

SFT Consolidated Financial Highlights

BANK N.V. December 31, 2011

1.0 Director's report

ECONOMIC SITUATION

The Central bank of Curaçao & Sint Maarten (CBCS) is predicting a real GDP decrease of 0.5% in 2012. The biggest challenge facing the Curaçao economy is a deficit of ANG 1.7 billion on the current account of the balance of payments.

This development is caused by decreasing FX income generated in the international financial and logistic sectors while the tourism sector income is not growing sufficiently to counter balance this development. This negative balance is not sufficiently offset by the capital inflows or external financing leading, to an ANG 500 million reduction of foreign reserves in 2011.

In order to counter this development, Curaçao must become more competitive in its traditional sectors at the same time developing new FX revenues. In view of the development described above the CBCS has taken the step to introduce a credit freeze for a period of 6 months. While the credit freeze may slow down the outflow of foreign reserves it will simultaneously have a negative impact on the economy as a whole.

SFT Bank is expecting moderate growth in 2012 as a consequence of

a very good first quarter and limited growth for the rest of the year depending on the length and modalities of the credit freeze.

STATEMENT OF FINANCIAL POSITION

During 2011, SFT Bank reduced its loans and advances from ANG 422.5 million to ANG 253 million, while at the same time completely eliminating the ANG 144.7 million exposure to other financial institutions as included under "Cash and due from banks and other financial institutions. Investment securities increased from ANG 95.3 million to ANG 139.3 million. During 2011 the assets held as Investment securities were re-invested from unrated paper with a minimum rating of A+.

These changes were part of a planned strategy to reduce the majority of our non-resident business. As a result of these changes, total assets declined from ANG 747 million to ANG 453 million.

On the liability side of the balance sheet, the reduction in assets was offset by a reduction of funding, as less funds were required to support the lower level of assets. Shareholder's equity increased with ANG 6.5 million to ANG 98 million.

PROFIT AND LOSS

As a consequence of the reduction in the loan portfolio, interest income decreased from ANG 28.1 million to ANG 23.5 million.

Simultaneously, interest expense also declined from ANG 10.9 million to ANG 8.3 million as a result of lower funding, together with lower market interest rates paid on funding. The cumulative effect of these changes resulted in a reduction in interest margin from ANG 17.2 million to ANG 15.1 million.

In 2011 SFT Bank received no income from securities and participating interests. Commission income increased from ANG 8.5 million to ANG 10.5 million as a consequence of increased turnover by our subsidiary SFT Fund Administration. In 2011, SFT Bank realized ANG 59.1 million from unrealized profits previously recorded in equity from the revaluation of securities to fair value.

During 2011 these securities were sold, leading to a realized profit recorded in other income of ANG 60.0 million; resulting in a more than threefold improvement in operating income. The associated tax to this income was already taken into account in previous years.

Personnel and other operating expenses increased markedly, reflecting an increase in the number and an upgrade in the quality of personnel at SFT Bank and SFT Fund Administration.

Additionally, there was a release of a bad debt provision due to an earlier over accrual. This resulted in a decrease in operating expense from ANG 20.4 million to ANG 18.5 million.

The resulting profit before taxes is ANG 67.2 million for 2011. Taking into account the profit tax of ANG 1.6 million, the net profit is 65.6 million.

EMERGENCY MEASURE

The emergency measure installed by the "Centrale Bank van Curaçao en Sint Maarten" hereafter referred to as CBCS (formerly the BNA) for the Company as per July 16, 2001 ended per February 6, 2012 and on the same day a banking license was issued.

On behalf of the Managing Board of Directors of SFT Bank N.V.

L. RIGAUD M. THIEL

1.1 Consolidated statement of financial position as of December 31, 2011*

	2011 ANG 000	2010 ANG 000
ASSETS		
Cash and due from banks and other financial institutions	48,840	213,195
Investment securities	139,318	95,348
Loans and advances to customers	253,053	422,520
Bank premises and equipment	7,665	7,823
Deferred tax assets	30	1,581
Other assets	2,973	5,488
Prepayments and accrued income	1,325	1,311
Total assets	453,204	747,266
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Customer deposits	342,032	408,125
Due to other banks	3,365	236,523
Other liabilities	7,365	9,355
Accruals and deferred income	2,020	1,359
Total liabilities	354,782	655,362
STOCKHOLDERS' EQUITY		
Issued capital	4,994	4,994
Share premium	19,935	19,935
General reserve	10,591	16,245
Other reserves	0	59,112
Retained earnings	62,902	(8,382)
Total shareholders' equity	98,422	91,904
Minority interest	0	0
Total liabilities and stockholders' equity	453,204	747,266

1.2 Consolidated statement of comprehensive income for the year ended December 31, 2011*

	2011 ANG 000	2010 ANG 000
Interest income	23,515	28,139
Interest expense	8,367	10,901
Net interest income	15,148	17,238
Fee and commission income	8,646	6,458
Foreign exchange income	1,851	2,030
Gain and losses from investment securities	59,112	0
Income from participating interest	0	1,407
Other operating income	1,015	825
Operating income	85,772	27,958
Salaries and other employee expenses	10,244	9,104
Occupancy expenses	1,110	1,342
Doubtful debt	(450)	3,069
Depreciation	1,393	1,364
Other operating expenses	6,212	5,501
Operating expenses	18,509	20,380
Net result from operations	67,263	7,578
Income from associates	0	0
Net result before tax	67,263	7,578
Profit tax expense	1,633	2,684
Net result after tax	65,630	4,894

of Netherlands Antillean Guilders (ANG) and all values are rounded to the nearest ANG thousand, except when otherwise indicated.

