

FCC Annual Public Meeting 2010-11 Financial Results



**Rick Hoffman
Executive Vice-President and
Chief Financial Officer
August 17, 2011**

FCC financial viability

- FCC is self-sustaining
- FCC receives no appropriations
- Dividend of \$18.5M paid to the Government of Canada in 2011

Condensed consolidated balance sheet

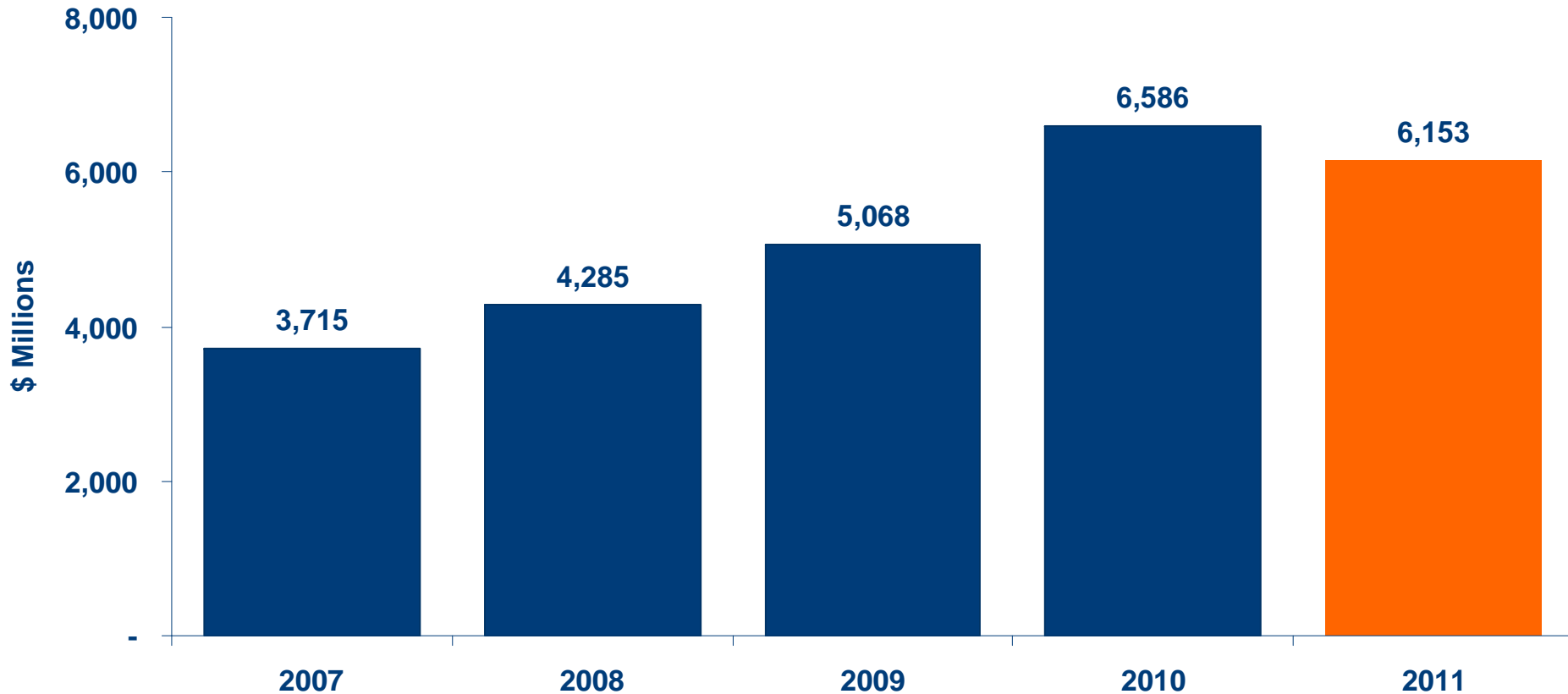
As at March 31 (\$ thousands)

