



International Financial Entities Consolidated Balance Sheet

| | 2020 | | 2019 | | 2018 |
|--|---------------------|-----------|------------------|-----------|----------------|
| | (\$,000) | | (\$,000) | | (\$,000) |
| ASSETS: | | | | | |
| Cash and due from depository institutions: | | | | | |
| Cash and non-interest bearing balances | \$ 296,109 | \$ | 213,063 | \$ | 262,530 |
| Deposits, money market investments and other interest-bearing balances | 204,253 | | 190,322 | | 115,187 |
| Total cash and due from depository institutions | \$ 500,362 | \$ | 403,385 | \$ | 377,717 |
| Securities: | | | | | |
| Securities available for sale, at fair market | 154,714 | | 95,752 | | 73,016 |
| Securities held to maturity, at amortized cost | 4,544 | | 4,559 | | 3,882 |
| Total Securities | \$ 159,258 | \$ | 100,311 | \$ | 76,898 |
| Securities purchased under agreements | 0 | | 301 | | 0 |
| Loans and Leases: | | | | | |
| Total loans and leases (excluding loans held for sale) | \$ 252,299 | \$ | 239,570 | \$ | 223,828 |
| Total loans held for sale | 23,973 | | 19,765 | | 18,438 |
| Less: Allowance for Loan and Lease Losses | 3,689 | | 4,553 | | 69,070 |
| Subtotal of loans and leases, net of Allowance for loans and lease losses | \$ 272,583 | \$ | 254,782 | \$ | 173,196 |
| Unearned income on loans and leases | 124 | | 0 | | 0 |
| Net Loans and leases | \$ 272,707 | \$ | 254,782 | \$ | 173,196 |
| Accrued interest receivable | 2,835 | | 1,638 | | 1,273 |
| Due from Home office account, loans to parent and related parties | 16,423 | | 30,000 | | 19,390 |
| Other receivables | 10,492 | | 6,935 | | 6,143 |
| Trading assets and Derivative assets | 268,371 | | 207,876 | | 199,366 |
| Premises and fixed assets | (26,236) | | (41,208) | | 5,882 |
| Other real estate owned | 11,105 | | 12,471 | | 15,112 |
| Investments in subsidiaries and affiliates | 5,071 | | 5,118 | | 5,128 |
| Intangible assets | 3,016 | | 3,243 | | 2,127 |
| Other assets | 44,603 | | 25,930 | | 29,246 |
| Total Assets | \$ 1,268,007 | \$ | 1,010,782 | \$ | 911,478 |
| Liabilities: | | | | | |
| Deposits | | | | | |
| Interest bearing | \$ 102,751 | \$ | 65,933 | \$ | 51,210 |
| Fair value | 0 | | 0 | | 0 |
| Noninterest bearing | 525,659 | | 445,989 | | 404,203 |
| Total Deposits | \$ 628,410 | \$ | 511,922 | \$ | 455,413 |
| Securities sold under agreements to repurchase with parent or related companies | 0 | | 0 | | 0 |
| Securities sold under agreements to repurchase with others | 0 | | 0 | | 0 |
| Trading liabilities and derivative liabilities | 233,006 | | 199,069 | | 189,887 |
| Due to Home office, borrowings from parent, affiliates and related parties | 16,174 | | 4,693 | | 6,792 |
| Other borrowed money | 34,826 | | 30,960 | | 44,739 |
| Accrued interest payable | 283 | | 321 | | 417 |
| Accounts payable and accrued liabilities | 24,536 | | 20,843 | | 15,505 |
| Income taxes payable | 153 | | 206 | | 220 |
| Deferred tax liability, Net | 775 | | 1,153 | | 363 |
| Other liabilities | 10,201 | | 17,663 | | 18,131 |
| Total Liabilities | \$ 948,364 | \$ | 786,830 | \$ | 731,467 |
| STOCKHOLDER'S EQUITY: | | | | | |
| Perpetual preferred stock and related surplus | \$ 10,216 | \$ | 1,050 | \$ | 3,549 |
| Home office equity account | 0 | | 0 | | 0 |
| Unremitted earnings | 10,422 | | 7,906 | | 7,429 |
| Common Stock, at par value | 96,171 | | 70,109 | | 55,407 |
| Additional paid in capital | 273,120 | | 234,023 | | 202,195 |
| Retained earnings (deficit) | (1,793) | | (28,315) | | (44,058) |
| Accumulated other comprehensive income | (58) | | 3,638 | | 6,496 |
| Other equity capital components | (68,435) | | (64,459) | | (51,007) |
| Total Equity Capital | \$ 319,643 | \$ | 223,952 | \$ | 180,011 |
| Total Liabilities and Equity Capital | \$ 1,268,007 | \$ | 1,010,782 | \$ | 911,478 |



