

To Our Shareholders

The Directors are pleased to announce that Scotiabank Trinidad and Tobago Ltd ("the Group") realized income after taxation of \$162 million for the quarter ended 30 April 2017, an increase of \$12 million or 8% over the same period last year. This brought the year to date income after taxation to \$333 million, an increase of \$25 million or 8% when compared to the corresponding period in 2016.

This performance was largely driven by higher net interest income of \$68 million, which represents growth of 13% over the prior year due to strong retail loan growth and higher income from investment securities. Total assets increased by \$1.9 billion or 9% year over year and ended the period at \$24.3 billion. Our deposit portfolio grew by \$1.5 billion or 9% over the comparative period last year as our customers continue to invest with confidence in the Bank.

The Group has continued to improve the efficiency of its operations as evidenced by an improving productivity ratio of 38.7% and a reduction in expenses of \$3 million or 1%

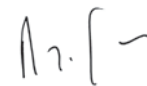
when compared to the same period last year. Loan loss expenses increased by \$28 million year over year as the Group continues to exercise a prudent risk management approach in managing its loan loss provisions in this challenging economic environment. As a result, the credit quality of our loan portfolio is strong and improving as the ratio of non-accrual loans to total loans stood at 1.92% at the end of this period, compared with 2.12% recorded at the end of fiscal 2016.

Based on these results, the Directors are pleased to announce a quarterly dividend of 50 cents per share (2016 - 40 cents) payable on 14th July 2017 to shareholders on record as at 16th June 2017.

6 June, 2017



Brendan King
Chairperson



Anya M. Schnoor
Managing Director

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (STATED IN \$'000)

	UNAUDITED As at 30 April 2017	UNAUDITED As at 30 April 2016	AUDITED As at 31 October 2016
ASSETS			
Cash on hand and in transit	\$ 134,040	\$ 159,305	\$ 146,203
Due from banks and related companies	966,216	918,215	880,433
Treasury bills	3,417,475	1,888,249	3,065,375
Deposits with Central Bank	3,158,789	3,039,233	3,216,409
Net loans to customers	14,182,305	13,820,310	13,275,224
Investment securities	2,039,725	2,180,227	2,267,880
Investment in associated companies	32,058	28,161	29,875
Deferred tax asset	2,935	-	10,572
Property, plant and equipment	247,835	251,780	250,967
Miscellaneous assets	75,311	45,382	74,353
Goodwill	2,951	2,951	2,951
TOTAL ASSETS	\$ 24,259,640	\$ 22,333,813	\$ 23,220,242
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Deposits	\$ 18,604,993	\$ 17,057,720	\$ 17,571,183
Due to banks and related companies	28,571	29,801	42,555
Other liabilities	491,972	377,452	401,293
Taxation payable	52,937	28,278	104,517
Policyholders' funds	1,278,827	1,153,822	1,227,157
Deferred tax liability	-	34,655	-
TOTAL LIABILITIES	\$ 20,457,300	\$ 18,681,728	\$ 19,346,705
SHAREHOLDERS' EQUITY			
Stated capital	267,563	267,563	267,563
Statutory reserve fund	678,032	667,563	667,882
Investment revaluation reserve	2,756	(5,229)	3,156
Retained earnings	2,853,989	2,722,188	2,934,936
TOTAL SHAREHOLDERS' EQUITY	3,802,340	3,652,085	3,873,537
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 24,259,640	\$ 22,333,813	\$ 23,220,242

CONSOLIDATED STATEMENT OF INCOME (STATED IN \$'000)

