

# Scotiabank (Barbados) Limited

## 2021 Summary Financial Statements

### Summary Statement of Financial Position

As at October 31, 2021 with comparative figures as at October 31, 2020  
(Expressed in thousands of Barbados dollars)

	2021 \$	2020 \$
<b>Assets</b>		
Cash and balances with Central Bank	792,910	622,508
Due from banks	191,625	176,085
Investment securities	368,987	356,742
Loans and advances to customers	1,324,974	1,409,100
Property and equipment	68,692	63,366
Deferred tax assets	201	305
Other assets	2,278	4,014
<b>Total Assets</b>	<b>2,749,667</b>	<b>2,632,120</b>
<b>Liabilities</b>		
Customer deposits	2,021,616	1,961,633
Due to banks	244,450	255,786
Other liabilities	73,920	65,934
Current tax liabilities	1,054	899
<b>Total Liabilities</b>	<b>2,341,040</b>	<b>2,284,252</b>
<b>Equity</b>		
Stated capital	304,000	304,000
Statutory reserve fund	18,998	6,265
Property revaluation reserves	28,634	18,809
Retained earnings	56,995	18,794
<b>Total Equity</b>	<b>408,627</b>	<b>347,868</b>
<b>Total Liabilities and Equity</b>	<b>2,749,667</b>	<b>2,632,120</b>

Approved by:

**Suzette Armoogam-Shah (Mrs.)**  
Chief Executive Officer

**Colleen Cyrus (Mrs.)**  
Chief Financial Officer

### Summary Statement of Profit or Loss and Other Comprehensive Income

For the year ended October 31, 2021 with comparative figures for the period ended October 31, 2020  
(Expressed in thousands of Barbados dollars)

	2021 \$	2020 \$
Interest income	101,637	82,722
Interest expense	(268)	(879)
<b>Net interest income</b>	<b>101,369</b>	<b>81,843</b>
Non-interest income	42,191	27,767
<b>Total Revenue</b>	<b>143,560</b>	<b>109,610</b>
Provision for credit losses	(9,162)	(19,466)
Non-interest expenses	(81,741)	(64,081)
<b>Total Expenses</b>	<b>(90,903)</b>	<b>(83,547)</b>
<b>Profit before tax</b>	<b>52,657</b>	<b>26,063</b>
Income tax expense	(1,723)	(1,004)
<b>Profit for the year</b>	<b>50,934</b>	<b>25,059</b>
Net change in unrealised property valuation surplus	9,825	-
<b>Total comprehensive income</b>	<b>60,759</b>	<b>25,059</b>

### Board of Directors

Gayle Pazos

Savon Persad

Suzette Armoogam-Shah

Sunil Chatrani

Lisl B. Lewis

Scotiabank (Barbados) Limited acquired the banking operations of The Bank of Nova Scotia – Barbados Branches on February 1, 2020.

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

To the Shareholder of Scotiabank (Barbados) Limited

#### Opinion

The summary financial statements, which comprise the summary statement of financial position as at October 31, 2021, the summary statements of profit or loss and other comprehensive income, changes in shareholder's equity and cash flows for the year then ended, are derived from the audited financial statements of Scotiabank (Barbados) Limited ("the Bank") for the year ended October 31, 2021.

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 International Financial Reporting 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 Shareholder's Equity

For the year ended October 31, 2021 with comparative figures for the period ended October 31, 2020  
(Expressed in thousands of Barbados dollars)

	Stated Capital \$	Statutory Reserve Fund \$	Property Revaluation Reserves \$	Retained Earnings \$	Total \$
<b>Balance – January 10, 2020</b>	-	-	-	-	-
Reserve additions	-	-	18,809	-	18,809
Shares issued	304,000	-	-	-	304,000
Profit for the period	-	-	-	25,059	25,059
Transfer to statutory reserves	-	6,265	-	(6,265)	-
<b>Balance – October 31, 2020</b>	<b>304,000</b>	<b>6,265</b>	<b>18,809</b>	<b>18,794</b>	<b>347,868</b>
Profit for the year	-	-	-	50,934	50,934
Property revaluation surplus	-	-	9,825	-	9,825
Transfer to statutory reserves	-	12,733	-	(12,733)	-
<b>Balance – October 31, 2021</b>	<b>304,000</b>	<b>18,998</b>	<b>28,634</b>	<b>56,995</b>	<b>408,627</b>

### Summary Statement of Cash Flows

For the year ended October 31, 2021 with comparative figures for the period ended October 31, 2020  
(Expressed in thousands of Barbados dollars)

	2021 \$	2020 \$
<b>Cash flows from operating activities</b>		
Profit for the year	50,934	25,059
<i>Adjustments for:</i>		
Provision for credit losses	9,162	19,466
Depreciation	4,760	4,023
Net gain on disposal of property and equipment	(14)	(13)
Interest income:		
Loans & advances to customers	(85,076)	(69,164)
Investment securities & other	(16,561)	(13,558)
Interest expense	268	879
Income tax expense	1,723	1,004
	(34,804)	(32,304)
Changes in operating assets and liabilities:		
Decrease / (increase) in loans, net	65,086	(16,848)
Decrease / (increase) in other assets	1,736	(2,495)
Increase in mandatory reserve deposits with Central Bank	(4,678)	(2,557)
Increase / (decrease) in other liabilities	10,157	(3,284)
Increase in customer deposits	60,019	4,828
Cash from (used in) operations	97,516	(52,660)
Corporation tax paid	(1,465)	(337)
Interest received:		
Loans & advances to customers	94,954	59,722
Investment securities & other	4,316	6,520
Interest paid	(180)	(815)
<b>Net cash from operating activities</b>	<b>195,141</b>	<b>12,430</b>
<b>Cash flows from investing activities</b>		
Property and equipment, net of disposals	(261)	855
Proceeds on disposal of property and equipment	14	13
<b>Net cash (used in) from investing activities</b>	<b>(247)</b>	<b>868</b>
<b>Cash flows from financing activities</b>		
Share capital issued	-	304,000
Increase in due to parent	-	129,132
Payment of lease liabilities	(2,294)	(3,019)
<b>Net cash (used in) from financing activities</b>	<b>(2,294)</b>	<b>430,113</b>
Net increase in cash and cash equivalents during the period	192,600	443,411
Cash and cash equivalents - net, beginning of period	443,411	-
<b>Cash and cash equivalents - net, end of period</b>	<b>636,011</b>	<b>443,411</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and balances with Central Bank	792,910	622,508
Due from other banks	191,625	176,085
Due to other banks	(244,450)	(255,786)
	740,085	542,807
Mandatory reserve deposits with Central Bank	(104,074)	(99,396)
	636,011	443,411

#### The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated February 21, 2022.

#### 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 21, 2022