



International Financial Entities Consolidated Balance Sheet

	Q2-2018 (\$,000)	Q1-2018 (\$,000)
ASSETS:		
Current Assets		
Cash and cash equivalents	\$ 369,223	\$ 458,806
Deposits, money market investments and other interest-bearing balances	2,572,833	3,283,606
Restricted cash and equivalents	9,913	7,911
Securities:		
Securities available for sale, at fair market	16,072	22,783
Securities held to maturity, at amortized cost	2,830	1,485
Total Securities	\$ 18,902	\$ 24,268
Securities purchased under agreements	0	0
Loans and Leases:		
Total loans and leases (excluding loans held for sale)	\$ 71,294	\$ 69,219
Total loans held for sale	10,133	10,950
Less: Allowance for Loan and Lease Losses	428	293
Subtotal of loans and leases, net of Allowance for loans and lease losses	80,999	79,876
Unearned income on loans and leases	0	0
Net Loans and leases	80,999	79,876
Accrued interest receivable	688	3,164
Due from Home office account, loans to parent and related parties	25,247	17,678
Other receivables	4,687	2,774
Trading assets and Derivative assets	169,710	201,096
Premises and fixed assets	5,919	6,246
Other real estate owned	13,072	14,516
Investments in subsidiaries and affiliates	5,843	11
Intangible assets	3,819	3,800
Other assets	4,627	6,601
Total assets	\$ 3,285,482	\$ 4,110,353
Deposits :		
Interest bearing	2,200,800	3,010,874
Noninterest bearing	685,682	526,779
Total deposits	\$ 2,886,482	\$ 3,537,653
Securities sold under agreements to repurchase with others	0	0
Trading liabilities and derivative liabilities	182,540	189,046
Due to Home office, borrowings from parent, affiliates and related parties	26,829	50,137
Other borrowed money	2,817	3,113
Accrued interest payable	1,235	1,553
Accounts payable and accrued liabilities	17,346	23,415
Income taxes payable	(24)	315
Deferred tax liability, Net	380	33
Other liabilities	12,055	11,315
Total liabilities	\$ 3,129,660	\$ 3,816,580
STOCKHOLDER'S EQUITY:		
Perpetual preferred stock and related surplus	3,050	2,550
Home office equity account	0	0
Unremitted earnings	4,161	3,832
Common Stock, at par value	23,408	20,293
Additional paid in capital	180,576	182,799
Retained earnings (deficit)	(41,297)	(41,317)
Accumulated other comprehensive income	21,216	163,129
Other equity capital components	(35,392)	(37,513)
Total equity capital	155,822	293,773
Total liabilities and equity capital	\$ 3,285,482	\$ 4,110,353



**International Financial Entities
Consolidated Balance Sheet**

(\$,000)

ASSETS:

Cash and cash equivalents

	2017	2016	2015	2014
In banks	\$ 3,297,377	\$ 191,637	\$ 56,517	\$ 45,295
In Other IFE's	3,377	7,834	0	0
In cash equivalents	32,929	11,072	10,790	18,981
Total cash and equivalents	\$ 3,333,683	\$ 210,543	\$ 67,307	\$ 64,276
Total investment in mortgages, loans, debts instruments and other	\$ 351,144	257,640	\$ 249,977	\$ 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	101,255	7,310	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. Commercial 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	0	0	0	0
2. Comercial properties	0	0	0	0
3. Residential Properties	0	290	290	125
4. Less: accumulated depreciation	0	(14)	0	0

Total investment in real estate	16,765	37,942	\$ 60,750	\$ 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	2,626	14,320	4,613	830
Total Assets	\$ 3,848,299	\$ 539,960	\$ 400,741	\$ 419,560

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	52,185	69,568	9,124	11,144
Accrued interest payable	912	23	125	281
Due to Home office account, loans to parent and related parties	16,998	7,332	9,103	52
Income taxes payable	224	2,269	882	562
Other liabilities	15,142	11,302	2,519	1,878
Total liabilities	\$ 3,563,065	\$ 313,569	\$ 237,978	\$ 257,592
Preferred stock and related surplus	2,550	1,968	297	400
Common Stock, at par value	15,793	9,840	6,712	6,364
Additional paid in capital	171,144	157,363	139,914	139,339
Retained earnings	151,498	44,975	12,091	23,199
Treasury common stock, at cost	0	0	0	0
Other equity capital components	(55,751)	12,245	3,749	(7,334)
Total equity capital	285,234	226,391	162,763	161,968
Total liabilities and equity capital	\$ 3,848,299	\$ 539,960	\$ 400,741	\$ 419,560