BASIS OF CONSOLIDATION

Subsidiaries are those institutions in which the Bank, directly or indirectly, has the power to govern the financial and operating policies so as to obtain benefits from its activities. As of 2007, SFT Fund Administration Services ("SFT FAS") is a wholly-owned subsidiary of the Bank. The Bank together with its subsidiaries is hereafter referred to as 'the Group'.

1.3.2 INVESTMENT SECURITIES

The Group classifies its investment securities in the following categories: financial assets 'at fair value through profit or loss' (FVTPL), 'held-to-maturity' investments, 'available-for-sale' (AFS) financial assets and 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and Management determines the classification of its investment securities at initial recognition.

Financial assets at FVTPL

Financial assets are classified as at FVTPL when the financial asset is either held for trading or it is designated as at FVTPL. Financial assets at FVTPL are stated at fair value, with gains or losses arising on re-measurement recognized in profit or loss. The net gain or loss recognized in profit or loss is included in the line item "other gain and losses" in the consolidated statement of comprehensive income.

Investment held-to-maturity

Held-to-maturity-investments are financial assets with fixed or determinable payments and fixed maturity dates that the Group has the positive intent and ability to hold to maturity. Subsequent to initial recognition, held-to-maturity investments are measured at amortized cost using the effective interest method less any impairment.

Investment available-for-sale (AFS)

Investments classified as 'available-for-sale' are those which are neither classified as loans and re-

ceivables, 'held-for-trading' nor designated at fair value through profit or loss. The securities in this category are those intended to be held for an indefinite period of time and which may be sold in response to needs for liquidity or in response to changes in the market conditions. These investments are recognized at fair value.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are measured at amortized cost less any identified impairment losses at the end of each reporting period.

1.3.3 SPECIFICATION OF ACCOUNTS*

ASSETS	2011 ANG 000	2010 ANG 000
Investment securities		
Available for sale	45,126	94,569
Held to maturity	94,192	779
Total investment	139,318	95,348
Less allowance for losses	0	0
Net investments	139,318	95,348

1.3.4 LOANS AND ADVANCES TO CUSTOMERS*

Loans and advances originated by the Group include loans where money is provided directly to the borrower. Loans and advances are initially recorded at fair value. Interest on loans originated by the Group is included in interest income and is recognized on an accrual basis. Fees and direct costs relating to loan origination, refinancing or loan commitments are directly recorded in the statement of comprehensive income due to the short-term nature of the loans. Allowances for credit losses are evaluated at a counterparty-specific level.

LOANS AND ADV. TO CUSTOMERS	2011 ANG 000	2010 ANG 000
Retail customers	114,785	86,721
Corporate customers	126,129	328,299
Public sector	0	0
Other	21,255	17,204
Total loans and advances	262,169	432,224
Less allowance for loan losses	(9,116)	(9,704)
Net loans and advances	253,053	422,520

1.3.5 CUSTOMERS DEPOSITS*

The funding of the bank consists of entrusted money as demand on deposits and short-time deposits taken from banks. The carrying value approximates fair market value.

LIABILITIES	2011 ANG 000	2010 ANG 000
Customer deposits		
Retail customers	84,838	77,259
Corporate customers	95,106	108,969
Other	162,088	221,897
Total customer deposits	342,032	408,125

EVENTS AFTER THE REPORTING DATE

The emergency measure installed by the CBCS for the Company as per July 16, 2001 ended per February 6, 2012 and on the same day a banking license was issued.



1.3 Explanatory notes to the consolidated financial highlights for the year ended December 31, 2011

1.3.1 SIGNIFICANT ACCOUNTING POLICIES

GENERAL

The principal accounting policies adopted in the preparation of these consolidated financial statements of SFT Bank N.V. ('the Bank') are set 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.

BASIS OF PREPARATION

The consolidated financial highlights have been prepared in accordance with the "Provisions for the Disclosures of Consolidated Financial Highlights of Domestic

Banking Institutions" as issued by the Centrale Bank van Curaçao and Sint Maarten.

The consolidated financial statements from which the consolidated financial highlights have been derived have been prepared in accordance with International Financial Reporting Standards ("IFRS") and its interpretations adopted by the European Union. The consolidated financial statements have been prepared on the historical cost basis, except for the revaluation of certain properties and financial instruments. The accounting policies have been applied consistently during the year and the preceding year. The consolidated financial statements are presented in thousands

1.4 Independent auditor's report on Consolidated Financial Highlights of SFT Bank N.V.

TO: THE SHAREHOLDER OF SFT BANK N.V.

The accompanying summary financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2011, the summary consolidated statement of comprehensive income and related notes for the year ended December 31, 2011, are derived from the audited financial statements of SFT Bank N.V. for the year ended December 31, 2011. We expressed an unqualified audit opinion on those financial statements in our report dated April 25, 2012. Those financial statements, and the summary financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements. The summary financial statements do not contain all the

disclosures required by International Financial Reporting Standards as adopted by the European Union. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of SFT Bank N.V.

MANAGEMENT'S RESPONSIBILITY

Management is responsible for the preparation of a summary of the audited financial statements on the bases described in Note 1.3.1.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Dutch Law, including the Dutch Standard on Auditing 810 "Engage-

ments to report on summary financial statements".

OPINION

In our opinion, the summary financial statements derived from the audited financial statements of SFT Bank N.V. for the year ended December 31, 2011 are consistent, in all material respects, with those financial statements, in accordance with the "Provisions for the Disclosure of Consolidated Financial Highlights of Domestic Banking Institutions" as issued by the Centrale Bank van Curaçao en Sint Maarten.

Amsterdam, April 25, 2012

Deloitte Accountants B.V.

R.J.M. Maarschalk

* All amounts expressed in thousands of Antillean Guilders. After proposed appropriation of results