



Scotiabank

SCOTIABANK TRINIDAD AND TOBAGO LIMITED

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

	UNAUDITED As At January 31, 2006	UNAUDITED As At January 31, 2005	AUDITED As At October 31, 2005
ASSETS			
CASH RESOURCES			
Cash	\$ 51,003	\$ 69,765	\$ 47,681
Other cash resources	200,991	439,369	445,083
Deposits with Central Bank	698,075	473,168	583,675
Treasury bills	104,270	95,111	265,129
	1,054,339	1,077,413	1,341,568
NET LOANS TO CUSTOMERS	6,154,228	4,998,373	5,536,564
INVESTMENTS	596,460	550,673	647,460
OTHER ASSETS			
Customers' liability under acceptances, guarantees and letters of credit, per contra	872,737	725,498	834,341
Property, plant and equipment	184,524	170,272	182,933
Miscellaneous assets	147,784	143,582	151,947
	1,205,045	1,039,352	1,169,221
TOTAL ASSETS	\$ 9,010,072	\$ 7,665,811	\$ 8,694,813
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Deposits	\$ 6,225,260	\$ 5,636,352	\$ 5,992,884
Other fund raising instruments	7,236	52,883	7,511
Other deposit liabilities	169,084	18,774	166,684
Other liabilities	88,044	74,856	96,333
Securities sold under repurchase agreement	90,000	-	94,000
Acceptances, guarantees and letters of credit, per contra	872,737	725,498	834,341
Provision for taxation	34,252	22,637	32,534
Policyholders' liabilities	90,210	42,726	81,812
Debt security in issue	200,000	-	200,000
	7,776,823	6,573,726	7,506,099
DEFERRED TAX LIABILITY	25,949	30,398	26,374
SHAREHOLDERS' EQUITY			
Stated capital	117,563	117,563	117,563
Statutory reserve fund	242,748	212,035	222,748
Proposed dividend	27,039	22,337	27,039
Investment revaluation reserve	19,315	29,226	20,537
Retained earnings	800,635	680,526	774,453
	1,207,300	1,061,687	1,162,340
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 9,010,072	\$ 7,665,811	\$ 8,694,813

CONSOLIDATED INCOME STATEMENT (STATED IN \$'000)

	UNAUDITED Three months ended January 31, 2006	UNAUDITED Three months ended January 31, 2005	AUDITED Year ended October 31, 2005
NET INTEREST AND OTHER INCOME			
Net Interest Income	\$ 121,199	\$ 99,190	\$ 418,980
Other Income	42,702	40,086	162,900
Net Interest and Other Income	163,901	139,276	581,880
NON-INTEREST EXPENSES			
Salaries and staff benefits	33,437	34,384	133,597
Premises and technology	12,766	12,870	58,528
Communications and marketing	5,732	4,462	20,635
Loan loss expense	2,370	1,923	5,165
Other	13,930	12,059	52,259
Non-Interest Expenses	68,235	65,698	270,184
INCOME BEFORE TAXATION	95,666	73,578	311,696
Provision for taxation	(22,445)	(19,885)	(84,463)
INCOME AFTER TAXATION	\$ 73,221	\$ 53,693	\$ 227,233
Dividends Paid & Proposed for financial year	\$ 27,039	\$ 22,337	\$ 94,049
Dividends per share	23.0c	19.0c	80.0c
Earnings per share	62.3c	45.7c	193.3c
Return on Equity	24.52%	20.36%	20.72%
Return on Total Assets	3.28%	2.81%	2.81%
Market Value	\$ 39.80	\$ 32.10	\$ 39.50



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SCOTIABANK TRINIDAD AND TOBAGO LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE PERIOD ENDED JANUARY 31, 2006 (STATED IN \$'000)

THREE MONTHS ENDED JANUARY 31, 2006

Balance as at October 31, 2005

Changes in fair value, net of tax

Net profit for the period

Transfer to statutory reserve

Dividends proposed

Dividends paid

Balance as at January 31, 2006

	Stated Capital	Statutory Reserve	Proposed Dividend	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
Balance as at October 31, 2005	\$ 117,563	222,748	27,039	20,537	774,453	1,162,340
Changes in fair value, net of tax	-	-	-	(1,222)	-	(1,222)
Net profit for the period	-	-	-	-	73,221	73,221
Transfer to statutory reserve	-	20,000	-	-	(20,000)	-
Dividends proposed	-	-	27,039	-	(27,039)	-
Dividends paid	-	-	(27,039)	-	-	(27,039)
Balance as at January 31, 2006	\$ 117,563	242,748	27,039	19,315	800,635	1,207,300

THREE MONTHS ENDED JANUARY 31, 2005

Balance as at October 31, 2004

Changes in fair value, net of tax

Net profit for the period

Transfer to statutory reserve

Dividends proposed

Dividends paid

Balance as at January 31, 2005

	Stated Capital	Statutory Reserve	Proposed Dividend	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
Balance as at October 31, 2004	\$ 117,563	192,035	23,513	28,943	669,170	1,031,224
Changes in fair value, net of tax	-	-	-	283	-	283
Net profit for the period	-	-	-	-	53,693	53,693
Transfer to statutory reserve	-	20,000	-	-	(20,000)	-
Dividends proposed	-	-	22,337	-	(22,337)	-
Dividends paid	-	-	(23,513)	-	-	(23,513)
Balance as at January 31, 2005	\$ 117,563	212,035	22,337	29,226	680,526	1,061,687

