MCB
MADURO & CURIEL'S BANK N.V.

Consolidated balance sheet of Maduro & Curiel's Bank N.V. and its subsidiaries as at December 31, 2011

(All amounts are expressed in thousands of Netherlands Antilles Guilders)

CONSOLIDATED BALANCE SHEET

	2011	2010
Assets		
Cash and due from banks	1,631,718	2,112,011
Investment securities	302,019	258,982
Loans and advances to customers	3,646,604	3,400,740
Investment in associate companies	13,642	13,201
Bank premises and equipment	148,462	126,348
Customers' liability under acceptances	13,626	7,955
Other assets	50,794	64,320
TOTAL ASSETS	5,806,865	5,983,557
Liabilities and equity		
Liabilities		
Customers' deposits	4,960,425	5,192,685
Due to other banks	41,189	67,037
Acceptances outstanding	13,626	7,955
Profit tax payable	31,730	26,631
Accrued interest payable	16,852	17,787
Other liabilities	140,912	126,886
	5,204,734	5,438,981
Equity		
Issued capital	51,000	50,900
Fair value reserve investments	10,628	12,420
Other reserves	184,895	163,616
Retained earnings	345,369	308,347
	591,892	535,283
Minority interest	10,239	9,293
TOTAL LIABILITIES AND EQUITY	5,806,865	5,983,557

Consolidated income statement of Maduro & Curiel's Bank N.V. and its subsidiaries for the year ending December 31, 2011

(All amounts are expressed in thousands of Netherlands Antilles Guilders)

CONSOLIDATED INCOME STATEMENT

	2011	2010
Interest income	305,942	296,016
Interest expense	20,832	26,227
Net interest income	285,110	269,789
Fee and commission income	124,856	114,781
Income from foreign exchange transactions	48,762	44,911
Income from investment securities	6,965	15,948
Operating income	465,693	445,429
Salaries and other employee expenses	187,843	175,764
Net impairment on loans and advances	6,769	10,228
Other operating expenses	99,527	93,804
Operating expenses	294,139	279,796
Net result from operations	171,554	165,633
Net income from associates	825	606
Net result before tax	172,379	166,239
Profit tax	35,254	31,196
Net result	137,125	135,043

Explanatory notes to the consolidated financial highlights as at December 31, 2011

A) ACCOUNTING POLICIES

1. General
The principal accounting policies adopted in the preparation of the consolidated financial statements of Maduro & Curiel's Bank N.V. and its subsidiaries (the "Group") 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.

2. Basis of preparation
The financial statements, from which the consolidated financial highlights have been derived, are prepared in accordance with International Financial Reporting Standards ("IFRS").

The figures presented in these highlights are stated in thousands of Netherlands Antilles Guilders and are rounded to the nearest thousand.

The policies used have been consistently applied by the Group and its subsidiaries and are consistent, in all material respects, with those used in the previous year.

For financial statement presentation purposes certain 2010 balances have been reclassified in order to be in conformity with the 2011 presentation.

3. Basis of consolidation
Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies. Subsidiaries are fully consolidated from the date on which control is transferred to the Group until the date that control ceases. The following subsidiaries have been consolidated as of December 31, 2011.

- Caribbean Mercantile Bank N.V. and subsidiaries
- The Windward Islands Bank Ltd.
- Maduro & Curiel's Bank (Bonaire) N.V. and subsidiary
- Maduro & Curiel's Insurance Services N.V.
- MCB Group Insurance N.V.
- Progress N.V.
- MCB Risk Insurance N.V.

Associate companies
Associate companies are entities over which the Group has significant influence but not control. Investments in associate companies are accounted for under the equity method of accounting.

4. Investment securities
The Group classifies its investment securities in the following categories: financial assets at fair value through profit or loss, available-for-sale and held-to-maturity. Management determines the classification of its investment securities at initial recognition.

A security is classified in the category financial assets at fair value through profit or loss if acquired principally for the purpose of selling in the short term. Available-for-sale financial assets are investments intended to be held for an indefinite period of time, which may be sold in response to needs for liquidity or changes in fair values. Investment securities with fixed maturities where management has both the intent and ability to hold to maturity are classified as held-to-maturity.

Financial assets at fair value through profit or loss, financial assets available-for-sale and financial assets classified as held-to-maturity are initially recognized at cost. Financial assets at fair value through profit or loss and financial assets available-for-sale are subsequently carried at fair market value. Held-to-maturity securities are carried at amortized cost. Unlisted equity securities for which no readily available market exists, and for which other methods of reasonably estimating fair value are clearly inappropriate or unworkable, are carried at cost less impairment, if applicable.

The gains and losses arising from changes in the fair value of financial assets at fair value through profit or loss are included in the income statement in the period in which they arise. The gains and losses arising from changes in the fair value of available-for-sale financial assets are recognized directly in equity, until the financial asset is sold or impaired at which time the cumulative gain or loss previously recognized in equity should be recognized in the income statement. Dividends on available-for-sale financial assets are recognized in the income statement when the right to receive payment is established.

5. Loans and advances to customers
Loans and advances are carried at amortized cost, less an allowance for loan impairment. An allowance for loan impairment is established if there is an indication that the Group will not be able to collect all amounts due according to the original contractual loan terms.