International Financial Entities
Consolidated Balance Sheet

| | 2017 | 2016 | 2015 | 2014 |
|--|---------------------|-------------------|-------------------|-------------------|
| | (\$,000) | (\$,000) | (\$,000) | (\$,000) |
| ASSETS: | | | | |
| Cash and cash equivalents | | | | |
| In banks | \$ 3,298,615 | \$ 192,283 | \$ 56,835 | \$ 45,753 |
| | 3,377 | 7,834 | 0 | 0 |
| In cash equivalents | 33,229 | 11,372 | 11,090 | 18,981 |
| Total cash and equivalents | \$ 3,335,221 | \$ 211,489 | \$ 67,925 | \$ 64,734 |
| Total investment in mortgages, loans, debts instruments and other | \$ 351,144 | \$ 257,777 | \$ 250,119 | \$ 238,292 |
| Investment in the IFE's own portfolio of marketable securities | 19,104 | 3,938 | 14 | 27 |
| Rents from tenants | 8 | 0 | 0 | 0 |
| Notes and other receivables | 104,671 | 9,231 | 12,395 | 4,587 |
| Accrued interest | 1,465 | 111 | 78 | 31 |
| Deferred charges, Net | 1,571 | 1,295 | 228 | 117 |
| Due from Home office account, loans to parent and related parties | 14,463 | 895 | 3,924 | 21,379 |
| Investment in Real Estate | | | | |
| a. Real estate available for sale | | | | |
| 1. Land | 0 | 0 | 0 | 0 |
| 2. Commercial properties | 7,732 | 26,584 | 43,186 | 59,817 |
| 3. Residential properties | 709 | 811 | 17,274 | 29,450 |
| b. Real Estate Held for future development and improvements | | | | |
| 1. Land | 2,958 | 2,711 | 0 | 0 |
| 2. Comercial properties held for development or improvements | 0 | 1,364 | 0 | 0 |
| 3. Residential properties held for improvements | 5,366 | 6,196 | 0 | 0 |
| c. Real Estate under rental administration, net of depreciation | | | | |
| 1. Land | 150 | 150 | 150 | 0 |
| 2. Comercial properties | 1,247 | 150 | 150 | 0 |
| 3. Residential Properties | 0 | 290 | 290 | 125 |
| 4. Less: accumulated depreciation | 0 | (14) | 0 | 0 |
| Total investment in real estate | 18,162 | \$ 38,242 | \$ 61,050 | \$ 89,392 |
| Premises and fixed assets - Net of accumulated depreciation | 6,005 | 5,711 | 1,230 | 629 |
| Investments in subsidiaries and affiliates | 0 | 44 | 0 | 0 |
| Intangible assets | 210 | 211 | 225 | 0 |
| Other assets | 2,691 | 14,371 | 4,613 | 830 |
| Total Assets | \$ 3,854,715 | \$ 543,315 | \$ 401,801 | \$ 420,018 |
| LIABILITIES: | | | | |
| Deposit | \$ 3,311,722 | \$ 56,528 | \$ 25,375 | \$ 16,130 |
| Mortgage notes payable | 3,225 | 5,628 | 9,932 | 78,582 |
| Notes payable | 13 | 1,111 | 25,221 | 141 |
| Lines of credit | 162,644 | 159,808 | 155,697 | 148,822 |
| Accounts payable and accrued liabilities | 52,409 | 69,661 | 9,136 | 11,144 |
| Accrued interest payable | 912 | 23 | 125 | 281 |
| Due to Home office account, loans to parent and related parties | 17,130 | 7,332 | 9,103 | 55 |
| Income taxes payable | 224 | 2,283 | 882 | 562 |
| Other liabilities | 16,019 | 11,302 | 2,519 | 1,878 |
| Total liabilities | \$ 3,564,298 | \$ 313,676 | \$ 237,990 | \$ 257,595 |
| Preferred stock and related surplus | 2,550 | 1,968 | 297 | 602 |
| Common Stock, at par value | 16,343 | 9,840 | 6,712 | 6,712 |
| Additional paid in capital | 171,899 | 157,363 | 139,914 | 139,339 |
| Retained earnings | 152,497 | 45,422 | 12,089 | 23,199 |
| Treasury common stock, at cost | 0 | 0 | 0 | 0 |
| Other equity capital components | (52,872) | 15,046 | 4,799 | (7,429) |
| Total equity capital | 290,417 | 229,639 | 163,811 | 162,423 |
| Total liabilities and equity capital | \$ 3,854,715 | \$ 543,315 | \$ 401,801 | \$ 420,018 |



