

FIRST BERMUDA GROUP LTD.

Consolidated Balance Sheets

March 31, 2010 and June 30, 2009

(Expressed in Bermuda Dollars)

	<u>2010</u>	<u>2009</u>
Assets		
Cash and demand deposits	\$ 8,338,395	\$ 10,089,636
Term deposits	<u>34,068,835</u>	<u>30,934,843</u>
Total cash and cash equivalents (Note 3)	42,407,230	41,024,479
Available-for-sale securities (Note 5)	5,504,429	5,811,034
Mortgages and loans receivable, net (Notes 3, 4 and 11(c))	170,791,594	152,468,202
Accounts receivable	1,158,803	866,240
Amount due from Corner Development Limited (Note 11(a))	72,000	72,000
Investment in Corner Development Limited	1,671,755	1,542,397
Property and equipment (Note 7)	299,204	317,745
Other assets	124,365	125,964
Goodwill	<u>300,000</u>	<u>300,000</u>
Total assets	<u>\$ 222,329,380</u>	<u>\$ 202,528,061</u>
Liabilities		
Demand deposits	\$ 10,740,606	\$ 8,844,831
Term deposits	<u>195,092,285</u>	<u>178,324,673</u>
Total deposits (Notes 6 and 11(d))	205,832,891	187,169,504
Subordinated debt (Note 9)	1,500,000	1,500,000
Accounts payable and accrued liabilities	408,117	553,579
Other liabilities (Note 11(b))	<u>64</u>	<u>1,100</u>
Total liabilities	<u>207,741,072</u>	<u>189,224,183</u>
Shareholders' equity		
Ordinary Shares (Note 10)	102,326	100,781
Preference Shares (Note 10)	350	350
Share premium (Note 10)	6,632,631	6,483,800
Treasury stock (Note 10)	(15,000)	-
Accumulated other comprehensive income (Note 5)	1,036,291	999,813
Retained earnings	<u>6,831,710</u>	<u>5,719,134</u>
Total shareholders' equity	<u>14,588,308</u>	<u>13,303,878</u>
Total liabilities and shareholders' equity	<u>\$ 222,329,380</u>	<u>\$ 202,528,061</u>

See accompanying notes to consolidated financial statements

Signed on behalf of the Board

David W. Pugh
Director

Eugene Bean
Director