

Summary Statement of Financial Position

As at October 31, 2012


(expressed in Eastern Caribbean dollars)

Assets	2012 \$	2011 \$
Cash	5,933,379	3,825,221
Deposits with Eastern Caribbean Central Bank	57,042,830	54,228,675
Due from other banks	354,272,197	287,807,820
Securities	-	1,408,480
Loans	823,653,148	823,609,607
Property and equipment	10,805,384	10,838,803
Other assets	650,664	628,473
Cheques and other in transit, net	-	3,033,109
Taxation recoverable	1,530,738	-
Deferred tax asset	3,449,044	1,546,695
Total Assets	1,257,337,384	1,186,926,883
Liabilities and Head Office Account		
Deposits	1,005,048,423	955,464,007
Cheques and other in transit, net	52,713,545	-
Taxation payable	-	1,124,378
Other liabilities	5,249,677	6,908,120
Due to other banks	-	-
Due to Head Office	194,325,739	223,430,378
Total Liabilities and Head Office Account	1,257,337,384	1,186,926,883

Approved by Management on March 28, 2013



Country Manager



Operations Manager

Summary Statement of Comprehensive Income

For the year ended October 31, 2012

(expressed in Eastern Caribbean dollars)

	2012 \$	2011 \$
Interest income		
Loans	60,918,400	63,005,353
Head Office and other related banks	4,358,261	4,370,882
Securities	8,800	125,210
Total interest income	65,285,461	67,501,445
Interest expense	(21,101,442)	(20,574,737)
Net interest income	44,184,019	46,926,708
Other income	20,771,532	17,920,330
Net interest and other income	64,955,551	64,847,038
Non-interest expenses		
Salaries and staff benefits	10,694,687	10,660,961
Premises and equipment expenses	3,192,521	3,495,646
Depreciation	745,947	907,284
Provision for credit losses	11,935,415	4,064,906
Head office expenses	4,468,284	5,253,531
Other expenses	13,833,028	12,165,629
Total non-interest expenses	44,869,882	36,547,957
Income before taxation	20,085,669	28,299,081
Taxation	(2,857,507)	(4,339,425)
Net income for the year	17,228,162	23,959,656
Total comprehensive income	17,228,162	23,959,656

SCOTIABANK BOARD OF DIRECTORS

Ronald A. Brenneman
 C.J. Chen
 David A. Dodge, O.C.
 N. Ashleigh Everett
 John C. Kerr, C.M., O.B.C., LL.D.
 John T. Mayberry, C.M.
 Thomas C. O'Neill

Susan L. Segal
 Indira V. Samarasekera, O.C., Ph.D.
 Allan C. Shaw, C.M., LL.D.
 Paul D. Sobey
 Barbara S. Thomas
 Richard E. Waugh

*Trademarks of The Bank of Nova Scotia.

INDEPENDENT AUDITORS' REPORT

**Report of the Independent Auditors
on the Summary Financial Statements**

**To the Country Manager of
The Bank of Nova Scotia - Antigua Branches**

The accompanying summary financial statements, which comprise the summary statement of financial position as at October 31, 2012, the summary statement of comprehensive income, summary statement of changes in Head Office Account and summary statement of cash flows for the year then ended, are derived from the audited financial statements of The Bank of Nova Scotia – Antigua Branches for the year ended October 31, 2012. We expressed an unmodified audit opinion on those financial statements in our report dated March 28, 2013.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards applied in the preparation of the audited financial statements of The Bank of Nova Scotia - Antigua Branches. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of The Bank of Nova Scotia - Antigua Branches.

Management's Responsibility for the Summary Financial Statements

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

Auditors' Responsibility

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

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of The Bank of Nova Scotia - Antigua Branches for the year ended October 31, 2012 are consistent, in all material respects, with those financial statements.



Antigua and Barbuda

March 28, 2013

Summary Statement of Cash Flows

For the year ended October 31, 2012
(expressed in Eastern Caribbean dollars)

	2012 \$	2011 \$
Cash flows from operating activities		
Income before taxation	20,085,669	28,299,081
Provision for credit losses	11,935,415	4,064,906
Depreciation	745,947	907,284
Loss on disposal of property and equipment	-	209,957
Interest income	(65,285,461)	(67,501,445)
Interest expense	21,101,442	20,574,737
Operating loss before changes in operating assets and liabilities	(11,416,988)	(13,445,480)
Increase in loans, net	(11,679,276)	(10,618,119)
Change in other assets and liabilities, net	54,066,020	2,123,578
Increase in deposits	49,831,842	21,121,153
Cash from/(used in) operations	80,801,598	(818,868)
Corporation tax paid	(7,414,972)	(7,379,890)
Interest received	65,003,061	67,401,991
Interest paid	(21,348,868)	(21,014,950)
Net cash from operations	117,040,819	38,188,283
Cash flows from investing activities		
Disposal of securities	1,391,200	-
Purchase of property and equipment	(712,528)	(245,112)
Net cash from/(used in) investing activities	678,672	(245,112)
Cash flows from financing activity		
Net financing to Head Office	(46,332,801)	(32,551,009)
Net cash used in financing activity	(46,332,801)	(32,551,009)
Net increase in cash and cash equivalents for the year	71,386,690	5,392,162
Cash and cash equivalents, beginning of year	345,861,716	340,469,554
Cash and cash equivalents, end of year	417,248,406	345,861,716
Cash and cash equivalents comprise:		
Cash	5,933,379	3,825,221
Deposits with Eastern Caribbean Central Bank	57,042,830	54,228,675
Due from other banks	354,272,197	287,807,820
Due to other banks	-	-
	417,248,406	345,861,716

Summary Statement of Changes in Head Office Account

For the year ended October 31, 2012
(expressed in Eastern Caribbean dollars)

	2012 \$
Balance – October 31, 2010	232,021,731
Total comprehensive income for the year	23,959,656
Net advances to Head Office	(32,551,009)
Balance – October 31, 2011	223,430,378
Total comprehensive income for the year	17,228,162
Net advances to Head Office	(46,332,801)
Balance – October 31, 2012	194,325,739

*Trademark of The Bank of Nova Scotia.