FCC summarized Balance Sheet

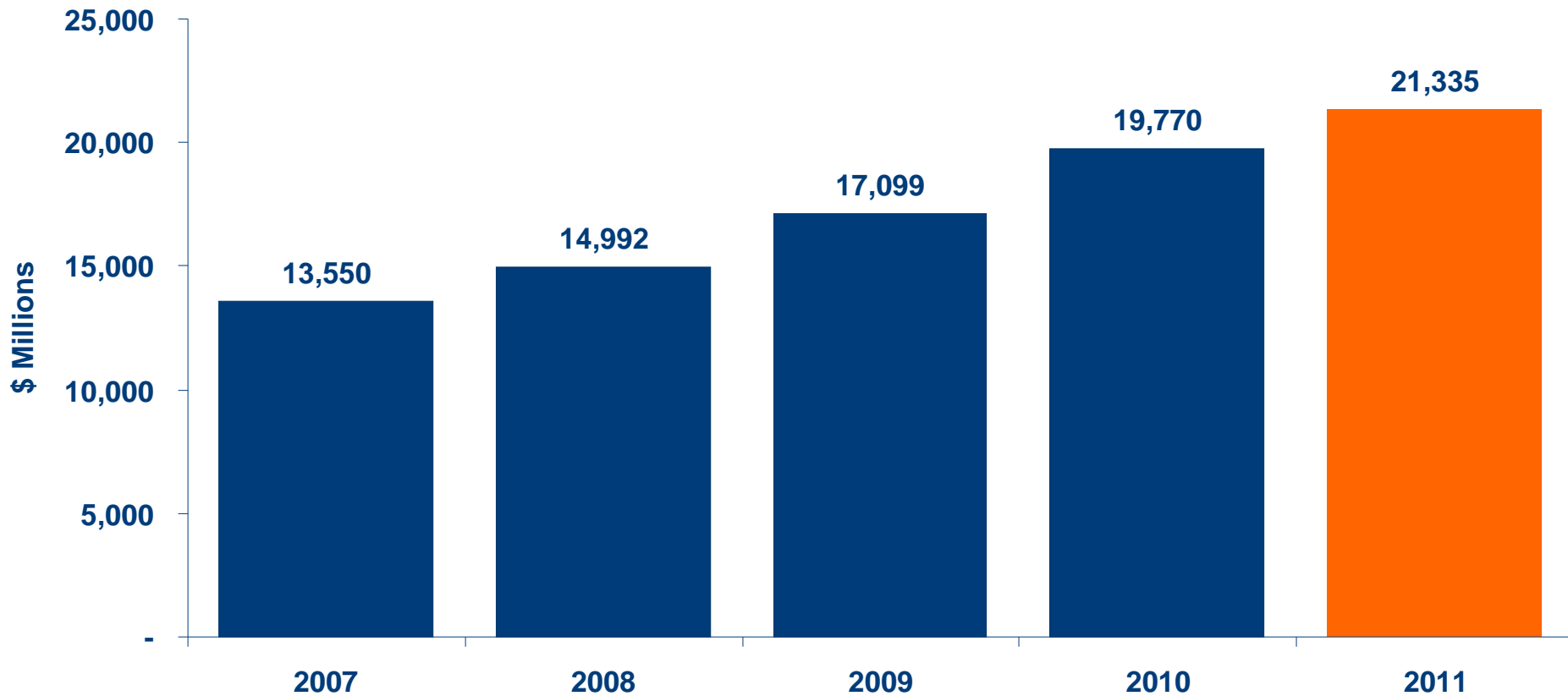
as at March 31 (thousands)

	<u>2011</u>	<u>2010</u>
Loans receivable - gross	21,334,536	19,770,350
Less allowance for credit losses	(586,104)	(610,410)
Loans receivable - net	20,748,432	19,159,940
Venture capital investments	58,024	59,987
Other assets	1,103,601	1,066,400
Total assets:	\$ 21,910,057	\$ 20,286,327
Borrowings	18,951,919	17,759,171
Other liabilities	189,508	182,101
Total liabilities	\$ 19,141,427	\$ 17,941,272
Capital	547,725	547,725
Retained earnings	2,025,725	1,584,266
Accumulated other comprehensive income	181,804	203,603
Non-controlling interest in variable interest entity	13,376	9,461
Equity	\$ 2,768,630	\$ 2,345,055

