

## FINANCIAL STATEMENTS FOR THE PERIOD JANUARY TO DECEMBER 2013 - GUYANA BRANCH

### Statutory information required to be published under Supervision Guideline No. 10

#### The Bank of Nova Scotia - Guyana Branch Statement of Financial Position (Stated in \$'000)

	UNAUDITED As at 31 December 2013	UNAUDITED As at 31 December 2012	AUDITED As at 31 October 2013
<b>ASSETS</b>			
Cash on hand and in transit	1,449,955	1,422,272	862,804
Due from banks and related companies	7,400,493	7,325,176	7,997,620
Deposits with Central Bank	6,506,129	5,305,176	6,099,936
Net loans to customers	40,417,780	37,010,209	40,183,365
Investment securities	6,776,599	6,789,534	6,759,875
Property, plant and equipment	1,050,535	1,001,080	1,041,888
Miscellaneous assets	87,632	423,311	47,280
Deferred tax	0	87,788	-
<b>TOTAL ASSETS</b>	<b>63,689,123</b>	<b>59,364,546</b>	<b>62,992,768</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Deposits	51,382,535	48,856,118	51,162,315
Due to banks and related companies	755,687	274,411	1,402,654
Other liabilities	1,300,090	2,497,149	415,595
Deferred tax liability	58,852	-	58,852
Provision for taxation	208,117	263,482	541,113
<b>TOTAL LIABILITIES</b>	<b>53,705,281</b>	<b>51,891,160</b>	<b>53,580,529</b>
<b>SHAREHOLDERS' EQUITY</b>			
Assigned capital	251,327	251,327	251,327
Other capital	801,700	801,700	801,700
Statutory reserve fund	251,400	251,400	251,400
General banking reserve	370,705	-	370,705
Head office account	8,308,710	6,168,959	7,737,107
<b>Total Shareholders' Equity</b>	<b>9,983,842</b>	<b>7,473,386</b>	<b>9,412,239</b>
<b>Total liabilities and shareholders' equity</b>	<b>63,689,123</b>	<b>59,364,546</b>	<b>62,992,768</b>

#### The Bank of Nova Scotia - Guyana Branch Consolidated Cash Flows (Stated in \$'000)

	UNAUDITED Twelve months ended 31 December 2013	UNAUDITED Six months ended 31 December 2012	AUDITED Year ended 31 October 2013
<b>Cash flows from operating activities</b>			
Net income before taxes	2,003,589	1,729,869	3,812,679
Adjustments to reconcile income before taxation to			
<b>Net cash for operating activities</b>			
Interest income	(1,019,788)	(1,134,708)	(4,611,615)
Interest expense	486,010	445,615	432,416
Depreciation	115,707	82,615	106,790
Changes in deposits with the Central Bank	(1,200,953)	3,617,219	(68,908)
Changes in due to bank and related companies	(75,317)	(1,158,367)	(199,238)
Change in loans	(3,407,571)	(88,033)	(3,305,609)
Change in deposits	2,526,417	400,700	1,405,563
Change in other liabilities	(1,197,059)	573,238	135,073
Change in other assets	335,679	14,107	15,309
Interest received	1,019,788	1,134,708	4,637,250
Interest paid	(486,010)	(445,615)	(433,653)
Taxation paid	(1,349,351)	62,439	(1,349,351)
<b>Net cash from operating activities</b>	<b>(2,248,859)</b>	<b>5,233,787</b>	<b>576,706</b>
<b>Cash flows used in investing activities</b>			
Change in investments	2,651,304	(3,384,937)	(9,259)
Change in property, plant & equipment	(49,455)	11,036	(170,274)
<b>Net cash used in investing activities</b>	<b>2,601,849</b>	<b>(3,373,901)</b>	<b>(179,533)</b>
<b>Cash flows used in financing activities</b>			
Remittances including withholding tax	(249,990)	(261,302)	(249,990)
<b>Net cash used in financing activities</b>	<b>(249,990)</b>	<b>(261,302)</b>	<b>(249,990)</b>
(Decrease) / increase in cash and cash equivalents	103,000	1,598,584	147,183
Cash and cash equivalents, beginning of period	8,747,448	7,148,864	8,713,241
<b>Cash and cash equivalents, end of period</b>	<b>8,850,448</b>	<b>8,747,448</b>	<b>8,860,424</b>
<b>Cash and cash equivalents</b>			
Cash on hand and in transit	1,449,955	1,422,272	862,804
Due from banks and related companies with original maturity date not exceeding 3 months	7,400,493	7,325,176	7,997,620
<b>Cash and cash equivalents</b>	<b>8,850,448</b>	<b>8,747,448</b>	<b>8,860,424</b>

#### The Bank of Nova Scotia - Guyana Branch Consolidated Statement of Changes in Equity For the Period Ended 31 December 2013 (Stated in \$'000)

