

The Bank of Nova Scotia Offshore Banking Unit

2023 Summary Financial Statements

Scotiabank

Summary Statement of Financial Position

As at October 31, 2023 with comparatives for 2022
(Expressed in thousands of Barbados dollars)

	2023 \$	2022 \$	2021 \$
Assets			
Due from banks	1,126,671	1,326,390	979,674
Loans and advances to customers	7,441	9,962	10,613
Other assets	294	240	456
Total Assets	1,134,406	1,336,592	990,743
Liabilities			
Customer deposits	938,679	1,141,630	801,456
Due to banks	129,078	125,064	154,777
Other liabilities	861	35,573	12,470
Taxation payable	895	381	204
Total Liabilities	1,069,513	1,302,648	968,907
Equity			
Assigned capital	4,000	4,000	4,000
Retained earnings	60,893	29,944	17,836
Total Equity	64,893	33,944	21,836
Total Liabilities and Equity	1,134,406	1,336,592	990,743

Approved by:

Suzette Armoogam-Shah (Mrs.)
Country Head
Caribbean East Regional District

Kiyomi Daniel
Chief Financial Officer
Caribbean East Regional District

Summary Statement of Profit or Loss and Other Comprehensive Income

For the year ended October 31, 2023 with comparatives for 2022
(Expressed in thousands of Barbados dollars)

	2023 \$	2022 \$
Interest income	50,830	11,433
Interest expense	(23,562)	(4,273)
Net interest income	27,268	7,160
Non-interest income	6,607	6,448
Total Revenue	33,875	13,608
Non-interest expenses	(716)	(1,093)
Provision for credit losses	(1,315)	(7)
Total Expenses	(2,031)	(1,100)
Profit before taxation	31,844	12,508
Taxation	(895)	(400)
Profit and total comprehensive income for the year	30,949	12,108

Summary Statement of Changes in Equity

For the year ended October 31, 2023 with comparatives for 2022
(Expressed in thousands of Barbados dollars)

	Assigned Capital \$	Retained Earnings \$	Total \$
Balance – October 31, 2021	4,000	17,836	21,836
Profit for the year	-	12,108	12,108
Balance – October 31, 2022	4,000	29,944	33,944
Profit for the year	-	30,949	30,949
Balance – October 31, 2023	4,000	60,893	64,893

Summary Statement of Cash Flows

For the year ended October 31, 2023 with comparatives for 2022
(Expressed in thousands of Barbados dollars)

	2023 \$	2022 \$
Cash flows from operating activities		
Profit for the year	30,949	12,108
Adjustments for:		
Interest income	(50,830)	(11,433)
Interest expense	23,562	4,273
Provision for credit losses	1,315	7
Income tax expense	895	400
Operating income before changes in operating assets and liabilities	5,891	5,355
Changes in operating assets and liabilities:		
(Decrease)/increase in other liabilities	(34,709)	23,103
(Increase)/decrease in other assets	(55)	216
Decrease in loans and advances to customers	1,216	627
(Decrease)/increase in customer deposits	(204,903)	339,379
Cash (used in) / from operations	(232,560)	368,680
Corporation tax paid	(381)	(223)
Interest received	50,820	11,450
Interest paid	(21,610)	(3,478)
Net cash (used in)/from operating activities	(203,731)	376,429
Cash flows from investing activities		
Decrease/(increase) in due from banks: original maturity >90 days	176,009	(413,618)
Net cash from/(used in) investing activities	176,009	(413,618)
Net decrease in cash and cash equivalents during the year	(27,722)	(37,189)
Cash and cash equivalents – beginning of year	712,395	749,584
Cash and cash equivalents – end of year	684,673	712,395
Composition of cash and cash equivalents:		
Due from banks: original maturity ≤ 90 days	813,751	837,459
Due to banks	(129,078)	(125,064)
Cash and cash equivalents – end of year	684,673	712,395

Note

1. Basis of preparation

These summary financial statements are prepared in accordance with established criteria developed by management. Under management's established criteria, management discloses the summary statement of financial position, and summary statements of profit or loss and other comprehensive income, changes in equity and cash flows. These summary financial statements are derived from the audited financial statements of The Bank of Nova Scotia Offshore Banking Unit ("the Bank") as of and for the year ended October 31, 2023, which are prepared in accordance with IFRS Standards as issued by the International Accounting Standards Board (IFRS Standards). The full version of the Bank's financial statements is located at the Bank's registered office.

Board of Directors

Nora Aufreiter	Don Callahan	Lynn Patterson	Aaron Regent	Scott Thomson
Guillermo Babatz	W. Dave Dowrich	Michael Penner	Calin Rovinescu	Benita M. Warmbold
Scott Bonham	Michael Medline	Una Power	Sandra Stuart	

Independent Auditors' Report on the Summary Financial Statements

To the Country Head of The Bank of Nova Scotia Offshore Banking Unit

Opinion

The summary financial statements, which comprise the summary statement of financial position as at October 31, 2023, the summary statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and related note, are derived from the audited financial statements of The Bank of Nova Scotia Offshore Banking Unit ("the Bank") for the year ended October 31, 2023.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the basis described in Note 1.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by IFRS Standards as issued by the International Accounting Standards Board (IFRS Standards). 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 7, 2024.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in

accordance with the basis described in Note 1.

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 7, 2024