

The Bank of Nova Scotia Offshore Banking Unit

2024 Summary Financial Statements

Summary Statement of Financial Position

As at October 31, 2024

(Expressed in thousands of Barbados dollars)

	2024 \$	2023 \$
Assets		
Due from banks	1,017,430	1,126,671
Loans and advances to customers	6,873	7,441
Other assets	240	294
Total Assets	1,024,543	1,134,406
Liabilities		
Customer deposits	808,451	938,679
Due to banks	169,762	129,078
Other liabilities	735	861
Taxation payable	2,646	895
Total Liabilities	981,594	1,069,513
Equity		
Assigned capital	4,000	4,000
Retained earnings	38,949	60,893
Total Equity	42,949	64,893
Total Liabilities and Equity	1,024,543	1,134,406

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, 2024

(Expressed in thousands of Barbados dollars)

	2024 \$	2023 \$
Interest income	59,849	50,830
Interest expense	(24,503)	(23,562)
Net interest income	35,346	27,268
Non-interest income	7,342	6,607
Total Revenue	42,688	33,875
Non-interest expenses	(727)	(716)
Provision for credit losses	(78)	(1,315)
Total Expenses	(805)	(2,031)
Profit before taxation	41,883	31,844
Taxation	(3,489)	(895)
Net profit and other comprehensive income for the year	38,394	30,949

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, 2024, which are prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB). The full version of the Bank's financial statements is located at the Bank's registered office.

Board of Directors

Nora A. Aufreiter
Guillermo E. Babatz
Scott W. B. Bonham

Don H. Callahan
W. Dave Dowrich
Lynn K. Patterson

Michael D. Penner
Brian J. Porter
Una M. Power

Aaron W. Regent
Calin Rovinescu
Susan L. Segal

L. Scott Thomson
Benita M. Warmbold

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, 2024, 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, 2024.

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 Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting 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.

Summary Statement of Changes in Equity

For the year ended October 31, 2024

(Expressed in thousands of Barbados dollars)

	Assigned Capital \$	Retained Earnings \$	Total Equity \$
Balance – October 31, 2022	4,000	29,944	33,944
Net profit and other comprehensive income for the year	-	30,949	30,949
Balance – October 31, 2023	4,000	60,893	64,893
Net profit and other comprehensive income for the year	-	38,394	38,394
Profits remitted	-	(60,338)	(60,338)
Balance – October 31, 2024	4,000	38,949	42,949

Summary Statement of Cash Flows

For the year ended October 31, 2024

(Expressed in thousands of Barbados dollars)

	2024 \$	2023 \$
Cash flows from operating activities		
Net profit and other comprehensive income for the year		
Adjustments for:	38,394	30,949
Interest income	(59,849)	(50,830)
Interest expense	24,503	23,562
Provision for credit losses	78	1,315
Income tax expense	3,489	895
Operating income before changes in operating assets and liabilities	6,615	5,891
Changes in operating assets and liabilities		
Decrease/(increase) in other assets	54	(55)
Decrease in loans and advances to customers	477	1,216
Decrease in other liabilities	(123)	(34,709)
Decrease in customer deposits	(128,924)	(204,903)
Cash used in operations	(121,901)	(232,560)
Corporation tax paid	(1,738)	(381)
Interest received	59,859	50,820
Interest paid	(25,807)	(21,610)
Net cash used in operating activities	(89,587)	(203,731)
Cash flows from investing activities		
(Increase)/decrease in due from banks: original maturity > 90 days	(1,092)	8,172
Net cash (used in)/from investing activities	(1,092)	8,172
Cash flows from financing activities		
Profits remitted	(60,338)	-
Net cash used in financing activities	(60,338)	-
Net decrease in cash and cash equivalents during the year	(151,017)	(195,559)
Cash and cash equivalents – beginning of year	853,663	1,049,222
Cash and cash equivalents – end of year	702,646	853,663
Composition of cash and cash equivalents:		
Due from banks: original maturity ≤90 days	872,408	982,741
Due to banks	(169,762)	(129,078)
Cash and cash equivalents - end of year	702,646	853,663

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."

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated January 27, 2025.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements on the basis described in Note 1.

Auditors' Responsibility

Our responsibility is to express an opinion on whether the

Chartered Accountants
Bridgetown, Barbados
January 27, 2025