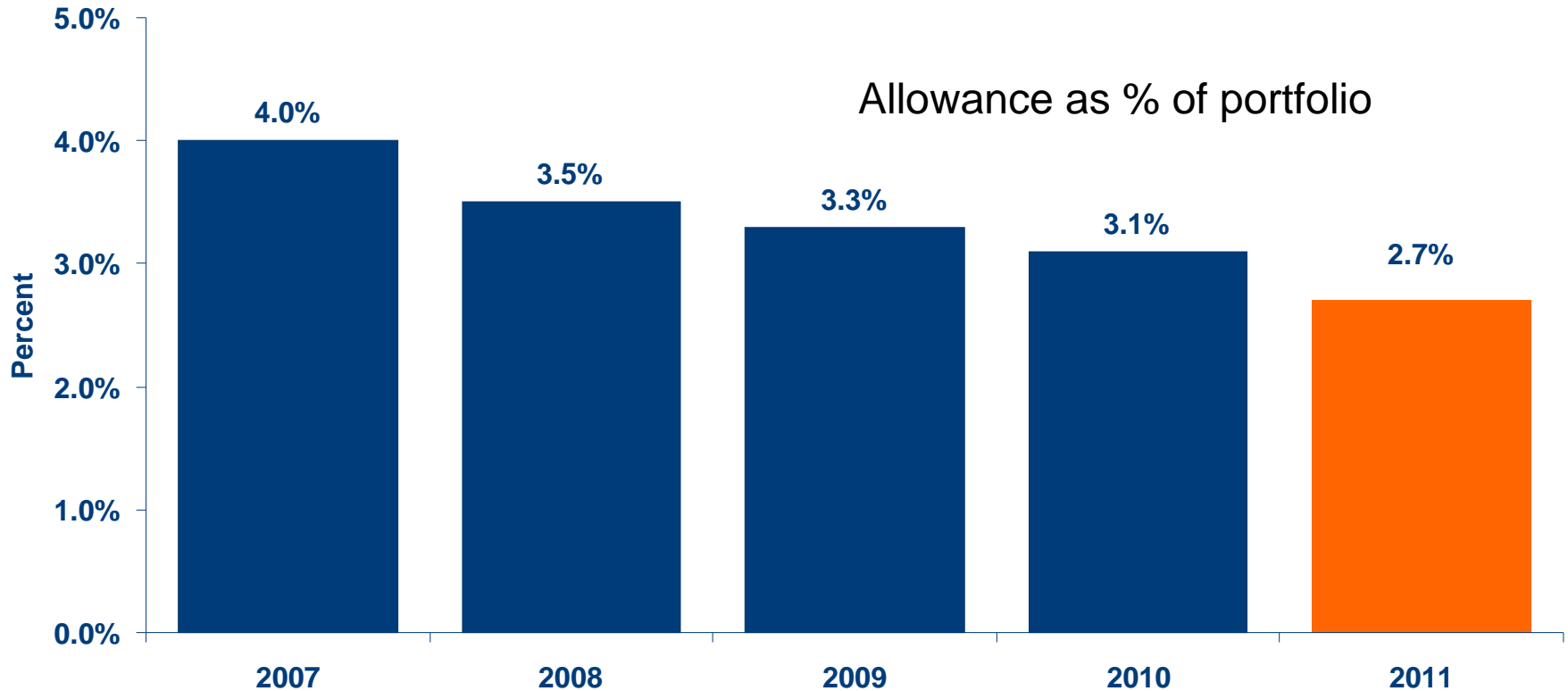
Lending volume



Loan portfolio



Portfolio health



Condensed consolidated statement of operations

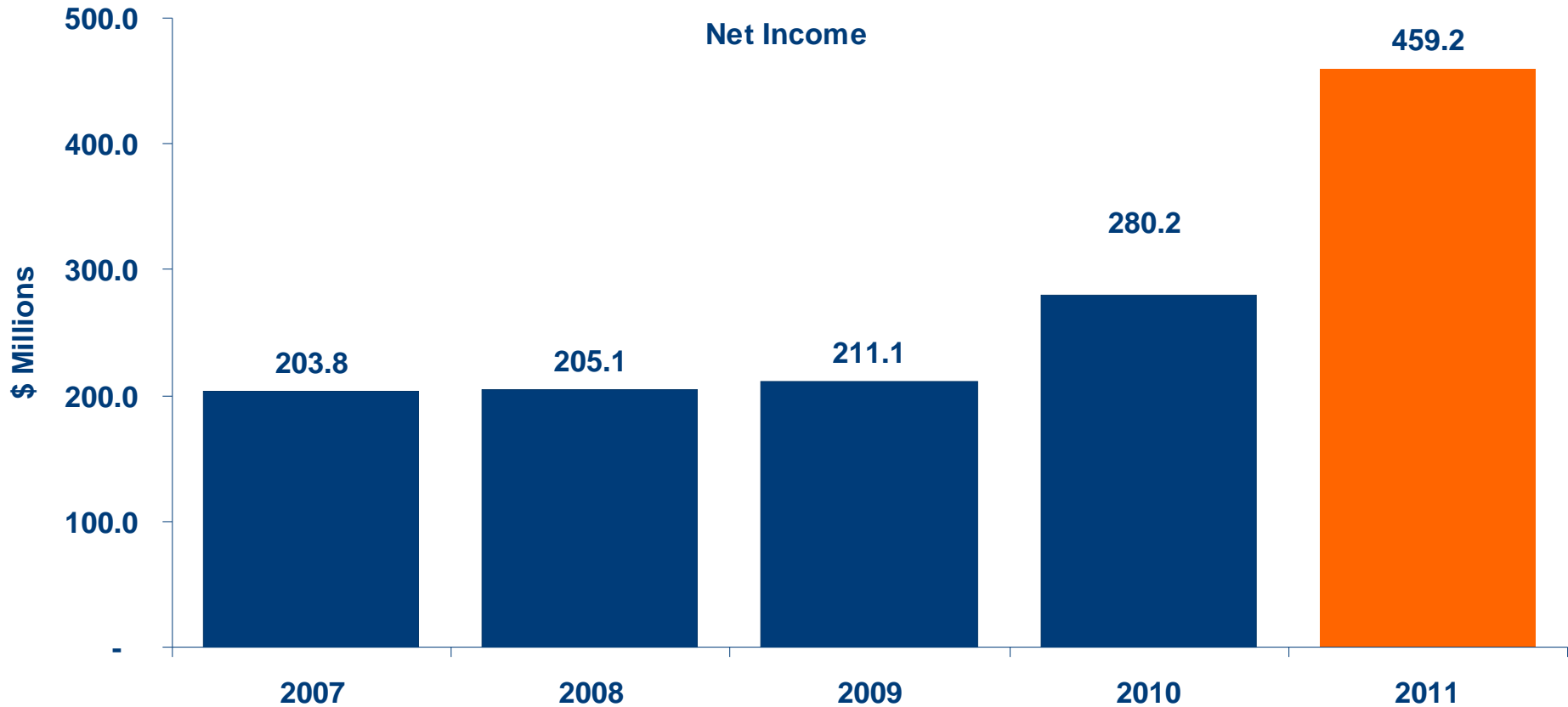
For the year ended March 31 (*\$ thousands*)

Summarized Income Statement

for year ending March 31 (thousands)

	<u>2011</u>		<u>2010</u>
Net interest income	\$ 738,494	\$	609,879
Provision for credit losses	(27,932)		(91,402)
Other income	15,988		10,312
Administration expenses	(270,801)		(255,165)
Net income before fair value adjustment	455,749		273,624
Fair value adjustment	3,446		6,568
Net income	\$ 459,195	\$	280,192

Net income



Efficiency

