



## FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30 2017 - 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 2017	UNAUDITED As at 30 June 2016	AUDITED As at 31 October 2016
<b>ASSETS</b>			
Cash on hand and in transit	1,103,037	870,687	805,003
Due from banks and related companies	6,250,424	4,279,127	8,818,333
Deposits with Central Bank	6,797,491	6,646,804	6,447,474
Investment securities	9,353,552	10,324,375	7,765,714
Net loans to customers	46,541,708	43,687,172	44,511,948
Assets classified as held for sale	40,728	40,728	41,528
Property, plant and equipment	869,940	947,116	902,707
Deferred tax	150,030	115,482	150,030
Miscellaneous assets	570,751	601,808	126,509
<b>TOTAL ASSETS</b>	<b>71,677,661</b>	<b>67,513,299</b>	<b>69,569,247</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Deposits	55,641,873	52,369,073	54,228,595
Due to banks and related companies	119,756	67,250	739,950
Provision for taxation	229,057	214,836	433,005
Other liabilities	2,480,369	2,048,070	819,090
<b>TOTAL LIABILITIES</b>	<b>58,471,055</b>	<b>54,699,229</b>	<b>56,220,639</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 risk reserve	0	0	0
Head office account	11,902,179	11,509,643	12,044,181
<b>Total Shareholders' Equity</b>	<b>13,206,606</b>	<b>12,814,070</b>	<b>13,348,608</b>
<b>Total liabilities and shareholders' equity</b>	<b>71,677,661</b>	<b>67,513,299</b>	<b>69,569,247</b>

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

	UNAUDITED Three months ended		UNAUDITED Six months ended		AUDITED Year ended
	30 June 2017	30 June 2016	30 June 2017	30 June 2016	31 October 2016
<b>NET INTEREST AND OTHER INCOME</b>					
Net Interest Income	1,227,495	1,080,751	2,462,909	2,247,899	4,693,087
Other Income	641,097	710,802	1,446,120	1,409,029	2,564,353
Net Interest and Other Income	1,868,592	1,791,553	3,909,029	3,656,928	7,257,440
<b>NON-INTEREST EXPENSES</b>					
Loan loss expense	56,123	103,133	123,586	214,644	243,747
Other	674,670	782,512	1,398,621	1,576,401	2,883,352
Non-Interest Expenses	730,793	885,645	1,522,207	1,791,045	3,127,099
<b>INCOME BEFORE TAXATION</b>	<b>1,137,799</b>	<b>905,908</b>	<b>2,386,822</b>	<b>1,865,883</b>	<b>4,130,341</b>
Provision for taxation	(455,119)	(362,363)	(954,728)	(758,353)	(1,729,515)
<b>INCOME AFTER TAXATION</b>	<b>682,680</b>	<b>543,545</b>	<b>1,432,094</b>	<b>1,107,530</b>	<b>2,400,826</b>