**International Financial Entities
Consolidated Income Statement**

| | 2020 (\$,000) | 2019 (\$,000) | 2018 (\$,000) |
|---|-------------------|-------------------|-------------------|
| Interest income: | | | |
| Interest and fee income on loans | \$ 17,266 | \$ 13,021 | \$ 7,277 |
| Interest on balances with depository Institutions | 1,023 | 2,396 | 20,653 |
| Interest and dividend income on securities and investments | 1,356 | 2,505 | 911 |
| Interest income from trading assets | 15 | 0 | 3 |
| Interest income on federal funds sold and securities purchased under agreements to resell | 0 | 217 | 437 |
| Other interest income | 2,658 | 7,625 | 7,651 |
| Total interest and fees income, dividends and other income | \$ 22,318 | \$ 25,764 | \$ 36,932 |
| Interest expense: | | | |
| Transaction accounts | 635 | 88 | 8,355 |
| Nontransaction accounts: | | | |
| Savings deposits | 179 | 150 | (123) |
| Time deposits | 889 | 765 | 253 |
| Interest expense of securities sold under agreements to repurchase | 679 | 4,509 | 0 |
| Interest on trading liabilities and other borrowed money | 7,695 | 8,701 | 6,286 |
| Interest on subordinated notes and debentures to parent company or affiliates | 18 | 16 | 0 |
| Total interest expense | \$ 10,095 | \$ 14,229 | \$ 14,771 |
| Net interest income | 12,223 | 11,535 | 22,161 |
| Non-Interest Income(loss): | | | |
| Fees and commissions | 36,681 | 26,328 | 54,355 |
| Net impairment losses on investment securities | (53) | 0 | (58) |
| Net Gain(loss) on: | | | |
| Early extinguishment of repurchase agreement | 0 | 0 | 0 |
| Sales of loans and leases | 8,988 | 2,145 | 2,415 |
| Sales of other real estate owned | 6,943 | 8,461 | (261) |
| Sales of other assets(excluding securities) | (2) | 0 | 0 |
| Realized gains (losses) on held to maturity securities | 0 | (393) | 0 |
| Realized gains (losses) on available for sale securities | 1,759 | 1,930 | 1,853 |
| Other non-interest income and net gains (loss) on: | | | |
| Gain on change in value of investments under the Fair Value Option | 2,720 | 9,633 | 263 |
| Trading and derivative revenues (expense) | 83,805 | 37,786 | 25,920 |
| Income from fiduciary activities | 1,026 | 3 | 0 |
| Other non interest income (expense) and gains (loss) | (123) | 3,197 | 2,100 |
| Total other non-interest income and net gains (loss) | \$ 87,428 | \$ 50,619 | \$ 28,283 |
| Total non-interest income (loss) | 141,744 | 89,090 | 86,587 |
| Total net interest income and non-interest income (loss) | \$ 153,967 | \$ 100,625 | \$ 108,748 |
| Non-interest expense: | | | |
| Salaries and employee benefits | 20,741 | 17,200 | 23,514 |
| Professional services | 15,572 | 11,766 | 7,197 |
| Management and technical assistance | 8,650 | 7,157 | 16,579 |
| Fees paid to parent company | 12,268 | 9,516 | 10,184 |
| Occupancy costs | 3,132 | 2,580 | 3,081 |
| Depreciation and amortization expense | 9,470 | 2,455 | 2,444 |
| Other non-interest expense | 26,798 | 25,684 | 29,886 |
| Total non-interest expense | \$ 96,631 | \$ 76,358 | \$ 92,885 |
| Provision for loan and lease losses | (642) | (1,201) | (555) |
| Securities gains (losses) | (119) | 0 | 35 |
| Equity in gains (losses) of subsidiaries | (125) | 0 | 0 |
| Income (loss) before taxes, extraordinary items and other adjustments | \$ 56,450 | \$ 23,066 | \$ 15,343 |
| Provision (benefit) for income taxes: | | | |
| Current | 2,705 | 1,177 | 1,027 |
| Deferred | (22) | (72) | 35 |
| Provision (benefit) for income taxes, net | 2,683 | 1,105 | 1,062 |
| Income (loss) before extraordinary items and other adjustments | \$ 53,767 | \$ 21,961 | \$ 14,281 |
| Extraordinary items and other adjustments, net of income taxes | 1,131 | (162) | 11,440 |
| Net Income (loss) | \$ 54,898 | \$ 21,799 | \$ 25,721 |



