

Summary Statement of Financial Position

As at October 31, 2016

(expressed in Eastern Caribbean dollars)

	2016	2015
	\$	\$
Assets		
Cash	8,902,678	8,084,883
Deposits with the Eastern Caribbean Central Bank	77,032,904	73,605,716
Due from banks	139,248,488	361,595,273
Loans	745,658,514	729,534,508
Property and equipment	9,246,224	9,567,483
Other assets	5,013	162,396
Taxes recoverable	-	609,018
Deferred tax asset	466,496	487,980
Total Assets	980,560,317	1,183,647,257

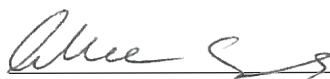
Liabilities and Head Office Account

Deposits	970,757,984	1,096,600,344
Cheques and other items in transit, net	65,442	1,483,091
Taxes payable	3,947,476	-
Other liabilities	8,389,198	6,532,503
Due to banks	-	44,119,454
Loan loss reserve	340,000	340,000
Due (from)/to Head Office	(2,939,783)	34,571,865
Total liabilities and Head Office Account	980,560,317	1,183,647,257

Approved by Management on January 25, 2017



Gordon Julien
Country Manager



Colleen Cyrus (Mrs)
Chief Financial Officer

Summary Statement of Profit or Loss and Other Comprehensive Income

For the year ended October 31, 2016

(expressed in Eastern Caribbean dollars)

	2016	2015
	\$	\$
Interest income:		
Loans	56,868,480	58,347,115
Head Office and other related banks	2,695,176	4,036,067
Total interest income	59,563,656	62,383,182
Interest expense	(11,396,675)	(13,514,254)
Net interest income	48,166,981	48,868,928
Other income	31,989,269	29,306,395
Net interest and other income	80,156,250	78,175,323
Non-interest expenses:		
Salaries and staff benefits	11,779,422	15,194,064
Head Office expenses	2,748,223	4,396,709
Premises and equipment expenses	3,555,131	3,391,879
Provision for credit losses	2,378,471	3,877,937
Depreciation	515,860	584,238
Other expenses	17,849,580	19,568,265
Total non-interest expenses	38,826,687	47,013,092
Profit before taxation	41,329,563	31,162,231
Taxation	(9,968,964)	(7,425,058)
Profit for the year	31,360,599	23,737,173
Total profit and other comprehensive income	31,360,599	23,737,173

SCOTIABANK BOARD OF DIRECTORS

Nora A. Aufreiter
Guillermo E. Babatz
Ronald A. Brenneman
C.J. Chen
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Barbara S. Thomas

**REPORT OF THE INDEPENDENT AUDITORS ON
 THE SUMMARY FINANCIAL STATEMENTS**

**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, 2016, the summary statement of profit or loss and other comprehensive income, summary statement of changes in head office account and reserve 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, 2016. We expressed an unmodified audit opinion on those financial statements in our report dated January 25, 2017.

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 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 in accordance with the basis of accounting applied in the preparation 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, 2016 are consistent, in all material respects, with those financial statements in accordance with the basis of accounting applied in the preparation of the audited financial statements.



Chartered Accountants
 Antigua and Barbuda
 January 25, 2017

Summary Statement of Cash Flows

For the year ended October 31, 2016
 (expressed in Eastern Caribbean dollars)

	2016	2015
	\$	\$
Cash flows from operating activities		
Profit before taxation	41,329,563	31,162,231
Provision for credit losses	2,378,471	3,877,937
Depreciation	515,860	584,238
Interest income	(59,563,656)	(62,383,182)
Interest expense	11,396,675	13,514,254
Operating losses before changes in operating assets and liabilities	(3,943,087)	(13,244,522)
Change in loans, net	(18,678,017)	38,468,168
Change in other assets and liabilities, net	596,429	(238,610)
Change in deposits	(125,147,868)	65,412,548
Cash (used in)/from operating activities	(147,172,543)	90,397,584
Income tax paid	(5,390,986)	(9,268,778)
Interest received	59,739,196	62,607,611
Interest paid	(12,091,167)	(13,454,396)
Net cash (used in)/from generated from operations	(104,915,500)	130,282,021
Cash flows from investing activity		
Purchase of property and equipment	(194,601)	(69,548)
Net cash used in investing activity	(194,601)	(69,548)
Cash flows from financing activity		
Net advances to Head Office	(68,872,247)	(109,297,089)
Net cash used in financing activity	(68,872,247)	(109,297,089)
Net (decrease)/increase in cash and cash equivalents for the year	(173,982,348)	20,915,384
Cash and cash equivalents, beginning of year	399,166,418	378,251,034
Cash and cash equivalents, end of year	225,184,070	399,166,418
Cash and cash equivalents comprise:		
Cash	8,902,678	8,084,883
Deposits with the Eastern Caribbean Central Bank	77,032,904	73,605,716
Due from other banks	139,248,488	361,595,273
Due to other banks	-	(44,119,454)
	225,184,070	399,166,418

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

For the year ended October 31, 2016

(expressed in Eastern Caribbean dollars)

	Loan Loss Reserve	Head Office Account	Total
	\$	\$	\$
Balance at October 31, 2014	-	120,471,781	120,471,781
Total profit and other comprehensive income for the year	-	23,737,173	23,737,173
Transfer to reserve	340,000	(340,000)	-
Net advances to Head Office	-	(109,297,089)	(109,297,089)
Balance at October 31, 2015	340,000	34,571,865	34,911,865
Total profit and other comprehensive income for the year	-	31,360,599	31,360,599
Net advances to Head Office	-	(68,872,247)	(68,872,247)
Balance at October 31, 2016	340,000	(2,939,783)	(2,599,783)