

Statement of Financial Position

As at October 31, 2020

(Expressed in thousands of Barbados dollars)

	2020 \$
Assets	
Cash and balances with Central Bank	622,508
Due from banks	176,085
Investment securities	356,742
Loans and advances to customers	1,409,100
Property and equipment	63,366
Deferred tax assets	305
Other assets	4,014
Total Assets	<u>2,632,120</u>
Liabilities	
Customer deposits	1,961,633
Due to banks	255,786
Other liabilities	65,934
Current tax liabilities	899
Total Liabilities	<u>2,284,252</u>
Equity	
Stated capital	304,000
Statutory reserve fund	6,265
Property revaluation reserves	18,809
Retained earnings	18,794
Total Equity	<u>347,868</u>
Total Liabilities and Equity	<u>2,632,120</u>

Approved by:

David Parks (Mr.)
Chief Executive Officer

Colleen Cyrus (Mrs.)
Chief Financial Officer

Summary Statement of Profit or Loss and Other Comprehensive Income

 For the period from the date of incorporation, January 10, 2020 to October 31, 2020
 (Expressed in thousands of Barbados dollars)

	2020 \$
Interest income	82,722
Interest expense	(879)
Net interest income	81,843
Non-interest income	27,767
Total Revenue	109,610
Provision for credit losses	(19,466)
Non-interest expenses	(64,081)
Total Expenses	(83,547)
Profit before tax	26,063
Income tax expense	(1,004)
Net profit for the period, being total comprehensive income	25,059

Summary Statement of Changes in Shareholder's Equity

 For the period from the date of incorporation, January 10, 2020 to October 31, 2020
 (Expressed in thousands of Barbados dollars)

	Stated Capital \$	Statutory Reserve Fund \$	Property Revaluation Reserves \$	Retained Earnings \$	Total \$
Balance – January 10, 2020	-	-	-	-	-
Reserve additions	-	-	18,809	-	18,809
Shares issued	304,000	-	-	-	304,000
Net profit for the period	-	-	-	25,059	25,059
Transfer to statutory reserves	-	6,265	-	(6,265)	-
Balance – October 31, 2020	304,000	6,265	18,809	18,794	347,868

Summary Statement of Cash Flows

For the period from the date of incorporation, January 10, 2020 to October 31, 2020

(Expressed in thousands of Barbados dollars)

	2020
	\$
Cash flows from operating activities	
Net profit	25,059
Adjustments for:	
Provision for credit losses	19,466
Depreciation	4,023
Net gain on disposal of property and equipment	(13)
Interest income:	
Loans & advances to customers	(69,164)
Investment securities & other	(13,558)
Interest expense	879
Income tax expense	1,004
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	(32,304)
Changes in operating assets and liabilities	
Increase in loans, net	(16,848)
Increase in other assets	(2,495)
Increase in mandatory reserve deposits with Central Bank	(2,557)
Increase in other liabilities	(3,284)
Increase in customer deposits	4,828
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Cash used in operations	(52,660)
Corporation tax paid	(337)
Interest received:	
Loans & advances to customers	59,722
Investment securities & other	6,520
Interest paid	(815)
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Net cash from operating activities	12,430
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Cash flows from investing activities	
Property and equipment, net of disposals	855
Proceeds on disposal of property and equipment	13
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Net cash used in investing activities	868
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Cash flow from financing activities	
Share capital issued	304,000
Increase in due to parent	129,132
Payment of lease liabilities	(3,019)
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Net cash from financing activities	430,113
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Net change in cash being cash and cash equivalents – end of period	443,411
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Cash and cash equivalents comprise:	
Cash and balances with Central Bank	622,508
Due from other banks	176,085
Due to other banks	(255,786)
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	542,807
Mandatory reserve deposits with Central Bank	(99,396)
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	443,411
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Board of Directors

Stephen J. Bagnarol

Savon Persad

David T. Parks

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, 2020, and the summary statements of profit or loss and other comprehensive income, changes in shareholder's equity and cash flows for the period from the date of incorporation, January 10, 2020 to October 31, 2020, are derived from the audited financial statements of Scotiabank (Barbados) Limited ("the Bank") for the period 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 International Financial Reporting Standards 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.

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