	UNAUDITED Three months ended 30 April 2017	UNAUDITED Three months ended 30 April 2016	UNAUDITED Six months ended 30 April 2017	UNAUDITED Six months ended 30 April 2016	AUDITED Year ended 31 October 2016
NET INTEREST AND OTHER INCOME					
Net Interest Income	\$ 304,693	\$ 275,734	\$ 611,552	\$ 543,203	\$ 1,129,039
Other Income	125,124	118,073	263,023	243,830	479,221
Total Revenue	429,817	393,807	874,575	787,033	1,608,260
NON-INTEREST EXPENSES	165,518	169,662	338,230	341,056	691,458
INCOME BEFORE TAXATION AND LOAN LOSS	264,299	224,145	536,345	445,977	916,802
Loan loss expense	30,360	22,593	58,492	30,179	76,780
INCOME BEFORE TAXATION	233,939	201,552	477,853	415,798	840,022
Provision for taxation	71,441	50,925	145,068	108,107	214,797
INCOME AFTER TAXATION	\$ 162,498	\$ 150,627	\$ 332,785	\$ 307,691	\$ 625,225
Dividends per share	50.0c	40.0c	100.0c	80.0c	300.0c
Earnings per share	92.1c	85.4c	188.7c	174.5c	354.5c

CONSOLIDATED STATEMENT OF TOTAL COMPREHENSIVE INCOME (STATED IN \$'000)

	UNAUDITED Three months ended 30 April 2017	UNAUDITED Three months ended 30 April 2016	UNAUDITED Six months ended 30 April 2017	UNAUDITED Six months ended 30 April 2016	AUDITED Year ended 31 October 2016
NET INCOME FOR THE YEAR	\$ 162,498	\$ 150,627	\$ 332,785	\$ 307,691	\$ 625,225
OTHER COMPREHENSIVE INCOME					
Remeasurement of defined benefit liability (asset), net of tax	2,009	-	2,009	-	36,612
Revaluation of available-for-sale investments, net of tax	5,731	5,616	(400)	(2,705)	5,680
TOTAL COMPREHENSIVE INCOME, ATTRIBUTABLE TO EQUITY HOLDERS	\$ 170,238	\$ 156,243	\$ 334,394	\$ 304,986	\$ 667,517

SCOTIABANK TRINIDAD AND TOBAGO LIMITED

FINANCIAL RESULTS FOR THE PERIOD ENDED 30 APRIL 2017



CONSOLIDATED STATEMENT OF CASH FLOWS (STATED IN \$'000)

	UNAUDITED Six months ended 30 April 2017	UNAUDITED Six months ended 30 April 2016	AUDITED Year ended 31 October 2016
Cash flows from operating activities			
Net income after taxes	\$ 332,785	\$ 415,798	\$ 625,225
Change in loans	(916,018)	(734,727)	(214,211)
Change in deposits	1,034,326	221,180	734,140
Taxation paid	(188,398)	(108,255)	(211,553)
Other adjustments to reconcile income after taxation to net cash from operating activities	344,029	47,850	318,797
Net cash from operating activities	\$ 606,725	\$ (158,154)	\$ 1,252,398
Cash flows used in investing activities			
Change in Treasury Bills with original maturity date due over 3 months	\$ (364,291)	\$ (48,727)	\$ (1,240,541)
Change in investments	241,837	68,083	(43,454)
Purchase of property, plant and equipment	(5,060)	(7,633)	(24,638)
Net cash used in investing activities	\$ (127,514)	\$ 11,724	\$ (1,308,633)
Cash flows used in financing activities			
Dividends paid	(405,591)	(387,956)	(529,035)
Net cash used in financing activities	\$ (405,591)	\$ (387,956)	\$ (529,035)
Decrease in cash and cash equivalents	\$ 73,620	\$ (534,386)	\$ (585,270)
Cash and cash equivalents, beginning of period	1,026,636	1,611,906	1,611,906
Cash and cash equivalents, end of period	\$ 1,100,256	\$ 1,077,520	\$ 1,026,636
Cash and cash equivalents			
Cash on hand and in transit	\$ 134,040	\$ 159,305	\$ 146,203
Due from banks and related companies	966,216	918,215	880,433
Cash and cash equivalents	\$ 1,100,256	\$ 1,077,520	\$ 1,026,636

SEGMENT REPORTING (STATED IN \$'000)