International Financial Entities
Consolidated Income Statement

| (\$,000) | 2017 | 2016 | 2015 | 2014 |
|---|------------|------------|------------|-----------|
| Revenues | | | | |
| | \$ 7,511 | \$ 2,057 | \$ 560 | \$ 858 |
| Net -Interest income from banking activities | | 3,666 | 1,349 | 461 |
| Service income | 261,266 | 155,905 | 43,065 | 37,268 |
| Other income | 34,366 | 25,948 | 19,225 | 11,955 |
| Total rental, interest, service and other income | \$ 303,143 | \$ 187,576 | \$ 64,199 | \$ 50,542 |
| Expenses | | | | |
| Expenses related to real estate management and services: | | | | |
| Selling related expenses | 69 | 41 | 0 | 0 |
| Service related expenses | 119,676 | 80,150 | 9,151 | 11,583 |
| Mortgages and other interest expenses | 343 | 526 | 2,263 | 3,843 |
| Real estate and other taxes | 100 | 54 | 0 | 0 |
| Other expenses | 15,707 | 5,771 | 4,961 | 5,530 |
| Total expenses related to real estate management and services | \$ 135,895 | \$ 86,542 | \$ 16,375 | \$ 20,956 |
| General and administrative | | | | |
| Salaries and employee benefits | \$ 22,041 | \$ 12,226 | \$ 6,626 | \$ 5,602 |
| Professional services | 6,139 | 4,753 | 3,135 | 2,316 |
| Management and technical assistance | 4,488 | 3,138 | 2,685 | 2,289 |
| Occupancy costs | 1,836 | 1,587 | 773 | 674 |
| Depreciation and amortization | 1,812 | 627 | 269 | 101 |
| Reserves for notes and loans receivables | 226 | 108 | 9 | 0 |
| Other general and administrative | 16,308 | 9,935 | 7,714 | 3,874 |
| Total general and administrative expenses | \$ 52,850 | \$ 32,374 | \$ 21,211 | \$ 14,856 |
| Total expenses | \$ 188,745 | \$ 118,916 | \$ 37,586 | \$ 35,812 |
| Operating income (loss) | 114,398 | 68,660 | 26,613 | 14,730 |
| Other income (expense) | | | | |
| Interest, dividends income on deposits and securities portfolio | 168 | 12 | 85 | 0 |
| Gains (losses) on debt extinguishments | 6,279 | 11,704 | 17,001 | 13,779 |
| Less Interest Expense | (4,630) | (4,127) | (3,323) | (540) |
| Other income (expenses) | 4,060 | 924 | 1,041 | 702 |
| Total other income (expense) | \$ 5,877 | \$ 8,513 | \$ 14,804 | \$ 13,941 |
| Income (loss) from operations | 120,275 | 77,173 | 41,417 | 28,671 |
| Net Gains (Losses) on: | | | | |
| Gains (losses) on Sales of real estate | (5,723) | (9,867) | (8,490) | 6,300 |
| Gains (losses) on Sales of other assets | 263 | 0 | 0 | 0 |
| Total net gains (losses) | \$ (5,460) | \$ (9,867) | \$ (8,490) | \$ 6,300 |
| Income (loss) before taxes and extraordinary items | \$ 114,815 | \$ 67,306 | \$ 32,927 | \$ 34,971 |
| Provision (benefit) for income taxes: | | | | |
| Current | 4,991 | 2,544 | 1,133 | 924 |
| Deferred | (128) | 366 | 0 | 0 |
| Provision (benefit) for income taxes, net | 4,863 | 2,910 | 1,133 | 924 |
| Income (loss) before extraordinary items and other adjustments | 109,952 | 64,396 | 31,794 | 34,047 |
| Extraordinary items, net of income taxes | (18,951) | 4,503 | (60) | (17,548) |
| Net income (loss) | \$ 91,001 | \$ 68,899 | \$ 31,734 | \$ 16,499 |