

## FINANCIAL STATEMENTS FOR THE PERIOD JANUARY TO JUNE 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 30 June 2013	UNAUDITED As at 30 June 2012	AUDITED As at 31 October 2012
<b>ASSETS</b>			
Cash on hand and in transit	568,941	639,881	878,567
Due from banks and related companies	5,306,795	6,113,197	7,834,674
Deposits with Central Bank	9,737,474	7,950,109	6,031,028
Net loans to customers	38,840,741	37,417,793	36,885,252
Investment securities	6,785,014	6,728,011	6,783,139
Property, plant and equipment	1,008,960	590,360	973,626
Miscellaneous assets	59,311	37,675	52,984
Deferred tax	87,788	0	87,788
<b>TOTAL ASSETS</b>	<b>62,395,024</b>	<b>59,477,026</b>	<b>59,527,058</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Deposits	52,092,362	50,808,505	49,757,989
Due to banks and related companies	460,524	381,170	1,601,892
Other liabilities	864,072	1,078,399	280,522
Provision for taxation	84,316	49,895	341,576
<b>TOTAL LIABILITIES</b>	<b>53,501,274</b>	<b>52,317,969</b>	<b>51,981,979</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
Head office account	7,589,323	5,854,630	6,240,652
<b>Total Shareholders' Equity</b>	<b>8,893,750</b>	<b>7,159,057</b>	<b>7,545,079</b>
<b>Total liabilities and shareholders' equity</b>	<b>62,395,024</b>	<b>59,477,026</b>	<b>59,527,058</b>

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

	UNAUDITED Six months ended 30 June 2013	UNAUDITED Six months ended 30 June 2012	AUDITED Year ended 31 October 2012
<b>Cash flows from operating activities</b>			
Net income before taxes	1,031,563	810,993	3,069,924
Adjustments to reconcile income before taxation to <b>Net cash for operating activities</b>			
Interest income	(2,307,104)	(2,162,562)	(4,481,798)
Interest expense	948,981	1,070,502	593,538
Depreciation	39,997	46,060	70,116
Changes in deposits with the Central Bank	(1,787,365)	(1,556,977)	(419,147)
Changes in due to bank and related companies	806,402	648,030	1,018,128
Change in loans	(1,422,948)	(2,608,903)	(1,120,953)
Change in deposits	1,283,857	3,261,370	1,028,112
Change in other liabilities	(214,327)	524,401	1,733
Change in other assets	(21,636)	363,319	1,302
Interest received	2,307,104	2,162,562	4,521,091
Interest paid	(948,981)	(1,070,502)	(634,333)
Taxation paid	34,421	0	(1,550,423)
<b>Net cash from operating activities</b>	<b>(250,036)</b>	<b>1,488,293</b>	<b>2,097,290</b>
<b>Cash flows used in investing activities</b>			
Change in investments	(57,003)	(1,093,155)	(2,988,819)
Change in property, plant & equipment	(418,600)	(60,005)	(179,423)
<b>Net cash used in investing activities</b>	<b>(475,603)</b>	<b>(1,153,160)</b>	<b>(3,168,242)</b>
<b>Cash flows used in financing activities</b>			
Remittances including withholding tax	(151,703)	252,580	(261,302)
<b>Net cash used in financing activities</b>	<b>(151,703)</b>	<b>252,580</b>	<b>(261,302)</b>
(Decrease) / increase in cash and cash equivalents	(877,342)	587,713	(1,332,254)
Cash and cash equivalents, beginning of period	6,753,078	6,165,365	10,045,495
<b>Cash and cash equivalents, end of period</b>	<b>5,875,736</b>	<b>6,753,078</b>	<b>8,713,241</b>
<b>Cash and cash equivalents</b>			
Cash on hand and in transit	568,941	\$639,881	878,567
Due from banks and related companies with original maturity date not exceeding 3 months	5,306,795	6,113,197	7,834,674
<b>Cash and cash equivalents</b>	<b>5,875,736</b>	<b>6,753,078</b>	<b>8,713,241</b>

#### The Bank of Nova Scotia - Guyana Branch Consolidated Statement of Changes in Equity For the Period Ended 30 June 2013 (Stated in \$'000)

