

## FINANCIAL STATEMENTS FOR THE PERIOD JANUARY TO SEPTEMBER 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 September 2013	UNAUDITED As at 30 September 2012	AUDITED As at 31 October 2012
<b>ASSETS</b>			
Cash on hand and in transit	806,956	609,000	878,567
Due from banks and related companies	5,061,464	8,974,491	7,834,674
Deposits with Central Bank	8,170,659	5,957,216	6,031,028
Net loans to customers	39,761,580	36,091,512	36,885,252
Investment securities	5,370,340	6,732,983	6,783,139
Property, plant and equipment	1,048,402	1,008,656	973,626
Miscellaneous assets	808,813	175,161	52,984
Deferred tax	87,887	0	87,788
<b>TOTAL ASSETS</b>	<b>61,116,101</b>	<b>59,549,019</b>	<b>59,527,058</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Deposits	50,575,516	51,703,369	49,757,989
Due to banks and related companies	73,779	357,246	1,601,892
Other liabilities	970,790	870,868	280,522
Provision for taxation	166,119	0	341,576
<b>TOTAL LIABILITIES</b>	<b>51,786,204</b>	<b>52,931,483</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	8,025,470	5,313,109	6,240,652
<b>Total Shareholders' Equity</b>	<b>9,329,897</b>	<b>6,617,536</b>	<b>7,545,079</b>
<b>Total liabilities and shareholders' equity</b>	<b>61,116,101</b>	<b>59,549,019</b>	<b>59,527,058</b>

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

	UNAUDITED Nine months ended 30 September 2013	UNAUDITED Nine months ended 30 September 2012	AUDITED Year ended 31 October 2012
<b>Cash flows from operating activities</b>			
Net income before taxes	\$1,497,854	1,675,721	3,069,924
Adjustments to reconcile income before taxation to			
<b>Net cash for operating activities</b>			
Interest income	(3,459,687)	(2,900,638)	(4,481,798)
Interest expense	328,687	1,414,985	593,538
Depreciation	81,249	63,998	70,116
Changes in deposits with the Central Bank	425,676	(127,721)	(419,147)
Changes in due to bank and related companies	3,783	(113,130)	1,018,128
Change in loans	(2,228,473)	(933,039)	(1,120,953)
Change in deposits	24,222	3,534,414	1,028,112
Change in other liabilities	108,996	(651,467)	1,733
Change in other assets	385,605	202,754	1,302
Interest received	3,459,687	2,900,638	4,521,091
Interest paid	(328,687)	(1,414,985)	(634,333)
Taxation paid	(844,687)	(1,023,889)	(1,550,423)
<b>Net cash from operating activities</b>	<b>(545,775)</b>	<b>2,627,641</b>	<b>2,097,290</b>
<b>Cash flows used in investing activities</b>			
Change in investments	682,471	(2,994,864)	(2,988,819)
Change in property, plant & equipment	(53,757)	(78,456)	(179,423)
<b>Net cash used in investing activities</b>	<b>628,714</b>	<b>(3,073,320)</b>	<b>(3,168,242)</b>
<b>Cash flows used in financing activities</b>			
Remittances including withholding tax	(230,947)	-	(261,302)
<b>Net cash used in financing activities</b>	<b>(230,947)</b>	<b>0</b>	<b>(261,302)</b>
(Decrease) / increase in cash and cash equivalents	(148,008)	(445,679)	(1,332,254)
Cash and cash equivalents, beginning of period	6,016,428	10,029,170	10,045,495
Cash and cash equivalents, end of period	5,868,420	9,583,491	8,713,241
<b>Cash and cash equivalents</b>			
Cash on hand and in transit	806,956	609,000	878,567
Due from banks and related companies with original maturity date not exceeding 3 months	5,061,464	8,974,491	7,834,674
<b>Cash and cash equivalents</b>	<b>5,868,420</b>	<b>9,583,491</b>	<b>8,713,241</b>

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

	Assigned Capital	Other Capital Reserve	Statutory Reserve	Retained Earnings	Total Shareholders' Equity
<b>Calendar nine months ended 30 Sep 2013</b>					
<b>Balance as at 31 December 2012</b>	251,327	801,700	251,400	6,758,563	8,062,990
Net income for the period				1,497,854	1,497,854
<b>Other comprehensive income, net of tax</b>					-
<b>Total comprehensive income</b>	-	-	-	1,497,854	1,497,854
<b>Transactions with owners, recorded directly into equity</b>					
Withholding taxes paid	-	-	-	(230,947)	(230,947)
	-	-	-	(230,947)	(230,947)
<b>Balance as at 30 September 2013</b>	<b>251,327</b>	<b>801,700</b>	<b>251,400</b>	<b>8,025,470</b>	<b>9,329,897</b>
<b>Nine months ended 30 September 2012</b>					
<b>Balance as at 31 December 2011</b>	251,327	462,727	251,400	3,976,361	4,941,815
Net income for the period				1,675,721	1,675,721
<b>Other comprehensive income, net of tax</b>					-
- Revaluation of available-for-sale investments					
<b>Total comprehensive income</b>	-	-	-	1,675,721	1,675,721
<b>Balance as at 30 September 2012</b>	<b>251,327</b>	<b>462,727</b>	<b>251,400</b>	<b>5,652,082</b>	<b>6,617,536</b>
<b>Fiscal 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>Total comprehensive income</b>	-	-	-	1,838,130	1,838,130
<b>Transactions with owners, recorded directly into equity</b>					
Transfer to statutory reserve	-	-	-	(261,302)	(261,302)
				(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 Calendar Three months ended		UNAUDITED Calendar Nine months ended		AUDITED Fiscal Year ended
	30 September 2013	30 September 2012	30 September 2013	30 September 2012	31 October 2012
<b>NET INTEREST AND OTHER INCOME</b>					
Net Interest Income	1,152,583	1,031,986	3,459,687	2,900,638	3,888,260
Other Income	455,374	457,895	1,404,355	1,414,985	2,056,451
Net Interest and Other Income	1,607,957	1,489,881	4,864,042	4,315,623	5,944,711
<b>NON-INTEREST EXPENSES</b>					
Loan loss expense	(61,952)	57,207	48,939	183,345	813,767
Other	822,107	464,132	2,248,029	1,339,410	2,061,020
Non-Interest Expenses	760,155	521,339	2,296,968	1,522,755	2,874,787
<b>INCOME BEFORE TAXATION</b>	<b>847,802</b>	<b>968,542</b>	<b>2,567,074</b>	<b>2,792,868</b>	<b>3,069,924</b>
Provision for taxation	(381,511)	(387,416)	(1,069,220)	(1,117,147)	(1,231,794)
<b>INCOME AFTER TAXATION</b>	<b>466,291</b>	<b>581,126</b>	<b>1,497,854</b>	<b>1,675,721</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 interim financial statements, have been prepared to comply with the requirements of the Bank of Guyana's Supervisory Guideline 10 - Public Disclosure of Information (revised) which requires the financial statements to be presented on a quarterly calendar basis, which differs from the Bank's fiscal ending October 31. The accounting policies used in the preparation of these financial statements are the same as were followed in the financial statements as at October 31, 2012.

##### Comparative information

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

October 21, 2013

  
Amanda V.M.L. St Aubyn  
Country Manager