



Scotiabank

SCOTIABANK TRINIDAD AND TOBAGO LIMITED

CONSOLIDATED BALANCE SHEET HIGHLIGHTS (STATED IN \$'000)

	UNAUDITED As At July 31, 2005	UNAUDITED As At July 31, 2004	AUDITED As At October 31, 2004
ASSETS			
CASH RESOURCES			
Cash	\$ 67,875	\$ 66,275	\$ 62,256
Deposits with Central Bank	541,413	611,632	437,052
Treasury bills	129,346	59,930	101,205
Other cash resources	256,676	379,433	443,272
	995,310	1,117,270	1,043,785
NET LOANS TO CUSTOMERS	5,344,216	4,495,583	4,598,168
INVESTMENTS	592,113	431,768	583,330
OTHER ASSETS			
Customers' liability under acceptances, guarantees and letters of credit, per contra	770,738	959,676	972,192
Property, plant and equipment	181,869	169,031	168,194
Miscellaneous assets	167,482	98,878	137,224
	1,120,089	1,227,585	1,277,610
TOTAL ASSETS	\$ 8,051,728	\$ 7,272,206	\$ 7,502,893
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Deposits	\$ 5,749,791	\$ 5,143,330	\$ 5,282,149
Other fund raising instruments	7,313	26,380	25,031
Other deposit liabilities	188,949	43,457	10,431
Acceptances, guarantees and letters of credit, per contra	770,738	959,676	972,192
Provision for taxation	31,152	17,586	19,111
Policyholders' liabilities	67,150	12,100	32,546
Other liabilities	86,883	36,676	99,654
	6,901,976	6,239,205	6,441,114
DEFERRED TAX LIABILITY	29,963	36,016	30,555
SHAREHOLDERS' EQUITY			
Stated capital	117,563	117,563	117,563
Statutory reserve fund	222,035	178,004	192,035
Proposed dividend	22,337	21,161	23,513
Investment revaluation reserve	23,629	15,048	28,943
Retained earnings	734,225	665,209	669,170
	1,119,789	996,985	1,031,224
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 8,051,728	\$ 7,272,206	\$ 7,502,893

CONSOLIDATED INCOME STATEMENT (STATED IN \$'000)

	UNAUDITED Nine months ended July 31, 2005	UNAUDITED Nine months ended July 31, 2004	AUDITED Year ended October 31, 2004
NET INTEREST AND OTHER INCOME			
Net Interest Income	\$ 307,281	\$ 284,617	\$ 380,550
Other Income	117,848	122,938	162,643
Net Interest and Other Income	425,129	407,555	543,193
NON-INTEREST EXPENSES			
Salaries and staff benefits	100,534	88,540	127,917
Premises and technology	36,819	40,105	55,213
Communications and marketing	9,248	13,444	19,361
Loan loss expense	4,264	6,772	7,630
Other	47,037	37,820	52,315
Non-Interest Expenses	197,902	186,681	262,436
INCOME BEFORE TAXATION	227,227	220,874	280,757
Provision for taxation	(65,161)	(58,854)	(77,231)
INCOME AFTER TAXATION	\$ 162,066	\$ 162,020	\$ 203,526
Dividends Paid & Proposed for financial year	\$ 67,011	\$ 63,484	\$ 86,997
Dividends per share	57.0c	54.0c	74.0c
Earnings per share	137.9c	137.8c	173.1c
Return on Equity	20.15%	23.13%	20.95%
Return on Total Assets	2.79%	2.99%	2.71%
Market Value	\$ 39.50	\$ 30.50	\$ 31.50

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED JULY 31, 2005 (STATED IN \$'000)

	Stated Capital	Statutory Reserve	Proposed Dividend	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
NINE MONTHS ENDED JULY 31, 2005						
Balance as at October 31, 2004	\$ 117,563	192,035	23,513	28,943	669,170	1,031,224
Loss from changes in fair value, net of tax	-	-	-	(5,314)	-	(5,314)
Net income for the period	-	-	-	-	162,066	162,066
Transfer to statutory reserve	-	30,000	-	-	(30,000)	-
Dividends proposed	-	-	67,011	-	(67,011)	-
Dividends paid	-	-	(68,187)	-	-	(68,187)
Balance as at July 31, 2005	\$ 117,563	222,035	22,337	23,629	734,225	1,119,789