	Assigned Capital	Other Capital Reserve	General Banking Risk Reserve	Statutory Reserve	Total Retained Earnings	Shareholders' Equity
<b>Twelve months ended 31 December 2013</b>						
<b>Balance as at 31 December 2012</b>	251,327	801,700	-	251,400	6,925,816	8,230,243
Net income for the period					2,003,589	2,003,589
<b>Other comprehensive income, net of tax</b>						0
- Revaluation of available-for-sale investments						
<b>Total comprehensive income</b>	-	-	-	0	2,003,589	2,003,589
<b>Transactions with owners, recorded directly into equity</b>						
Withholding taxes paid	-	-	-	-	(249,990)	(249,990)
Transfer of Profits						0
Transfer to reserve	-	-	370,705	0	(370,705)	(249,990)
<b>Balance as at 31 December 2013</b>	<b>251,327</b>	<b>801,700</b>	<b>370,705</b>	<b>251,400</b>	<b>8,308,710</b>	<b>9,983,842</b>
<b>Twelve months ended 31 December 2012</b>						
<b>Balance as at 31 December 2011</b>	251,327	801,700	-	251,400	4,700,392	6,004,819
Net income for the period					1,729,869	1,729,869
<b>Other comprehensive income, net of tax</b>						
- Revaluation of available-for-sale investments						
<b>Total comprehensive income</b>	-	-	-	0	1,729,869	1,729,869
<b>Transactions with owners, recorded directly into equity</b>						
Withholding taxes paid					(261,302)	(261,302)
Transfer of Profits						
Transfer to reserve					(261,302)	(261,302)
<b>Balance as at 31 December 2012</b>	<b>251,327</b>	<b>801,700</b>	<b>-</b>	<b>251,400</b>	<b>6,168,959</b>	<b>7,473,386</b>
<b>Year ended 31 October 2013</b>						
<b>Balance as at 31 October 2012</b>	251,327	801,700	-	251,400	6,240,652	7,545,079
Net income for the year					2,117,150	2,117,150
<b>Other comprehensive income, net of tax</b>						
- Revaluation of available-for-sale investments						
<b>Total comprehensive income</b>	-	-	-	0	2,117,150	2,117,150
<b>Transactions with owners, recorded directly into equity</b>						
Withholding taxes paid					(249,990)	(249,990)
Transfer of Profits						
Transfer to reserve			370,705	0	(370,705)	(249,990)
<b>Balance as at 31 October 2012</b>	<b>251,327</b>	<b>801,700</b>	<b>251,400</b>	<b>7,737,107</b>	<b>9,412,239</b>	

#### The Bank of Nova Scotia - Guyana Branch Statement of Income (Stated in \$'000)

	UNAUDITED Twelve months ended		UNAUDITED Three months ended		AUDITED Year ended
	31 December 2013	31 December 2012	31 December 2013	31 December 2012	31 October 2013
<b>NET INTEREST AND OTHER INCOME</b>					
Net Interest Income	4,150,788	3,899,511	1,019,788	1,017,310	4,179,199
Other Income	1,890,365	2,020,884	486,010	445,615	1,867,037
Net Interest and Other Income	6,041,153	5,920,395	1,505,798	1,462,925	6,046,236
<b>NON-INTEREST EXPENSES</b>					
Loan loss expense	(274,618)	615,555	(323,557)	(59,339)	(185,371)
Other	2,616,653	2,421,726	697,311	564,228	2,418,928
Non-Interest Expenses	2,342,035	3,037,281	373,754	504,889	2,233,557
<b>INCOME BEFORE TAXATION</b>	<b>3,699,118</b>	<b>2,883,114</b>	<b>1,132,044</b>	<b>958,036</b>	<b>3,812,679</b>
Provision for taxation	(1,695,529)	(1,153,245)	(626,309)	(383,214)	(1,695,529)
<b>INCOME AFTER TAXATION</b>	<b>2,003,589</b>	<b>1,729,869</b>	<b>505,735</b>	<b>574,822</b>	<b>2,117,150</b>

#### The Bank of Nova Scotia - Guyana Branch Notes to the Financial Statements

##### Significant Accounting Policies

##### Basis of preparation

These interim financial statements have been prepared to comply with the requirements of Bank of Guyana's Supervisory Guideline Disclosure of Information (revised) which requires the financial statements to be prepared on a quarterly Calendar basis which differs from fiscal ending October 31. The accounting policies used in the preparation of the financial statements are the same as were followed in the financial statements as at October 31, 2013.

##### Comparative information

Comparative amounts in the Consolidated Statement of Income have been restated to conform to presentation changes in the current financial period.

January 29, 2014

  
Amanda V.M.L. St Aubyn  
Country Manager