

To Our Shareholders

The Directors are pleased to announce that Scotiabank Trinidad and Tobago Ltd ("the Group") realized income after taxation of \$151 million for the quarter ended 30 April 2016, an increase of \$26 million or 21% over the comparative period in 2015. Year to date income after taxation closed at \$308 million, an increase of \$48 million or 19% when compared to last year.

Loan growth continued its strong performance showing an increase of \$1.1 billion (9%) over 2015 coupled with improved net interest margins. Total assets ended the period at \$22.3 billion, representing growth of \$0.9 billion (4%) over the prior year driven by growth across our retail and corporate/commercial banking loan portfolios. Our deposit portfolio also increased by \$0.7 billion (4%) over 2015, highlighting our customers' continued confidence in Scotiabank's stability.

The Group continued to improve in its cost effective delivery of high quality products and services to our

customers. This is evidenced by a lower productivity ratio of 43% for the year to date compared with 47% in the same period last year. Loan loss expense increased by \$4.9 million year over year as the Group continues to demonstrate a prudent risk management approach in a period of economic uncertainty. Notwithstanding this increase, our credit quality remains high as our ratio of non-accrual loans to total loans has improved from 1.9% in 2015 to 1.7% in 2016.

Based on these results, the Directors are pleased to announce a quarterly dividend of 40 cents per share (2015 - 40 cents) payable on 11 July 2016 to shareholders on record as of 13 June 2016.

7 June 2016


Brendan King
Chairperson


Anya M. Schnoor
Managing Director

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

	UNAUDITED As at 30 April 2016	UNAUDITED As at 30 April 2015	AUDITED As at 31 October 2015
ASSETS			
Cash on hand and in transit	\$ 159,305	\$ 135,814	\$ 115,337
Due from banks and related companies	918,215	1,080,732	1,496,569
Treasury bills	1,888,249	1,714,109	1,824,834
Deposits with Central Bank	3,039,233	3,183,069	3,103,462
Net loans to customers	13,820,310	12,726,649	13,090,950
Investment securities	2,180,227	2,236,745	2,201,318
Investment in associate companies	28,161	24,118	26,938
Property, plant and equipment	251,780	247,721	251,616
Miscellaneous assets	45,382	65,222	41,242
Goodwill	2,951	2,951	2,951
TOTAL ASSETS	\$ 22,333,813	\$ 21,417,130	\$ 22,155,217
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Deposits	\$ 17,057,720	\$ 16,376,399	\$ 16,837,090
Due to banks and related companies	29,801	83,773	41,899
Other liabilities	377,452	325,923	381,434
Provision for taxation	28,278	27,909	29,015
Policyholders' funds	1,153,822	992,293	1,099,602
Deferred tax liability	34,655	32,032	31,122
TOTAL LIABILITIES	\$ 18,681,728	\$ 17,838,329	18,420,162
SHAREHOLDERS' EQUITY			
Stated capital	267,563	267,563	267,563
Statutory reserve fund	667,563	637,562	637,563
Investment revaluation reserve	(5,229)	17,222	(2,524)
Retained earnings	2,722,188	2,656,454	2,832,453
TOTAL SHAREHOLDERS' EQUITY	3,652,085	3,578,801	3,735,055
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 22,333,813	\$ 21,417,130	\$ 22,155,217

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

	UNAUDITED Three months ended 30 April 2016	UNAUDITED Three months ended 30 April 2015	UNAUDITED Six months ended 30 April 2016	UNAUDITED Six months ended 30 April 2015	AUDITED Year ended 31 October 2015
NET INTEREST AND OTHER INCOME					
Net Interest Income	\$ 275,734	\$ 229,077	\$ 543,203	\$ 460,079	\$ 974,623
Other Income	118,073	117,553	243,830	242,151	497,300
Total Revenue	393,807	346,630	787,033	702,230	1,471,923
NON-INTEREST EXPENSES	169,662	165,411	341,056	328,491	656,073
INCOME BEFORE TAXATION AND LOAN LOSS	224,145	181,219	445,977	373,739	815,850
Loan loss expense	22,593	9,211	30,179	25,232	38,558
INCOME BEFORE TAXATION	201,552	172,008	415,798	348,507	777,292
Provision for taxation	50,925	47,102	108,107	88,955	211,155
INCOME AFTER TAXATION	\$ 150,627	\$ 124,906	\$ 307,691	\$ 259,552	\$ 566,137
Dividends per share	40.0c	40.0c	80.0c	80.0c	300.0c
Earnings per share	85.4c	70.8c	174.5c	147.2c	321.0c

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

	UNAUDITED Three months ended 30 April 2016	UNAUDITED Three months ended 30 April 2015	UNAUDITED Six months ended 30 April 2016	UNAUDITED Six months ended 30 April 2015	AUDITED Year ended 31 October 2015
NET INCOME FOR THE YEAR	\$ 150,627	\$ 124,906	\$ 307,691	\$ 259,552	\$ 566,137
OTHER COMPREHENSIVE INCOME					
Remeasurement of defined benefit liability (asset), net of tax	-	-	-	-	10,492
Revaluation of available-for-sale investments, net of tax	5,616	(9,031)	(2,705)	(12,426)	(32,172)
TOTAL COMPREHENSIVE INCOME, ATTRIBUTABLE TO EQUITY HOLDERS	\$ 156,243	\$ 115,875	\$ 304,986	\$ 247,126	\$ 544,457