B) SPECIFICATION OF ACCOUNTS

(All amounts are expressed in thousands of Netherlands Antilles Guilders)

I Assets

	2011	2010
Investment securities		
Held-to-Maturity	276,431	224,056
Available-for-sale	11,631	13,423
Financial assets at fair value	13,957	21,503
Total investment securities	302,019	258,982

	2011	2010
Loans and advances to customers		
Retail customers	1,481,320	1,423,556
Corporate customers	2,166,200	1,960,415
Public sector	8,736	10,546
Other	81,357	96,533
Gross loans and advances to customers	3,737,613	3,491,050
Less: allowance for loan impairment	(91,009)	(90,310)
Net loans and advances to customers	3,646,604	3,400,740

II Liabilities

	2011	2010
Customers' deposits		
Retail customers	1,998,170	2,031,735
Corporate customers	2,304,346	2,316,569
Other	657,909	844,381
Total customers' deposits	4,960,425	5,192,685

To the Stockholders and Board of Directors of
Maduro & Curiel's Bank N.V.
Curaçao

INDEPENDENT AUDITORS' REPORT

We have audited the consolidated financial statements of Maduro & Curiel's Bank N.V. and its subsidiaries (the "Group") 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 January 27, 2012, we expressed an unqualified opinion on those consolidated financial statements 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 Group'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
January 27, 2012

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

Income Statement
- The income presented in our financial statements is derived from both onshore and international activities of the Group. These income streams continue to be well diversified.
- Despite the challenging year, the Group's net income before tax, increased by more than NAf. 6 million to NAf. 172 million.
- Excluding the income from available-for-sale securities, MCB Group's net result before taxes increased by a healthy 10% or NAf. 15 million.
- It was very satisfying that all our markets contributed to this increase in net profit.

Balance sheet and Equity
- For financial statement presentation purposes, certain 2010 balances have been re-stated in order to be in conformity with local regulatory and IFRS requirements. This involves mostly letters of credit/guarantee, some portions of which have been moved from on to off-balance sheet categories.
- MCB Group total assets decreased by NAf. 177 million or 3%, as cash and due from banks decreased by NAf. 480 million.
- Conversely, net loans and advances to customers increased by 7.2% or NAf. 246 million to NAf. 3,647 million and investment securities increased by NAf. 43 million.
- Our equity was strengthened considerably by NAf. 57 million. Excluding minority interest, total equity ended the year at NAf. 592 million. This strong capitalization continues to represent a key strength of our Group and one that our community, our clients and our staff can continue to rely and count on.

Loans
- The Group's corporate loans increased by more than 10% or NAf. 206 million, while the growth in our retail customer loans reached 4%.
- The modest increase in retail loans was partly caused by the bank decreasing its promotional efforts for consumer loans during the second half of the year.
- This action was taken subsequent to the Centrale Bank van Curaçao en Sint Maarten (CBCS) increasing reserves required to be held by commercial banks with the CBCS, as part of the effort to contain the growth in consumptive imports.

Taxes
- MCB Group's profit tax obligation resulting from our operations in 2011 was NAf. 35 million, while the Group also paid NAf. 3.2 million in turnover taxes. Our employees paid wage taxes amounting to NAf. 32.7 million.
- In 2011 MCB collected and paid NAf. 46 million in license fees for Curaçao and Sint Maarten. In Aruba, Caribbean Mercantile Bank collected Afl. 12 million in exchange tax which it in turn remitted to the Central Bank of Aruba for the government of Aruba.

Employment
- As at December 31, 2011, MCB Group employed 1,485 persons across all islands.
- During the year, MCB Group paid its employees NAf. 188 million total salaries and employee benefits.

Community
- In 2011, the Group contributed nearly 5,300 donations amounting to almost NAf. 4 million to support the important work and activities of cultural, social, religious, sport and educational organizations benefiting the youth, neighborhoods and different charitable institutions.
- For the celebration of the Bank's 95th anniversary in Curaçao, a group of nearly 500 of our colleagues participated voluntarily in 10 projects, one or more each weekend from October to December, improving the infrastructure and conditions of youth centers, schools, neighborhood centers and houses for the elderly all across the island. We are very thankful to all our colleagues for their enthusiastic participation in giving back to our community.
- The 2011 MCB-Prize was presented to the initiators and organizing committee of the Curaçao North Sea Jazz Festival.

We are grateful to our clients, our employees, our shareholders and especially the communities we serve for the support we enjoyed in 2011 and hope to be able to enjoy in 2012. As we close the year in which we celebrated 95 years since the founding of our Bank, we realize that much has changed and at the same time, thankfully, much has stayed the same. We look forward to new challenges and opportunities and to the celebrations that will no doubt mark a century in banking 5 years from now.

For the full Consolidated Financial Highlights for the financial year 2011, the Explanatory Notes to the Consolidated Financial Highlights, and the Auditors' Report thereto from KPMG Accountants B.V., please write to Annual Report 2011, P.O.Box 305, Curaçao, for a free copy of our 2011 Annual Report or visit our website www.mcb-bank.com.