

**Summary Statement of Financial Position**

As at October 31, 2014

(expressed in Eastern Caribbean dollars)

	2014	2013
	\$	\$
<b>Assets</b>		
Cash	7,637,538	5,567,449
Deposits with the Eastern Caribbean Central Bank	66,538,434	59,767,202
Due from other banks	304,075,062	390,543,634
Loans	772,105,042	808,485,804
Property and equipment	10,082,173	10,402,909
Other assets	13,351	625,884
Taxes recoverable	-	190,505
Deferred tax asset	581,355	415,893
Cheques and other items in transit	1,042,396	-
<b>Total Assets</b>	<b>1,162,075,351</b>	<b>1,275,999,280</b>
<b>Liabilities and Head Office Account</b>		
Deposits	1,031,127,938	1,024,791,342
Cheques and other items in transit, net	-	49,836,059
Taxes payable	1,328,077	-
Other liabilities	9,147,555	6,926,272
Due to other banks	-	12,763,885
Due to Head Office	120,471,781	181,681,722
<b>Total liabilities and Head Office Account</b>	<b>1,162,075,351</b>	<b>1,275,999,280</b>

**Summary Statement of Comprehensive Income**

For the year ended October 31, 2014

(expressed in Eastern Caribbean dollars)

	2014	2013
	\$	\$
<b>Interest income:</b>		
Loans	60,816,317	61,035,157
Head Office and other related banks	2,861,217	4,550,442
<b>Total interest income</b>	<b>63,677,534</b>	<b>65,585,599</b>
<b>Interest expense</b>	<b>(15,179,367)</b>	<b>(18,679,342)</b>
<b>Net interest income</b>	<b>48,498,167</b>	<b>46,906,257</b>
<b>Other income</b>	<b>26,493,411</b>	<b>23,864,107</b>
<b>Net interest and other income</b>	<b>74,991,578</b>	<b>70,770,364</b>
<b>Non-interest expenses:</b>		
Salaries and staff benefits	11,819,197	11,350,161
Premises and equipment expenses	3,420,692	3,386,754
Depreciation	678,192	732,155
Provision for/(recovery of) credit losses	2,242,730	(3,323,671)
Head Office expenses	4,499,965	3,742,004
Other expenses	15,511,290	16,598,779
<b>Total non-interest expenses</b>	<b>38,172,066</b>	<b>32,486,182</b>
<b>Income before taxation</b>	<b>36,819,512</b>	<b>38,284,182</b>
<b>Taxation</b>	<b>(8,603,317)</b>	<b>(10,341,234)</b>
<b>Net income for the year</b>	<b>28,216,195</b>	<b>27,942,948</b>
<b>Total comprehensive income</b>	<b>28,216,195</b>	<b>27,942,948</b>

Approved by Management on



Gordon Julien  
Country Manager



Pascal Hughes  
Operations Manager

**SCOTIABANK BOARD OF DIRECTORS**

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Guillermo E. Babatz  
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Charles H. Dallara, Ph.D.  
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**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, 2014, the summary statement of profit and loss and other 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, 2014. We expressed an unmodified audit opinion on those financial statements in our report dated February 26, 2015.

The summary financial statements do not contain all the disclosures required by the alternative basis of accounting 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, 2014 are consistent, in all material respects, with those financial statements.

Chartered Accountants  
St. John's, Antigua  
February 25, 2015

**Summary Statement of Cash Flows**

For the year ended October 31, 2014  
(expressed in Eastern Caribbean dollars)

	2014 \$	2013 \$
<b>Cash flows from operating activities</b>		
Income before taxation	36,819,512	38,284,182
Provision for/(recovery of) credit losses	2,242,730	(3,323,671)
Depreciation	678,192	732,155
Loss on disposal of property and equipment	170,997	-
Interest income	(63,677,534)	(65,585,599)
Interest expense	15,179,367	18,679,342
<b>Operating losses before changes in operating assets and liabilities</b>	<b>(8,586,736)</b>	<b>(11,213,591)</b>
Change in loans, net	34,677,101	18,162,717
Change in other assets and liabilities, net	(48,044,639)	(1,176,111)
Change in deposits	10,183,322	19,650,260
Cash from operating activities	(11,770,952)	25,423,275
Income tax paid	(7,250,197)	(5,967,850)
Interest received	63,138,465	65,913,897
Interest paid	(19,026,093)	(18,586,685)
<b>Net cash generated from operations</b>	<b>25,091,223</b>	<b>66,782,637</b>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(528,453)	(329,680)
<b>Net cash used in investing activities</b>	<b>(528,453)</b>	<b>(329,680)</b>
<b>Cash flows from financing activity</b>		
Net financing to Head Office	(89,426,136)	(40,586,963)
<b>Net cash used in financing activity</b>	<b>(89,426,136)</b>	<b>(40,586,963)</b>
<b>Net (decrease)/increase in cash and cash equivalents for the year</b>	<b>(64,863,366)</b>	<b>25,865,994</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>443,114,400</b>	<b>417,248,406</b>
<b>Cash and cash equivalents, end of year</b>	<b>378,251,034</b>	<b>443,114,400</b>
<b>Cash and cash equivalents comprise:</b>		
Cash	7,637,538	5,567,449
Deposits with the Eastern Caribbean Central Bank	66,538,434	59,767,202
Due from other banks	304,075,062	390,543,634
Due to other banks	-	(12,763,885)
	<b>378,251,034</b>	<b>443,114,400</b>

**Summary Statement of Changes in Head Office Account**

For the year ended October 31, 2014

(expressed in Eastern Caribbean dollars)

	2014 \$
<b>Balance – October 31, 2012</b>	194,325,739
Total comprehensive income for the year	27,942,948
Net advances to Head Office	(40,586,965)
<b>Balance – October 31, 2013</b>	181,681,722
Total comprehensive income for the year	28,216,195
Net advances to Head Office	(89,492,136)
<b>Balance – October 31, 2014</b>	<b>120,471,781</b>

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