SCOTIABANK TRINIDAD AND TOBAGO LIMITED

FINANCIAL RESULTS FOR THE PERIOD ENDED 30 APRIL 2016



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

	UNAUDITED Six months ended 30 April 2016	UNAUDITED Six months ended 30 April 2015	AUDITED Year ended 31 October 2015
Cash flows from operating activities			
Net income before taxes	\$ 415,798	\$ 348,507	\$ 777,292
Change in loans	(734,727)	(919,825)	(1,269,534)
Change in deposits	221,180	1,165,102	1,625,455
Taxation paid	(108,255)	(81,829)	(169,491)
Other adjustments to reconcile income before taxation to net cash from operating activities	47,850	(92,345)	528,648
Net cash from (used in) operating activities	\$ (158,154)	\$ 419,610	\$ 1,492,370
Cash flows used in investing activities			
Change in Treasury Bills with original maturity date due over 3 months	\$ (48,727)	\$ (188,884)	\$ (298,973)
Change in investments	68,083	(287,285)	(696,195)
Purchase of property, plant and equipment	(7,633)	(11,648)	(28,971)
Net cash from (used in) investing activities	\$ 11,724	\$ (487,817)	\$ (1,024,139)
Cash flows used in financing activities			
Dividends paid	(387,956)	(193,978)	(335,056)
Decrease in debt security in issue	-	(618,000)	(618,000)
Net cash used in financing activities	\$ (387,956)	\$ (811,978)	\$ (953,056)
Decrease in cash and cash equivalents	\$ (534,386)	(880,185)	(484,825)
Cash and cash equivalents, beginning of period	1,611,906	2,096,731	2,096,731
Cash and cash equivalents, end of period	\$ 1,077,520	1,216,546	\$ 1,611,906
Cash and cash equivalents			
Cash on hand and in transit	\$ 159,305	\$ 135,814	\$ 115,337
Due from banks and related companies	918,215	1,080,732	1,496,569
Cash and cash equivalents	\$ 1,077,520	\$ 1,216,546	\$ 1,611,906

SEGMENT REPORTING FOR THE PERIOD ENDED 30 APRIL 2016 (STATED IN \$'000)

	Retail Commercial Banking	Corporate & Commercial Banking	Trust & Merchant Banking	Insurance Services	Other	Total
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	
UNAUDITED Six months ended 30 April 2015						
Total Revenue	\$ 609,763	7,697	83,131	1,639	702,230	
Material non-cash items						
Depreciation	10,350	42	-	-	10,392	
Income before taxation	\$ 274,249	3,701	68,938	1,619	348,507	
Assets	\$ 12,726,649	249,511	1,728,262	6,712,708	21,417,130	
Liabilities	\$ 16,376,399	9,482	1,066,458	385,990	17,838,329	
AUDITED Year ended 31 October 2015						
Total Revenue	\$ 1,294,614	11,349	162,654	3,306	1,471,923	
Material non-cash items						
Depreciation	17,486	61	-	-	17,547	
Income before taxation	\$ 627,656	5,328	137,077	7,231	777,292	
Assets	\$ 13,090,950	30,530	1,868,516	7,165,221	22,155,217	
Liabilities	\$ 16,837,090	-	1,160,828	422,244	18,420,162	

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 APRIL 2016 (STATED IN \$'000)

	Stated Capital	Statutory Reserve	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
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
UNAUDITED Six months ended 30 April 2015					
Balance as at 31 October 2014	\$ 267,563	582,563	29,648	2,645,880	3,525,654
Net income for the year	-	-	-	259,552	259,552
Other comprehensive income, net of tax					
- Revaluation of available-for-sale investments	-	-	(12,426)	-	(12,426)
- Remeasurement of defined benefit asset/liability	-	-	-	-	-
Total comprehensive income	\$ -	-	(12,426)	259,552	247,126
Transactions with owners, recorded directly into equity					
Transfer to statutory reserve	-	55,000	-	(55,000)	-
Dividends paid	-	-	-	(193,979)	(193,979)
	-	55,000	-	(248,979)	(193,979)
Balance as at 30 April 2015	\$ 267,563	637,563	17,222	2,656,453	3,578,801
AUDITED Year ended 31 October 2015					
Balance as at 31 October 2014	\$ 267,563	582,563	29,648	2,645,880	3,525,654
Net income for the year	-	-	-	566,137	566,137
Other comprehensive income, net of tax					
- Revaluation of available-for-sale investments	-	-	(32,172)	-	(32,172)
- Remeasurement of defined benefit asset/liability	-	-	-	10,492	10,492
Total comprehensive income	\$ -	-	(32,172)	576,629	544,457
Transactions with owners, recorded directly into equity					
Transfer to statutory reserve	-	55,000	-	(55,000)	-
Dividends paid	-	-	-	(335,056)	(335,056)
	-	55,000	-	(390,056)	(335,056)
Balance as at 31 October 2015	\$ 267,563	637,563	(2,524)	2,832,453	3,735,055

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 2015.

Comparative information

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