



Our long, stable history originates with one of the families that settled Bermuda. The Butterfields farmed the island as early as the 1600s. In 1758, Nathaniel T. Butterfield founded an eponymous merchant-trading firm. In 1858, it became The Bank of N.T. Butterfield & Son, Bermuda's first bank.

We are proud to be the premier community bank on the island, with a fine reputation and a rich history that parallels Bermuda's development. By the late 1800's, we were supporting a budding tourism industry by lending money to innkeepers, retailers and companies building the island's infrastructure. In 1904, with the equivalent of about \$120,000 in assets, the Bank was incorporated by Act of Parliament. By 1923, we had 13 people on staff, and by 1946 we had 425 shareholders. By the 1950s, we were serving a burgeoning international business community.

Today, while still a vital community bank, we are also a growing specialist offshore financial services group with sights set on the future. The Bank of Butterfield Group provides institutional and individual customers with a range of banking, credit, treasury, investment, trust, custody and corporate services.

Our headquarters remain on Front Street in Bermuda's capital, Hamilton, and the island is home to our largest operation. We also have offices in the Cayman Islands, Guernsey and Hong Kong. In all, we had 1,113 staff at the close of financial year 2000, 762 in Bermuda and 351 overseas.

Our success is built on fundamental strengths; that is, a stable customer base, strong capital and liquidity positions and solid core businesses. We have some \$4.8 billion in assets and \$34.1 billion in client assets under administration.

Our home country regulator is the Bermuda Monetary Authority, which operates in accordance with Basle principles and maintains close contacts with regulators in the other jurisdictions where we have offices. Bank of Butterfield common stock trades on the Bermuda Stock Exchange and the Cayman Islands Stock Exchange. We have over 3,600 shareholders with over 19.6 million shares outstanding.