

### Summary Statement of Financial Position

As at October 31, 2020 with comparatives for 2019

(Expressed in thousands of Barbados dollars)

	2020 \$	2019 \$
<b>Assets</b>		
Cash and balances with Central Bank	-	666,466
Due from banks	123,446	206,094
Investment securities	-	344,484
Loans and advances to customers	-	1,473,193
Property and equipment	-	39,646
Other assets	-	3,141
<b>Total Assets</b>	<b>123,446</b>	<b>2,733,024</b>
<b>Liabilities</b>		
Customer deposits	-	1,982,230
Due to banks	-	260,424
Other liabilities	-	44,656
Current tax liabilities	600	14,308
Deferred tax liabilities	-	-
<b>Total Liabilities</b>	<b>600</b>	<b>2,301,618</b>
<b>Equity</b>		
Assigned capital	4,000	4,000
Reserves	-	18,809
Retained earnings	118,846	408,597
<b>Total Equity</b>	<b>122,846</b>	<b>431,406</b>
<b>Total Liabilities and Equity</b>	<b>123,446</b>	<b>2,733,024</b>

Approved by:

**David Parks (Mr.)**  
**Managing Director**  
**Caribbean East Regional District**

**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, 2020 with comparatives for 2019  
(Expressed in thousands of Barbados dollars)

	2020 \$	2019 \$
Interest income	33,372	130,121
Interest expense	(783)	(4,876)
<b>Net interest income</b>	<b>32,589</b>	<b>125,245</b>
Non-interest income	11,884	48,636
<b>Total Revenue</b>	<b>44,473</b>	<b>173,881</b>
Provision for credit losses	(8,980)	(3,224)
Non-interest expenses	(33,793)	(95,815)
<b>Total Expenses</b>	<b>(42,773)</b>	<b>(99,039)</b>
<b>Profit before tax</b>	<b>1,700</b>	<b>74,842</b>
Income tax recovery/ (expense)	12,549	(240)
<b>Net profit for the year, being total comprehensive income</b>	<b>14,249</b>	<b>74,602</b>

**Summary Statement of Changes in Equity**

For the year ended October 31, 2020 with comparatives for 2019  
(Expressed in thousands of Barbados dollars)

	Assigned Capital \$	Revaluation Reserves \$	Retained earnings \$	Total \$
<b>Balance – October 31, 2018</b>	4,000	18,809	362,206	385,015
Cumulative effect of adopting IFRS 9	-	-	(28,211)	(28,211)
<b>Restated Balance – November 1, 2018</b>	4,000	18,809	333,995	356,804
Net profit for the year	-	-	74,602	74,602
<b>Balance – October 31, 2019</b>	4,000	18,809	408,597	431,406
Net profit for the year	-	-	14,249	14,249
Profits remitted	-	-	(304,000)	(304,000)
Transfer of revaluation reserves	-	(18,809)	-	(18,809)
<b>Balance – October 31, 2020</b>	<b>4,000</b>	<b>-</b>	<b>118,846</b>	<b>122,846</b>

### Summary Statement of Cash Flows

For the year ended October 31, 2020 with comparatives for 2019  
(Expressed in thousands of Barbados dollars)

	2020 \$	2019 \$
<b>Cash flows from operating activities</b>		
Net profit	14,249	74,602
Adjustments for:		
Provision for credit losses	8,980	3,224
Depreciation	1,366	3,111
Interest income	(33,372)	(130,121)
Interest expense	783	4,876
Income tax (recovery)/expense	(12,549)	240
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	(20,543)	(44,068)
Changes in operating assets and liabilities		
Decrease in loans, net	1,461,704	11,991
Decrease in other assets	3,141	580
Decrease/(increase) in mandatory reserve deposits with Central Bank	96,838	(1,853)
(Decrease)/increase in other liabilities	(43,897)	8,080
(Decrease)/increase in customer deposits	(1,982,230)	69,704
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Cash (used in) from operations	(484,987)	44,434
Corporation tax (paid) recovered	(1,158)	585
Interest received	30,260	122,034
Interest paid	(783)	(4,943)
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<b>Net cash (used in)/from operating activities</b>	(456,668)	162,110
<b>Cash flows from investing activities</b>		
Transfer of investment securities, net	350,101	(248)
Transfer of property and equipment	19,470	(1,078)
Proceeds on disposal of property and equipment	-	148
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<b>Net cash from/(used in) investing activities</b>	369,571	(1,178)
<b>Cash flows from financing activities</b>		
Profits remitted	(304,000)	-
Payment of lease liabilities	(755)	-
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<b>Net cash used in financing activities</b>	(304,755)	-
<b>Net (decrease)/increase in cash for year</b>	(391,852)	160,932
<b>Cash and cash equivalents – beginning of year</b>	515,298	354,366
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<b>Cash and cash equivalents – end of year</b>	123,446	515,298
<b>Cash and cash equivalents comprise:</b>		
Cash and balances with Central Bank	-	666,466
Due from banks	123,446	206,094
Due to banks	-	(260,424)
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	123,446	612,136
Mandatory reserve deposits with Central Bank	-	(96,838)
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	123,446	515,298

### Board of Directors

Nora Anne Aufreiter	Lynn K. Patterson	Aaron William Regent	Lawren Scott Thomson
Guillermo Enrique Babatz	Michael D. Penner	Calin Rovinescu	Benita Marie Warmbold
Scott Wayne Barclay Bonham	Brian Johnston Porter	Indira Vasanti Samarasekera	
Charles Harry Dallara	Una Marie Power	Susan Louise Segal	

The operations of the Bank of Nova Scotia - Barbados Branches were acquired by Scotiabank (Barbados) Limited effective February 1, 2020.

### Independent Auditors' Report on the Summary Financial Statements

To the Managing Director of The Bank of Nova Scotia – Barbados Branches

#### Opinion

The summary financial statements, which comprise the summary statement of financial position as at October 31, 2020, and 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 – Barbados Branches (“the Bank”) for the year ended October 31, 2020.

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 February 22, 2021.

#### Emphasis of Matter – Restriction on Use and Distribution

Our auditors' report dated February 22, 2021 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 Financial Institutions Act CAP 324A section 45 of the Laws of Barbados. 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  
Bridgetown, Barbados  
February 22, 2021