

FOR IMMEDIATE RELEASE

**Bahamas First Holdings Limited And Carib Insurance Agency Limited
Reach Agreement On Sale Of Carib**

25 June 2007

Bahamas First Holdings Limited (BFH) and Carib Insurance Agency Limited (Carib) announced that they have reached agreement on the terms of a transaction that will result in the sale of 100% of the ordinary shares of Carib to BFH. Both parties have signed a Share Purchase Agreement and, subject to regulatory approval, BFH expects to assume ownership of the agency at completion.

Carib has operated in The Bahamas for over 40 years and has achieved market success through its integrity, competence and professional management. The agency will continue to operate as Carib Insurance Agency from its current location and with its existing personnel. Carib's commitment to its clients, employees and partners will be strengthened through the relationship with BFH.

BFH is the largest property and casualty insurance group in The Bahamas and enjoys the financial strength rating of A-(Excellent) from A.M. Best Company, which reflects its strong capitalization, leading market presence and efficient management.

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For more information:

Mr. Patrick Ward
Group President & CEO
Bahamas First Holdings
Telephone 302-3900

Mr. Albert Archer
Managing Director
Carib Insurance Agency
Telephone 322-8210