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

	UNAUDITED Six months ended 30 June 2017	UNAUDITED Six months ended 30 June 2016	AUDITED Year ended 31 October 2016
<b>Cash flows from operating activities</b>			
Net income before taxes	2,386,822	1,865,883	4,130,341
Adjustments to reconcile income before taxation to <b>Net cash for operating activities</b>			
Interest income	(2,583,306)	(2,337,121)	(4,904,319)
Interest expense	120,397	89,222	211,232
Depreciation	69,043	67,630	138,930
Net (Gain)/Loss on disposal of property, plant and equipment	789	3,163	(3,072)
Changes in deposits with the Central Bank	(344,623)	(452,155)	(181,269)
Changes in due to bank and related companies	(650,203)	(1,096,420)	406,942
Change in loans	(1,717,143)	(1,369,674)	(2,792,395)
Change in deposits	21,670	1,560,573	489,526
Change in other liabilities	430,734	81,191	168,949
Change in other assets	(299,954)	(56,966)	(46,812)
Interest received	2,580,323	2,325,512	4,898,922
Interest paid	(124,140)	(123,350)	(245,173)
Taxation paid	(790,641)	(549,271)	(1,696,399)
<b>Net cash from operating activities</b>	<b>(900,232)</b>	<b>8,217</b>	<b>575,403</b>
<b>Cash flows used in investing activities</b>			
Change in investments	2,124,706	(2,011,963)	(1,116,364)
Change in property, plant & equipment	43,569	46,493	(61,713)
<b>Net cash used in investing activities</b>	<b>2,168,275</b>	<b>(1,965,470)</b>	<b>(1,178,077)</b>
<b>Cash flows used in financing activities</b>			
Remittances including withholding tax	(2,400,826)	(2,136,810)	(2,136,809)
<b>Net cash used in financing activities</b>	<b>(2,400,826)</b>	<b>(2,136,810)</b>	<b>(2,136,809)</b>
(Decrease) / increase in cash and cash equivalents	(1,132,783)	(4,094,063)	(2,739,482)
Cash and cash equivalents, beginning of period	8,486,243	9,243,877	12,362,818
<b>Cash and cash equivalents, end of period</b>	<b>7,353,460</b>	<b>5,149,814</b>	<b>9,623,336</b>
<b>Cash and cash equivalents</b>			
Cash on hand and in transit	1,103,037	870,687	805,003
Due from banks and related companies with original maturity date not exceeding 3 months	6,250,424	4,279,127	8,818,333
<b>Cash and cash equivalents</b>	<b>7,353,461</b>	<b>5,149,814</b>	<b>9,623,336</b>

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

##### 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, 2016.

##### Comparative information

Comparative amounts in the Consolidated Statements of Income and Financial Position have been restated to conform to presentation changes in the current financial period.

July 31, 2017

Raymond Smith  
Country Manager

#### The Bank of Nova Scotia - Guyana Branch Consolidated Statement of Changes in Equity For the period ended 30 June 2017 (Stated in \$'000)

	Assigned Capital	Other Capital Reserve	General Banking Risk Reserve	Statutory Reserve	Retained Earnings	Total Shareholders' Equity
<b>Six months ended 30 June 2017</b>						
Balance as at 31 December 2016	251,327	801,700	-	251,400	12,870,911	14,175,338
Net income for the period					1,432,094	1,432,094
<b>Other comprehensive income, net of tax</b>						
- Revaluation of available-for-sale investments						
<b>Total comprehensive income</b>	-	-	-	-	1,432,094	1,432,094
<b>Transactions with owners, recorded directly into equity</b>						
Withholding taxes paid					(2,400,826)	(2,400,826)
Transfer of Profits						
Transfer to reserve						
<b>Balance as at 30 June 2017</b>	<b>251,327</b>	<b>801,700</b>	<b>-</b>	<b>251,400</b>	<b>11,902,179</b>	<b>13,206,606</b>
<b>Six months ended 30 June 2016</b>						
Balance as at 31 December 2015	251,327	801,700	-	251,400	12,538,923	13,843,350
Net income for the period					1,107,530	1,107,530
<b>Other comprehensive income, net of tax</b>						
- Revaluation of available-for-sale investments						
<b>Total comprehensive income</b>	-	-	-	-	1,107,530	1,107,530
<b>Transactions with owners, recorded directly into equity</b>						
Withholding taxes paid					(302,176)	(302,176)
Transfer of Profits					(1,834,634)	(1,834,634)
Transfer to reserve						
<b>Balance as at 30 June 2016</b>	<b>251,327</b>	<b>801,700</b>	<b>-</b>	<b>251,400</b>	<b>11,509,643</b>	<b>12,814,070</b>
<b>Year ended 31 October 2016</b>						
Balance as at 31 October 2015	251,327	801,700	-	251,400	11,780,164	13,084,591
Net income for the year					2,400,826	2,400,826
<b>Other comprehensive income, net of tax</b>						
- Revaluation of available-for-sale investments						
<b>Total comprehensive income</b>	-	-	-	-	2,400,826	2,400,826
<b>Transactions with owners, recorded directly into equity</b>						
Withholding taxes paid					(302,176)	(302,176)
Transfer of Profits					(1,834,634)	(1,834,634)
Transfer to reserve						
<b>Balance as at 31 October 2016</b>	<b>251,327</b>	<b>801,700</b>	<b>-</b>	<b>251,400</b>	<b>12,044,181</b>	<b>13,348,608</b>