YEAR ENDED OCTOBER 31, 2005

Balance as at October 31, 2004

Changes in fair value, net of tax

Gains transferred to net profit, net of tax

Net income for the year

Adjustment to deferred tax provisions through retained earnings

Transfer to statutory reserve

Dividends proposed

Dividends paid

Balance as at October 31, 2005

	Stated Capital	Statutory Reserve	Proposed Dividend	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
Balance as at October 31, 2004	\$ 117,563	192,035	23,513	28,943	669,170	1,031,224
Changes in fair value, net of tax	-	-	-	(7,606)	-	(7,606)
Gains transferred to net profit, net of tax	-	-	-	(800)	-	(800)
Net income for the year	-	-	-	-	227,233	227,233
Adjustment to deferred tax provisions through retained earnings	-	-	-	-	2,812	2,812
Transfer to statutory reserve	-	30,713	-	-	(30,713)	-
Dividends proposed	-	-	94,049	-	(94,049)	-
Dividends paid	-	-	(90,523)	-	-	(90,523)
Balance as at October 31, 2005	\$ 117,563	222,748	27,039	20,537	774,453	1,162,340

CONSOLIDATED CASH FLOW (STATED IN \$'000)

CASH FLOWS FROM OPERATING ACTIVITIES

Net income before taxes

Increase in loans

Increase in deposits

Taxation paid

Other adjustments to reconcile income before taxation to net cash from operating activities

Net cash (used in) / from operating activities

CASH FLOWS USED IN INVESTING ACTIVITIES

Decrease / (Increase) in investments

Purchase of property, plant and equipment

Proceeds from disposal of property, plant and equipment

Net cash from / (used in) investing activities

CASH FLOWS USED IN FINANCING ACTIVITIES

Dividends paid

Increase in debt security in issue

Net cash (used in) / from financing activities

(Decrease) / Increase in cash and cash equivalents

Cash and cash equivalents, beginning of period

Cash and cash equivalents, end of period

CASH AND CASH EQUIVALENTS

Cash resources

Other deposit liabilities

Cash and cash equivalents

	UNAUDITED Three months ended January 31, 2006	UNAUDITED Three months ended January 31, 2005	AUDITED Year ended October 31, 2005
Net income before taxes	\$ 95,666	\$ 73,578	\$ 311,696
Increase in loans	(617,665)	(400,205)	(938,396)
Increase in deposits	228,102	382,056	787,215
Taxation paid	(21,214)	(16,888)	(72,137)
Other adjustments to reconcile income before taxation to net cash from operating activities	8,067	(16,878)	49,819
Net cash (used in) / from operating activities	\$ (307,044)	\$ 21,663	\$ 138,197
Decrease / (Increase) in investments	\$ 49,840	\$ 33,311	\$ (71,956)
Purchase of property, plant and equipment	(5,432)	(6,844)	(38,264)
Proceeds from disposal of property, plant and equipment	46	668	4,076
Net cash from / (used in) investing activities	\$ 44,454	\$ 27,135	\$ (106,144)
Dividends paid	\$ (27,039)	\$ (23,513)	\$ (90,523)
Increase in debt security in issue	-	-	200,000
Net cash (used in) / from financing activities	\$ (27,039)	\$ (23,513)	\$ 109,477
(Decrease) / Increase in cash and cash equivalents	\$ (289,629)	\$ 25,285	\$ 141,530
Cash and cash equivalents, beginning of period	1,174,884	1,033,354	1,033,354
Cash and cash equivalents, end of period	\$ 885,255	\$ 1,058,639	\$ 1,174,884
Cash resources	\$ 1,054,339	\$ 1,077,413	\$ 1,341,568
Other deposit liabilities	(169,084)	(18,774)	(166,684)
Cash and cash equivalents	\$ 885,255	\$ 1,058,639	\$ 1,174,884

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, 2005.

TO OUR SHAREHOLDERS

We are pleased to report another successful quarter for the Scotiabank Group, with income after tax recorded at \$73.2 million for the period ended January 31, 2006.

The results reflect an increase of 36.4% over the comparative period. The increased profitability of the Group is testimony to our continued focus on Sales and Service disciplines, which has resulted in growth in net loans to customers of approximately \$1.2 billion or 23% over the first quarter of fiscal 2005. Strong growth in the areas of Retail, Commercial and Corporate lending contributed to the overall loan increases for the quarter. Additionally the 5% reduction in the corporate tax rate and continued discipline in controlling non interest expenses contributed to the excellent quarter's performance.

On the basis of performance to date, the Directors have resolved that the Bank pay a first interim dividend of 23 cents per ordinary share (2005 - 19 cents) on April 5, 2006 to shareholders on record as at March 16, 2006.

March 6, 2006

Richard P. Young

Managing Director