

# The Bank of Nova Scotia Offshore Banking Unit

## 2022 Summary Financial Statements

### Summary Statement of Financial Position

As at October 31, 2022 with comparatives for 2021  
(Expressed in thousands of Barbados dollars)

	2022 \$	2021 \$
<b>Assets</b>		
Due from banks	1,326,390	979,674
Loans and advances to customers	9,962	10,613
Other assets	240	456
<b>Total Assets</b>	<b>1,336,592</b>	<b>990,743</b>
<b>Liabilities</b>		
Customer deposits	1,141,630	801,456
Due to banks	125,064	154,777
Other liabilities	35,573	12,470
Taxation payable	381	204
<b>Total Liabilities</b>	<b>1,302,648</b>	<b>968,907</b>
<b>Equity</b>		
Assigned capital	4,000	4,000
Retained earnings	29,944	17,836
<b>Total Equity</b>	<b>33,944</b>	<b>21,836</b>
<b>Total Liabilities and Equity</b>	<b>1,336,592</b>	<b>990,743</b>

Approved by:

**Suzette Armoogam-Shah (Mrs.)**  
Country Head  
Caribbean East Regional District

**Kiyomi Daniel**  
Chief Financial Officer  
Caribbean East Regional District

### Summary Statement of Profit or Loss and Other Comprehensive Income

For the year ended October 31, 2022 with comparatives for 2021  
(Expressed in thousands of Barbados dollars)

	2022 \$	2021 \$
Interest income	11,433	1,223
Interest expense	(4,273)	(393)
Net interest income	7,160	830
Non-interest income	6,448	7,139
<b>Total Revenue</b>	<b>13,608</b>	<b>7,969</b>
Non-interest expenses	(1,093)	(1,350)
Provision for credit losses	(7)	(72)
<b>Total Expenses</b>	<b>(1,100)</b>	<b>(1,422)</b>
<b>Profit before taxation</b>	<b>12,508</b>	<b>6,547</b>
<b>Taxation</b>	<b>(400)</b>	<b>(204)</b>
<b>Profit and total comprehensive income for the year</b>	<b>12,108</b>	<b>6,343</b>

### Board of Directors

Nora A. Aufreiter  
Guillermo E. Babatz  
Scott W. B. Bonham

Don H. Callahan  
W. Dave Dowrich  
Lynn K. Patterson

Michael D. Penner  
Brian J. Porter  
Una M. Power

Aaron W. Regent  
Calin Rovinescu  
Susan L. Segal

L. Scott Thomson  
Benita M. Warmbold

### Independent Auditors' Report on the Summary Financial Statements

#### To the Country Head of The Bank of Nova Scotia Offshore Banking Unit

#### Opinion

The summary financial statements, which comprise the summary statement of financial position as at October 31, 2022, the summary statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, are derived from the audited financial statements of The Bank of Nova Scotia Offshore Banking Unit ("the Bank") for the year ended October 31, 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements.

#### Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the basis of accounting applied in the preparation of the audited financial statements of the Bank. Reading the summary financial statements and our

report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon.

#### The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated February 17, 2023. That report also includes an Emphasis of Matter paragraph, drawing attention to the fact that the audited financial statements are prepared to assist the Bank to comply with the Financial Institutions (Amendment) Act, 2018-51 of the Laws of Barbados. As a result, the audited financial statements may not be suitable for another purpose. Our report thereon is intended solely for the Bank and its Regulators and should not be used by or distributed to parties other than the Bank or its Regulators. Our opinion is not modified in respect of this matter.

#### Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements.

#### Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), "Engagements to Report on Summary Financial Statements".

**Chartered Accountants**  
Bridgetown, Barbados  
February 17, 2023

### Summary Statement of Changes in Equity

For the year ended October 31, 2022 with comparatives for 2021  
(Expressed in thousands of Barbados dollars)

	Assigned Capital \$	Retained Earnings \$	Total \$
<b>Balance – October 31, 2020</b>	4,000	11,493	15,493
Profit for the year	-	6,343	6,343
<b>Balance – October 31, 2021</b>	4,000	17,836	21,836
Profit for the year	-	12,108	12,108
<b>Balance – October 31, 2022</b>	4,000	29,944	33,944

### Summary Statement of Cash Flows

For the year ended October 31, 2022 with comparatives for 2021  
(Expressed in thousands of Barbados dollars)

	2022 \$	2021 \$
<b>Cash flows from operating activities</b>		
Profit for the year	12,108	6,343
Interest income	(11,433)	(1,223)
Interest expense	4,273	393
Provision for credit losses	7	72
Income tax expense	400	204
Operating income before changes in operating assets and liabilities	5,355	5,789
Changes in operating assets and liabilities		
Increase / (Decrease) in other liabilities	23,103	(14,225)
Decrease/(Increase) in other assets	216	(424)
Decrease in loans and advances to customers	627	1,713
Increase in customer deposits	339,379	39,733
Cash from operations	368,680	32,586
Corporation tax paid	(223)	(282)
Interest received	11,450	1,253
Interest paid	(3,478)	(870)
<b>Net cash from operating activities</b>	<b>376,429</b>	<b>32,687</b>
<b>Net increase in cash and cash equivalents during the year</b>	<b>376,429</b>	<b>32,687</b>
<b>Cash and cash equivalents – beginning of year</b>	<b>824,897</b>	<b>792,210</b>
<b>Cash and cash equivalents – end of year</b>	<b>1,201,326</b>	<b>824,897</b>
<b>Cash and cash equivalents comprise:</b>		
Due from banks	1,326,390	979,674
Due to banks	(125,064)	(154,777)
	1,201,326	824,897