	Stated Capital	Statutory Reserve	Proposed Dividend	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
NINE MONTHS ENDED JULY 31, 2004						
Balance as at October 31, 2003	\$ 117,563	158,004	22,337	27,551	586,672	912,127
Gains from changes in fair value, net of tax	-	-	-	(12,503)	-	(12,503)
Net income for the period	-	-	-	-	162,020	162,020
Transfer to statutory reserve	-	20,000	-	-	(20,000)	-
Dividends proposed	-	-	63,483	-	(63,483)	-
Dividends paid	-	-	(64,659)	-	-	(64,659)
Balance as at July 31, 2004	\$ 117,563	178,004	21,161	15,048	665,209	996,985

	Stated Capital	Statutory Reserve	Proposed Dividend	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
YEAR ENDED OCTOBER 31, 2004						
Balance as at October 31, 2003	\$ 117,563	158,004	22,337	27,551	586,672	912,127
Gains from changes in fair value, net of tax	-	-	-	1,392	-	1,392
Net income for the year	-	-	-	-	203,526	203,526
Transfer to statutory reserve	-	34,031	-	-	(34,031)	-
Dividends proposed	-	-	86,997	-	(86,997)	-
Dividends paid	-	-	(85,821)	-	-	(85,821)
Balance as at October 31, 2004	\$ 117,563	192,035	23,513	28,943	669,170	1,031,224

CONSOLIDATED CASH FLOW (STATED IN \$'000)

	UNAUDITED Nine months ended July 31, 2005	UNAUDITED Nine months ended July 31, 2004	AUDITED Year ended October 31, 2004
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income before taxes	\$ 227,227	\$ 220,874	\$ 280,757
Increase in loans	(746,048)	(243,835)	(346,420)
Increase / (Decrease) in deposits	449,924	(478,823)	(341,353)
Taxation paid	(54,057)	(62,280)	(81,687)
Other adjustments to reconcile income before taxation to net cash from operating activities	5,035	17,683	72,993
Net cash used in operating activities	\$ (117,919)	\$ (546,381)	\$ (415,710)
CASH FLOWS USED IN INVESTING ACTIVITIES			
(Increase) / Decrease in investments	\$ (13,753)	\$ 268,693	\$ 124,864
Purchase of fixed assets	(28,586)	(10,773)	(17,318)
Proceeds from disposal of fixed assets	1,452	836	1,242
Net cash (used in) / from investing activities	\$ (40,887)	\$ 258,756	\$ 108,788
CASH FLOWS USED IN FINANCING ACTIVITIES			
Dividends paid	\$ (68,187)	\$ (64,659)	\$ (85,821)
Decrease in cash and cash equivalents	\$ (226,993)	\$ (352,284)	\$ (392,743)
Cash and cash equivalents, beginning of period	1,033,354	1,426,097	1,426,097
Cash and cash equivalents, end of period	\$ 806,361	\$ 1,073,813	\$ 1,033,354
CASH AND CASH EQUIVALENTS			
Cash resources	\$ 995,310	\$ 1,117,270	\$ 1,043,785
Other deposit liabilities	(188,949)	(43,457)	(10,431)
Cash and cash equivalents	\$ 806,361	\$ 1,073,813	\$ 1,033,354

SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

These financial statements, in all material aspects, have been prepared in accordance with International Financial Reporting Standards. The accounting policies used in the preparation of the financial statements are the same as were followed in the financial statements as at October 31, 2004.

TO OUR SHAREHOLDERS

We are pleased to report another successful quarter for the Scotiabank Group, with income after tax recorded at \$162.1 million for the period ended July 31, 2005.

The performance for the just concluded quarter represents the second highest in the group's history with the third quarter performance contributing \$58.8 million in profit after tax. This represents a \$6.7 million or 13% increase over the equivalent three months, one year ago.

The results of the period reflect a minimal increase of 0.03% over the comparative period due to the accounting of a previously unrecorded liability in the second quarter by a subsidiary company. If this was restated, the comparative increase would have been 9%.

On the basis of performance to date, the Directors have resolved that the Bank pay a third interim dividend of 19 cents per ordinary share (2004 - 18 cents) on September 22, 2005 to shareholders on record as at September 5, 2005.


Richard P. Young
Managing Director

August 23, 2005