

**Summary Statement of Financial Position**

As at October 31, 2013

(expressed in Eastern Caribbean dollars)

Assets	2013 \$	2012 \$
Cash	5,567,449	5,933,379
Deposits with Eastern Caribbean Central Bank	59,767,202	57,042,830
Due from other banks	390,543,634	354,272,197
Loans	808,485,804	823,653,148
Property and equipment	10,402,909	10,805,384
Other assets	625,884	650,664
Taxes recoverable	190,505	1,530,738
Deferred tax asset	415,893	3,449,044
<b>Total Assets</b>	<b>1,275,999,280</b>	<b>1,257,337,384</b>
<b>Liabilities and Head Office Account</b>		
Deposits	1,024,791,342	1,005,048,423
Cheques and other items in transit, net	49,836,059	52,713,545
Other liabilities	6,926,272	5,249,677
Due to other banks	12,763,885	-
Due to Head Office	181,681,722	194,325,739
<b>Total Liabilities and Head Office Account</b>	<b>1,275,999,280</b>	<b>1,257,337,384</b>

Approved by Management on

  
 Gordon Julien  
 Country Manager

  
 Pascal Hughes  
 Operations Manager

**Summary Statement of Comprehensive Income**

For the year ended October 31, 2013

(expressed in Eastern Caribbean dollars)

	2013 \$	2012 \$
<b>Interest income</b>		
Loans	61,035,157	60,918,400
Head Office and other related banks	4,550,442	4,358,261
Securities	-	8,800
<b>Total interest income</b>	<b>65,585,599</b>	<b>65,285,461</b>
<b>Interest expense</b>	<b>(18,679,342)</b>	<b>(21,101,442)</b>
<b>Net interest income</b>	<b>46,906,257</b>	<b>44,184,019</b>
<b>Other income</b>	<b>23,864,107</b>	<b>20,771,532</b>
<b>Net interest and other income</b>	<b>70,770,364</b>	<b>64,955,551</b>
<b>Non-interest expenses</b>		
Salaries and staff benefits	11,350,161	10,694,687
Premises and equipment expenses	3,386,754	3,192,521
Depreciation	732,155	745,947
(Recovery of)/provision for credit losses	(3,323,671)	11,935,415
Head office expenses	3,742,004	4,468,284
Other expenses	16,598,779	13,833,028
<b>Total non-interest expenses</b>	<b>32,486,182</b>	<b>44,869,882</b>
<b>Income before taxation</b>	<b>38,284,182</b>	<b>20,085,669</b>
<b>Taxation</b>	<b>(10,341,234)</b>	<b>(2,857,507)</b>
<b>Net income for the year</b>	<b>27,942,948</b>	<b>17,228,162</b>
<b>Total comprehensive income</b>	<b>27,942,948</b>	<b>17,228,162</b>

**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  
 Aaron W. Regent

Susan L. Segal  
 Indira V. Samarasekera, O.C., Ph.D.  
 Charles H. Dallara, Ph.D.  
 Paul D. Sobey  
 Barbara S. Thomas  
 Richard E. Waugh  
 Brian J. Porter

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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, 2013, 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, 2013. We expressed an unmodified audit opinion on those financial statements in our report dated February 28, 2014.

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, 2013 are consistent, in all material respects, with those financial statements.



Chartered Accountants  
Antigua and Barbuda

February 28, 2014

**Summary Statement of Cash Flows**

For the year ended October 31, 2013  
(expressed in Eastern Caribbean dollars)

	2013	2012
	\$	\$
Cash flows from operating activities		
Income before taxation	38,284,182	20,085,669
(Recovery of)/provision for credit losses	(3,323,671)	11,935,415
Depreciation	732,155	745,947
Interest income	(65,585,599)	(65,285,461)
Interest expense	18,679,342	21,101,442
Operating loss before changes in operating assets and liabilities	(11,213,591)	(11,416,988)
Decrease/(increase) in loans, net	18,162,717	(11,679,276)
Change in other assets and liabilities, net	(1,176,111)	54,066,020
Increase in deposits	19,650,260	49,831,842
Cash from operating activities	25,423,275	80,801,598
Income tax paid	(5,967,850)	(7,414,972)
Interest received	65,913,897	65,003,061
Interest paid	(18,586,683)	(21,348,868)
Net cash from operations	66,782,639	117,040,819
Cash flows from investing activities		
Disposal of securities	-	1,391,200
Purchase of property and equipment	(329,680)	(712,528)
Net cash (used in)/from investing activities	(329,680)	678,672
Cash flows from financing activity		
Net financing to Head Office	(40,586,965)	(46,332,801)
Net cash used in financing activity	(40,586,965)	(46,332,801)
Net increase in cash and cash equivalents for the year	25,865,994	71,386,690
Cash and cash equivalents, beginning of year	417,248,406	345,861,716
Cash and cash equivalents, end of year	443,114,400	417,248,406
Cash and cash equivalents comprise:		
Cash	5,567,449	5,933,379
Deposits with Eastern Caribbean Central Bank	59,767,202	57,042,830
Due from other banks	390,543,634	354,272,197
Due to other banks	(12,763,885)	-
	443,114,400	417,248,406

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

For the year ended October 31, 2013  
(expressed in Eastern Caribbean dollars)

	2013
	\$
<b>Balance – October 31, 2011</b>	223,430,378
Total comprehensive income for the year	17,228,162
Net advances to Head Office	(46,332,801)
<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

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