	Assigned Capital	Other Capital Reserve	Statutory Reserve	Retained Earnings	Total Shareholders' Equity
<b>Six months ended 30 June 2013</b>					
<b>Balance as at 31 December 2012</b>	251,327	801,700	251,400	6,807,750	8,112,177
Net income for the period	-	-	-	1,031,563	1,031,563
<b>Other comprehensive income, net of tax</b>					
- Revaluation of available-for-sale investments	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	1,031,563	1,031,563
<b>Transactions with owners, recorded directly into equity</b>					
Withholding taxes paid	-	-	-	(249,990)	(249,990)
Transfer of Profits	-	-	-	0	0
Transfer to statutory reserve	-	-	-	(249,990)	(249,990)
<b>Balance as at 30 June 2013</b>	<b>251,327</b>	<b>801,700</b>	<b>251,400</b>	<b>7,589,323</b>	<b>8,893,750</b>
<b>Six months ended 30 June 2012</b>					
<b>Balance as at 31 December 2011</b>	251,327	801,700	251,400	5,043,637	6,348,064
Net income for the period	-	-	-	810,993	810,993
<b>Other comprehensive income, net of tax</b>					
- Revaluation of available-for-sale investments	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	810,993	810,993
<b>Transactions with owners, recorded directly into equity</b>					
Withholding taxes paid	-	-	-	-	-
Transfer of Profits	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-
<b>Balance as at 30 June 2012</b>	<b>251,327</b>	<b>801,700</b>	<b>251,400</b>	<b>5,854,630</b>	<b>7,159,057</b>
<b>Year ended 31 October 2012</b>					
<b>Balance as at 31 October 2011</b>	251,327	801,700	251,400	4,663,824	5,968,251
Net income for the year	-	-	-	1,838,130	1,838,130
<b>Other comprehensive income, net of tax</b>					
- Revaluation of available-for-sale investments	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	1,838,130	1,838,130
<b>Transactions with owners, recorded directly into equity</b>					
Withholding taxes paid	-	-	-	(261,302)	(261,302)
Transfer of Profits	-	-	-	0	0
Transfer to statutory reserve	-	-	-	(261,302)	(261,302)
<b>Balance as at 31 October 2012</b>	<b>251,327</b>	<b>801,700</b>	<b>251,400</b>	<b>6,240,652</b>	<b>7,545,079</b>

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

	UNAUDITED Three months ended		UNAUDITED Six months ended		UNAUDITED Year ended
	30 June 2013	30 June 2012	30 June 2013	30 June 2012	31 October 2012
<b>NET INTEREST AND OTHER INCOME</b>					
Net Interest Income	1,183,806	1,038,399	2,307,104	2,162,562	3,888,260
Other Income	510,316	492,528	948,981	1,070,502	2,056,451
Net Interest and Other Income	1,694,122	1,530,927	3,256,085	3,233,064	5,944,711
<b>NON-INTEREST EXPENSES</b>					
Loan loss expense	0	0	110,891	289,841	813,767
Other	807,723	809,107	1,425,922	1,591,568	2,061,020
Non-Interest Expenses	807,723	809,107	1,536,813	1,881,409	2,874,787
<b>INCOME BEFORE TAXATION</b>	<b>886,399</b>	<b>721,820</b>	<b>1,719,272</b>	<b>1,351,655</b>	<b>3,069,924</b>
Provision for taxation	(354,560)	(288,728)	(687,709)	(540,662)	(1,231,794)
<b>INCOME AFTER TAXATION</b>	<b>531,839</b>	<b>433,092</b>	<b>1,031,563</b>	<b>810,993</b>	<b>1,838,130</b>

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

##### Significant Accounting Policies

##### Basis of preparation

These financial statements, in all material aspects, have been prepared in accordance with International Financial Reporting Standards. The accounting policies used in the preparation of the financial statements are the same as were followed in the financial statements as at 31 October 2012.

##### Comparative information

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

##### Fiscal Quarter

Scotiabank's fiscal year is November to October, with fiscal quarter ends of January, April, July and October. This publication is prepared on a calendar basis as required by Supervision Guideline No. 10 issued by the Bank of Guyana.

July 30 2013

  
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Country Manager