

3rd April, 2008

Dear Warrantheolders

IMPORTANT: THIS NOTICE REQUIRES YOUR ATTENTION
NOTICE OF EXPIRY AND LAST DATE FOR EXERCISE OF WARRANTS 1995/2008

On 22 May 1995, Bermuda Commercial Bank Limited (“*the Bank*”) issued an aggregate of 1,625,036 publicly tradeable warrants (“*Warrants*”), exercisable at a price of \$7.50 per share until 3 p.m. (Bermuda time) on 31 May 2001. These Warrants trade on the Bermuda Stock Exchange.

Since 22 May 1995 the Warrant Instrument, a deed poll dated 22 May 1995 “Instrument Constituting 1,625,036 Warrants Exercisable At Any Time Between 30 May 1997 And 31 May 2001”, has been amended four (4) times for the purpose of extending the original life of the Warrants from 31 May 2001 to 30 May 2008.

At the Special General Meeting of Warrantheolders held on 19 June 2007, Condition 4 of the Terms and Conditions of the Warrant Instrument was amended following unanimous acceptance and approval of an Extraordinary Resolution whereby if an offer to acquire the Bank was made to include all outstanding Warrants and options for shares, and to take the Bank into private ownership, the Warrantheolder, in exchange for his unexercised Warrants, would receive from the offeror an amount for each Warrant so purchased that was equal to the difference (if any) between the price paid per share by the offeror and the Subscription Price per share that the Warrantheolders would have been required to pay to purchase a share under the terms of the Warrant Instrument, at the time the sale of the Bank became effective. Warrantheolders should note that the amendments to Condition 4, permitting Warrantheolders to realize the value of their warrants without payment of the exercise price, apply only where there is a sale of all of the Bank’s shares, warrants and options.

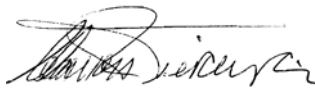
As you are no doubt aware, in a letter to shareholders dated 15 February 2008, successful negotiations for the sale of the entire Bank were not supported by the Central Bank of the Netherlands Antilles, acting on behalf of the major shareholder, First Curacao International Bank Limited. This resulted in the Central Bank of the Netherlands Antilles being invited to negotiate the superior offer, of which it claimed to be aware, for its holding of the Bank’s shares, warrants and options.

To date, we have not been advised of the state of these negotiations and we must anticipate, therefore, that a sale will not be concluded by 30 May 2008. If the sale of the Bank, including the necessary regulatory approval, is not concluded by that date, the close of business on 30 May 2008, **all unexercised Warrants will expire and be of no value.**

To exercise your Warrants, you should do so by completing the Exercise Form (which is enclosed) and submit it, together with your Warrant Certificate, and a cheque or bank draft payable to the order of the Bermuda Commercial Bank Limited:-

The Share Registrar
International Corporate Management Company of Bermuda Limited
19 Par La Ville Road
Hamilton HM 11
Bermuda

Yours faithfully,



Dr. Clarence R. Terceira
Chairman