


Summary Statement of Financial Position - As at October 31, 2018
(Expressed in thousands of Eastern Caribbean dollars)

	2018	2017*
Assets		
Cash and cash equivalents	68,959	75,983
Due from banks	367,267	230,025
Loans and advances to customers	987,889	996,526
Property and equipment	3,561	3,719
Deferred tax assets	3	112
Other assets	65	73
Total assets	1,427,744	1,306,438
Liabilities		
Customer deposits	857,487	802,508
Due to banks	550,302	459,799
Other liabilities	9,049	15,538
Current tax liabilities	8,850	555
Total liabilities	1,425,688	1,278,400
Equity		
Reserves	3,437	3,437
(Accumulated deficit) Retained earnings	(1,381)	24,601
Total equity	2,056	28,038
Total liabilities and equity	1,427,744	1,306,438

Approved by:



Suzette Armoogam-Shah
Country Manager



Colleen Cyrus (Mrs.)
Director Finance
Caribbean East Regional District

Summary Statement of Profit or Loss and Other Comprehensive Income - For the year ended October 31, 2018 (Expressed in thousands of Eastern Caribbean dollars)

	2018	2017*
Interest income	80,495	75,042
Interest expense	24,224	17,932
Net interest income	56,271	57,110
Non-interest income	24,115	24,521
Total Revenue	80,386	81,631
Non-interest expenses	28,773	29,777
Provision for credit losses	15,742	17,780
Total Expenses	44,515	47,557
Profit before tax	35,871	34,074
Income tax expense	11,051	11,220
Net Profit for the year being total comprehensive income	24,820	22,854

Scotiabank Board of Directors

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Eduardo Pacheco Cortes	Michael D. Penner
Brian Johnston Porter	Benita Marie Warmbold

Summary Statement of Changes in Equity - For the year ended October 31, 2018 (Expressed in thousands of Eastern Caribbean dollars)

	Reserves	Retained Earnings/ (Accumulated Deficit)	Total
Balance at October 31, 2016	-	21,820	21,820
Net profit for the year	-	22,854	22,854
Remittances to Head Office	-	(16,636)	(16,636)
Transfer to reserves	3,437	(3,437)	-
Balance at October 31, 2017	3,437	24,601	28,038
Net profit for the year	-	24,820	24,820
Remittances to Head Office	-	(50,802)	(50,802)
Balance at October 31, 2018	3,437	(1,381)	2,056

Summary Statement of Cash Flows - For the year ended October 31, 2018 (Expressed in thousands of Eastern Caribbean dollars)

	2018	2017*
Cash flows from operating activities		
Net Profit for the year	24,820	22,854
<i>Adjustments for:</i>		
Provision for credit losses	15,742	17,780
Depreciation	805	876
Net loss (gain) on disposal of property and equipment	77	(765)
Net interest income	(56,271)	(57,110)
Income tax expense	11,051	11,220
	(3,776)	(5,145)
Changes in operating assets and liabilities		
(Increase) decrease in loans, net	(6,272)	28,045
Decrease (increase) in other assets	8	(55)
(Increase) decrease in mandatory reserve deposits with Eastern Caribbean Central Bank	(8,179)	4,524
(Decrease) increase in other liabilities	(6,489)	3,137
Increase in customer deposits	54,574	35,225
Cash from operations	29,866	65,731
Corporation tax paid	(2,647)	(5,386)
Interest received	79,662	74,911
Interest paid	(23,819)	(17,901)
Net cash from operating activities	83,062	117,355
Cash flows from investing activities		
Purchase of property and equipment	(724)	(725)
Proceeds on disposal of property and equipment	-	761
Net cash from investing activities	(724)	36
Cash flows from financing activities		
Profits remitted to Head Office	(50,802)	(16,636)
Net cash used in financing activities	(50,802)	(16,636)
Net increase in cash for the year	31,536	100,755
Cash and cash equivalents, net - beginning of year	(197,145)	(297,900)
Cash and cash equivalents, net - end of year	(165,609)	(197,145)
Cash and cash equivalents, net - comprise:		
Cash and cash equivalents	68,959	75,983
Due from banks	367,267	230,025
Due to banks	(550,302)	(459,799)
	(114,076)	(153,791)
Mandatory reserve deposits with Eastern Caribbean Central Bank	(51,533)	(43,354)
	(165,609)	(197,145)

*Certain comparative figures have been reclassified to conform to the current year's presentation

Independent Auditors' Report on the Summary Financial Statements

The Country Manager
The Bank of Nova Scotia - Saint Lucia Branches

Opinion

The summary financial statements, which comprise the summary statement of financial position as at October 31, 2018, 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 - Saint Lucia Branches ("the Bank") for the year ended October 31, 2018.

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 January 11, 2019.

Emphasis of Matter - Restriction on Use and Distribution

Our auditors' report dated January 11, 2019 on the audited financial statements included an Emphasis of Matter paragraph, drawing attention to the fact that the financial statements are prepared to assist the Bank to comply with the Banking Act No. 3 of 2015 of the Laws of Saint Lucia. As a result, the 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
Castries, St. Lucia
January 11, 2019