEO & General Managing Director

Report of the independent auditor on the consolidated financial highlights

To the Board of Directors and Shareholders of Banco di Caribe N.V.

We have audited the consolidated financial statements of Banco di Caribe N.V. and its subsidiaries (the "Bank") for the year ended December 31, 2011, from which these consolidated financial highlights consisting of the consolidated balance sheet, consolidated income statement, and explanatory notes to the consolidated financial highlights were derived, in accordance with International Standards on Auditing.

Management is responsible for the preparation of the consolidated financial highlights in accordance with the Provisions for Disclosure of Consolidated Financial Highlights of Domestic Banking Institutions published by the Centrale Bank van Curaçao en Sint Maarten.

In our auditor's report dated April 25, 2012, we expressed an unqualified opinion on those consolidated financial state-

ments from which these consolidated financial highlights were derived. In our opinion, the accompanying consolidated financial highlights as of December 31, 2011 are consistent, in all material respects, with the consolidated financial statements from which they have been derived.

For a better understanding of the Bank's financial position and the results of its operations for the period and of the scope of our audit, the consolidated financial highlights should be read in conjunction with the consolidated financial statements from which they have been derived and our auditor's report thereon.

Curaçao | April 25, 2012

KPMG Accountants B.V.
M.L.M. Kesselaer RA

Consolidated statement of financial position

as at December 31, 2011 (in '000 Antillean Guilders)

	2011	2010*
Assets		
Cash and due from banks	324,263	238,141
Financial instruments	165,543	287,960
Investment property	279,731	46,424
Loans and advances	794,792	779,836
Property and equipment	63,479	63,287
Deferred tax assets	5,098	6,400
Other assets	44,168	36,832
Customers' liability under acceptances	6,304	26,437
Total assets	1,683,378	1,485,317
Liabilities and Shareholders' equity		
Liabilities		
Deposits from customers and banks	1,424,291	1,206,924
Deferred tax liabilities	3,839	4,903
Current tax liabilities	1,806	2,608
Payables and other financial liabilities	7,101	5,664
Employee benefits	5,032	5,488
Acceptances outstanding	6,304	26,437
Total liabilities	1,448,373	1,252,024
Shareholders' equity		
Share capital and share premium	96,427	119,021
Treasury shares	-	(22,594)
Retained earnings	100,990	98,308
Other reserves	37,588	38,558
Total shareholders' equity	235,005	233,293
Total liabilities and shareholders' equity	1,683,378	1,485,317

* Adjusted for comparison purposes

Consolidated income statement

for the year ended December 31, 2011 (in '000 Antillean Guilders)

	2011	2010*
Revenues		
Interest and similar income	74,193	78,219
Interest expense and similar charges	32,953	33,776
Net interest income	41,240	44,443
Net fees and commission income	10,973	9,954
Investment income	33,075	12,877
Foreign exchange fees and results	3,481	2,359
Other operating income	-	141
Total non-interest income	47,529	25,331
Total income	88,769	69,774
Expenses		
Personnel expenses	28,630	28,896
Operating expenses	25,450	22,540
Total administrative expenses	54,080	51,436
Addition to allowance for doubtful accounts	4,202	1,783
Total expenses	58,282	53,219
Profit before tax	30,487	16,555
Profit tax	1,654	(2,681)
Net profit for the year	28,833	19,236

* Adjusted for comparison purposes

Explanatory notes to the consolidated financial highlights of Banco di Caribe N.V.

A. Accounting policies

1. General

The principal accounting policies adopted in the preparation of the consolidated financial statements of Banco di Caribe N.V. are set out below. These explanatory notes are an extract of the detailed notes included in the consolidated financial statements and are consistent in all material respects with those from which they have been derived. Throughout this report, the word Bank refers to Banco di Caribe N.V. and its subsidiaries.

2. Basis of preparation

The consolidated financial statements, from which these Consolidated Financial Highlights have been derived, have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

The policies used have been consistently applied by the Bank and are consistent, in all material respects, with those used in previous years.

The financial statements are prepared in thousands of Antillean Guilders (ANG).

3. Basis of consolidation

Subsidiaries are those enterprises controlled by the Bank. Control exists when the Bank has the power, directly or indirectly, to govern the financial and operating policies of the enterprise so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

The consolidated financial statements incorporate the assets, liabilities, revenues and expenses of Banco di Caribe N.V. and its subsidiaries, except for the assets and liabilities of N.V. Trustmaatschappij van Banco di Caribe relating to the securities

this subsidiary holds on behalf of its customers. The Bank is the sole shareholder of all of its subsidiaries. All significant intercompany assets, liabilities, revenues and expenses have been eliminated in preparing the consolidated financial statements.

The most significant accounting policies are set out below.

4. Comparative figures

The Bank has decided for early adoption of the amended IAS 19 in 2011. The early adoption has been accounted for retrospectively. In this regard the comparative figures for post retirement employee benefits for the year 2010 have been revised for comparison purposes.

Furthermore in order to be in conformity with the 2011 presentation certain adjustments have also been made with regard to 2010 deferred tax liabilities.

Financial instruments

The Bank classifies its financial assets in the following categories: financial assets at fair value through profit or loss; available-for-sale financial assets and loans and advances.

Fair value through profit or loss

Financial assets at fair value through profit or loss are initially recognized at fair value, with subsequent fair value changes recognized immediately in profit or loss. The Bank designates financial assets at fair value through profit or loss if the assets are managed, evaluated and reported internally on a fair value basis or if designation as such eliminates an accounting mismatch which would otherwise arise.

Available-for-sale

Available-for-sale investments are non-derivative investments that are intended to be held for an indefinite period of time. Available-for-sale investments are initially recognized at fair value plus transaction cost, with fair value changes recognized directly in equity,

until the investment is derecognized or impaired, whereupon the cumulative gains or losses previously recognized in equity are recognized in the income statement.

Loans and advances to customers

Loans and advances are carried at amortized cost, less an allowance for possible loan losses. Changes in the total allowance for possible loan losses are charged to the income statement. Loans deemed uncollectible are charged-off against the allowance for possible loan losses. Subsequent recoveries are credited in the income statement.

Net interest income

Interest income and expense is recognized as it accrues. Interest income arising from debt securities and deposits with other banks is recognized as it accrues, taking into effect the effective yield on the investment.

Investment income

Investment income includes realized and unrealized result from fair value changes related to financial assets at fair value through profit or loss, realized result on available-for-sale securities, including impairment losses, gains and losses arising from the sale, revaluation of investment property and rental income from investment property.

B. Specification of accounts

(in '000 Antillean Guilders)

I. Assets	2011	2010
Financial instruments		
Available-for-sale securities	163,552	232,919
Fair value through profit or loss	1,991	55,041
Total financial instruments	165,543	287,960
Loans and advances to customers		
Retail customers	441,325	396,736
Corporate customers	391,058	412,727
Total loans and advances	832,383	809,463
Less: Allowance for doubtful accounts	(37,591)	(29,627)
Net loans and advances	794,792	779,836
II Liabilities		
Customers' deposits		
Retail customers	488,507	427,742
Corporate customers	827,145	733,507
Deposits from other banks	7,835	18,394
Other deposits	100,804	27,281
Total customers' deposits	1,424,291	1,206,924



BANCO DI CARIBE

www.bancodicaribe.com