International Financial Entities Consolidated Income Statement

	Q2-2018 (\$,000)	Q1-2018 (\$,000)
Interest income:		
Interest and fee income on loans	\$ 1,868	\$ 1,355
Interest on balances with depository Institutions	16,586	7,650
Interest and dividend income on securities and investments	292	101
Interest income from trading assets	39	16
Interest income on federal funds sold and securities purchased under agreements to resell	150	51
Other interest income	4,533	2,618
Total interest and fees income, dividends and other income	\$ 23,468	\$ 11,791
Interest expense:		
Transaction accounts	7,591	\$ 4,144
Nontransaction accounts:		
Savings deposits	11	4
Time deposits	49	22
Interest expense of securities sold under agreements to repurchase	0	0
Interest on trading liabilities and other borrowed money	2,437	1,316
Interest on subordinated notes and debentures to parent company or affiliates	151	0
Total interest expense	\$ 10,239	\$ 5,486
Net interest income	13,229	6,305
Non-Interest Income(loss):		
Fees and commissions	27,575	17,662
Net impairment losses on investment securities	(17)	(24)
Net Gain(loss) on:		
Early extinguishment of repurchase agreement	0	0
Sales of loans and leases	0	685
Sales of other real estate owned	5,271	46
Sales of other assets(excluding securities)	0	1
Realized gains (losses) on held to maturity securities	0	0
Realized gains (losses) on available for sale securities	32	21
Other non-interest income and net gains (loss) on:		
Gain on change in value of investments under the Fair Value Option	293	265
Trading and derivative revenues (expense)	12,240	6,425
Income from fiduciary activities	0	0
Other non interest income (expense) and gains (loss)	(278)	(1,060)
Total other non-interest income and net gains (loss)	\$ 12,255	\$ 5,630
Total non-interest income (loss)	45,116	24,021
Total net interest income and non-interest income (loss)	\$ 58,345	\$ 30,326
Non-interest expense:		
Salaries and employee benefits	9,107	\$ 5,260
Professional services	2,128	3,387
Management and technical assistance	8,443	4,547
Fees paid to parent company	5,513	1,754
Occupancy costs	1,297	643
Depreciation and amortization expense	1,151	589
Other non-interest expense	13,601	8,251
Total non-interest expense	\$ 41,240	\$ 24,431
Provision for loan and lease losses	(180)	(47)
Securities gains (losses)	0	0
Equity in gains (losses) of subsidiaries	0	0
Income (loss) before taxes, extraordinary items and other adjustments	\$ 16,925	\$ 5,848
Provision (benefit) for income taxes:		
Current	548	295
Deferred	(15)	(5)
Provision (benefit) for income taxes, net	533	290
Income (loss) before extraordinary items and other adjustments	\$ 16,392	\$ 5,558
Extraordinary items and other adjustments, net of income taxes	0	3,185
Net income (loss)	\$ 16,392	\$ 8,743



International Financial Entities
Consolidated Income Statement

(\$,000)	2017	2016	2015	2014
Revenues				
Rental revenues	\$ 7,160	\$ 1,967	\$ 560	\$ 858
Net -Interest income from banking activities	3,961	3,344	1,336	461
Service income	261,266	155,905	43,065	37,268
Other income	33,420	25,618	19,218	11,955
Total rental, interest, service and other income	\$ 305,807	\$ 186,834	\$ 64,179	\$ 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	12	21	0	0
Other expenses	15,056	5,783	4,961	5,376
Total expenses related to real estate management and services	\$ 135,156	\$ 86,521	\$ 16,375	\$ 20,802
General and administrative				
Salaries and employee benefits	\$ 21,953	\$ 12,157	\$ 6,615	\$ 5,548
Professional services	5,940	4,617	3,125	2,243
Management and technical assistance	4,317	3,138	2,685	2,289
Occupancy costs	1,833	1,587	773	665
Depreciation and amortization	1,769	627	269	101
Reserves for notes and loans receivables	226	108	9	0
Other general and administrative	16,212	9,887	7,713	3,860
Total general and administrative expenses	\$ 52,250	\$ 32,121	\$ 21,189	\$ 14,706
Total expenses	\$ 187,406	\$ 118,642	\$ 37,564	\$ 35,508
Operating income (loss)	118,401	68,192	26,615	15,034
Other income (expense)				
Interest, dividends income on deposits and securities portfolio	153	12	85	(7)
Gains (losses) on debt extinguishments	6,279	11,704	17,001	13,794
Less Interest Expense	(4,630)	(4,127)	(3,323)	(540)
Other income (expenses)	4,075	924	1,041	702
Total other income (expense)	\$ 5,877	\$ 8,513	\$ 14,804	\$ 13,949
Income (loss) from operations	124,278	76,705	41,419	28,983
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	14	0	0	0
Total net gains (losses)	\$ (5,709)	\$ (9,867)	\$ (8,490)	\$ 6,300
Income (loss) before taxes and extraordinary items	\$ 118,569	\$ 66,838	\$ 32,929	\$ 35,283
Provision (benefit) for income taxes:				
Current	5,022	2,525	1,133	869
Deferred	(128)	366	0	0
Provision (benefit) for income taxes, net	4,894	2,891	1,133	869
Income (loss) before extraordinary items and other adjustments	113,675	63,947	31,796	34,414
Extraordinary items, net of income taxes	(18,951)	4,503	(60)	(4,736)
Net income (loss)	\$ 94,724	\$ 68,450	\$ 31,736	\$ 29,678