	Retail, Corporate & Commercial Banking	Trust & Merchant Banking	Insurance Services	Other	Total
UNAUDITED					
Six months ended 30 April 2017					
Total Revenue	\$ 786,079	2,695	84,109	1,692	874,575
Material non-cash items					
Depreciation	8,938	-	-	-	8,938
Income before taxation	\$ 406,142	1,702	68,332	1,676	477,853
Assets	\$ 14,182,305	35,210	1,891,048	8,150,668	24,259,640
Liabilities	\$ 18,604,993	393	1,298,676	553,647	20,457,300
UNAUDITED					
Six months ended 30 April 2016					
Total Revenue	\$ 708,089	2,551	74,727	1,666	787,033
Material non-cash items					
Depreciation	8,321	16	-	-	8,337
Income before taxation	\$ 351,054	1,958	61,136	1,650	415,798
Assets	\$ 13,820,310	33,386	1,997,794	6,482,323	22,333,813
Liabilities	\$ 17,057,720	646	1,250,371	372,991	18,681,728
AUDITED					
Year ended 31 October 2016					
Total Revenue	\$ 1,447,606	3,803	153,491	3,360	1,608,260
Material non-cash items					
Depreciation	17,700	16	-	-	17,716
Income before taxation	\$ 709,942	2,316	124,438	3,326	840,022
Assets	\$ 13,275,224	34,729	1,840,534	8,069,755	23,220,242
Liabilities	\$ 17,571,183	417	1,302,622	472,483	19,346,705

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (STATED IN \$'000)

	Stated Capital	Statutory Reserve	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
UNAUDITED					
Six months ended 30 April 2017					
Balance as at 31 October 2016	\$ 267,563	667,882	3,156	2,934,936	3,873,537
Net income for the year	-	-	-	332,785	332,785
Other comprehensive income, net of tax					
- Revaluation of available-for-sale investments	-	-	(400)	-	(400)
- Remeasurement of defined benefit obligation	-	-	-	2,009	2,009
Total comprehensive income	\$ -	-	(400)	334,794	334,394
Transactions with owners, recorded directly into equity					
Transfer to statutory reserve	-	10,150	-	(10,150)	-
Dividends paid	-	-	-	(405,591)	(405,591)
	-	10,150	-	(415,741)	(405,591)
Balance as at 30 April 2017	\$ 267,563	678,032	2,756	2,853,989	3,802,340
UNAUDITED					
Six months ended 30 April 2016					
Balance as at 31 October 2015	\$ 267,563	637,563	(2,524)	2,832,453	3,735,055
Net income for the year	-	-	-	307,691	307,691
Other comprehensive income, net of tax					
- Revaluation of available-for-sale investments	-	-	(2,705)	-	(2,705)
- Remeasurement of defined benefit obligation	-	-	-	-	-
Total comprehensive income	\$ -	-	(2,705)	307,691	304,986
Transactions with owners, recorded directly into equity					
Transfer to statutory reserve	-	30,000	-	(30,000)	-
Dividends paid	-	-	-	(387,956)	(387,956)
	-	30,000	-	(417,956)	(387,956)
Balance as at 30 April 2016	\$ 267,563	667,563	(5,229)	2,722,188	3,652,085
AUDITED					
Year ended 31 October 2016					
Balance as at 31 October 2015	\$ 267,563	637,563	(2,524)	2,832,453	3,735,055
Net income for the year	-	-	-	625,225	625,225
Other comprehensive income, net of tax					
- Revaluation of available-for-sale investments	-	-	5,680	-	5,680
- Remeasurement of defined benefit obligation	-	-	-	36,612	36,612
Total comprehensive income	\$ -	-	5,680	661,837	667,517
Transactions with owners, recorded directly into equity					
Transfer to statutory reserve	-	30,319	-	(30,319)	-
Dividends paid	-	-	-	(529,035)	(529,035)
	-	30,319	-	(559,354)	(529,035)
Balance as at 31 October 2016	\$ 267,563	667,882	3,156	2,934,936	3,873,537

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 2016.

Comparative information

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