

To Our Shareholders

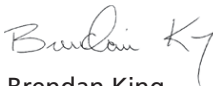
The Directors are pleased to announce that Scotiabank Trinidad and Tobago Ltd ("the Group") realized income after taxation of \$174 million for the quarter ended 31 July 2017, an increase of \$15 million or 9% over the same period last year. Year to date income after taxation was \$507 million, an increase of \$40 million or 9% when compared to the prior year.

The increase in income is attributable to higher net interest income which increased by \$90 million or 11% over the corresponding period last year, mainly driven by strong retail loan growth and higher income from investment securities. Total assets increased by \$0.5 billion or 2% year over year and ended the period at \$23.9 billion mainly driven by growth in loans and investments. Our deposit portfolio also increased by \$0.2 billion or 1% over the prior year as our customers continue to invest with confidence in the Bank.

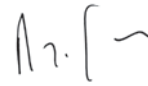
The Group continues to improve its operational efficiency as evidenced by a lower productivity ratio of 39% compared with 43% in the comparative period last year. Loan loss expenses increased by \$26 million year over year as the Group continues to exercise a prudent risk management approach in providing for loan loss impairments in this challenging economic environment. The credit quality of our loan portfolio however continues to be strong as the ratio of non-accrual loans to total loans stood at 1.93% 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 20 October 2017 to shareholders on record as at 20 September 2017.

12 September, 2017



Brendan King
Chairperson



Anya M. Schnoor
Managing Director

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

	UNAUDITED As at 31 July 2017	UNAUDITED As at 31 July 2016	AUDITED As at 31 October 2016
ASSETS			
Cash on hand and in transit	\$ 118,885	\$ 149,699	\$ 146,203
Due from banks and related companies	1,290,224	1,345,682	880,433
Treasury bills	3,541,832	2,874,781	3,065,375
Deposits with Central Bank	2,867,590	2,942,845	3,216,409
Net loans to customers	13,899,506	13,412,801	13,275,224
Investment securities	1,824,027	2,308,341	2,267,880
Investment in associated companies	30,141	27,191	29,875
Deferred tax asset	7,450	-	10,572
Property, plant and equipment	245,392	249,954	250,967
Miscellaneous assets	99,969	83,172	74,353
Goodwill	2,951	2,951	2,951
TOTAL ASSETS	\$ 23,927,967	\$ 23,397,417	\$ 23,220,242
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Deposits	\$ 18,017,951	\$ 17,852,014	\$ 17,571,183
Due to banks and related companies	35,231	99,389	42,555
Other liabilities	620,039	425,650	401,293
Taxation payable	56,657	28,989	104,517
Policyholders' funds	1,310,629	1,192,432	1,227,157
Deferred tax liability	-	34,863	-
TOTAL LIABILITIES	\$ 20,040,507	\$ 19,633,337	\$ 19,346,705
SHAREHOLDERS' EQUITY			
Statutory capital	\$ 267,563	\$ 267,563	267,563
Statutory reserve fund	678,032	667,563	667,882
Investment revaluation reserve	4,057	267	3,156
Retained earnings	2,937,808	2,828,687	2,934,936
TOTAL SHAREHOLDERS' EQUITY	3,887,460	3,764,080	3,873,537
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 23,927,967	\$ 23,397,417	\$ 23,220,242

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

	UNAUDITED Three months ended 31 July 2017	UNAUDITED Three months ended 31 July 2016	UNAUDITED Nine months ended 31 July 2017	UNAUDITED Nine months ended 31 July 2016	AUDITED Year ended 31 October 2016
NET INTEREST AND OTHER INCOME					
Net Interest Income	\$ 317,896	\$ 295,888	\$ 929,449	\$ 839,091	\$ 1,129,039
Other Income	118,624	112,626	381,647	356,456	479,221
Total Revenue	436,520	408,514	1,311,096	1,195,547	1,608,260
NON-INTEREST EXPENSES	173,682	170,676	511,912	511,732	691,458
INCOME BEFORE TAXATION AND LOAN LOSS	262,838	237,838	799,184	683,815	916,802
Loan loss expense	21,438	23,594	79,930	53,773	76,780
INCOME BEFORE TAXATION	241,400	214,244	719,254	630,042	840,022
Provision for taxation	67,657	55,108	212,725	163,215	214,797
INCOME AFTER TAXATION	\$ 173,743	\$ 159,136	\$ 506,529	\$ 466,827	\$ 625,225
Dividends per share	50.0c	40.0c	150.0c	120.0c	300.0c
Earnings per share	98.5c	90.2c	287.2c	264.7c	354.5c

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

	UNAUDITED Three months ended 31 July 2017	UNAUDITED Three months ended 31 July 2016	UNAUDITED Nine months ended 31 July 2017	UNAUDITED Nine months ended 31 July 2016	AUDITED Year ended 31 October 2016
NET INCOME FOR THE YEAR	\$ 173,743	\$ 159,136	\$ 506,529	\$ 466,827	\$ 625,225
OTHER COMPREHENSIVE INCOME					
Remeasurement of defined benefit liability (asset), net of tax	(1,753)	17,901	256	17,901	36,612
Revaluation of available-for-sale investments, net of tax	1,301	5,496	901	2,791	5,680
TOTAL COMPREHENSIVE INCOME, ATTRIBUTABLE TO EQUITY HOLDERS	\$ 173,291	\$ 182,533	\$ 507,686	\$ 487,519	\$ 667,517

SCOTIABANK TRINIDAD AND TOBAGO LIMITED

FINANCIAL RESULTS FOR THE PERIOD ENDED 31 JULY 2017



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

	UNAUDITED Nine months ended 31 July 2017	UNAUDITED Nine months ended 31 July 2016	AUDITED Year ended 31 October 2016
Cash flows from operating activities			
Net income after taxes	\$ 506,529	\$ 466,827	\$ 625,225
Change in loans	(628,432)	(335,154)	(214,211)
Change in deposits	447,497	1,015,193	734,140
Taxation paid	(256,455)	(158,717)	(211,553)
Other adjustments to reconcile income after taxation to net cash from operating activities	852,808	524,632	318,797
Net cash from operating activities	\$ 921,947	\$ 1,512,780	\$ 1,252,398
Cash flows used in investing activities			
Change in Treasury Bills with original maturity date due over 3 months	\$ (487,364)	\$ (1,033,601)	\$ (1,240,541)
Change in investments	452,293	(128,791)	(43,454)
Purchase of property, plant and equipment	(10,880)	(8,419)	(24,638)
Proceeds from disposal of property, plant & equipment	240	-	-
Net cash used in investing activities	\$ (45,711)	\$ (1,170,811)	\$ (1,308,633)
Cash flows used in financing activities			
Dividends paid	(493,763)	(458,494)	(529,035)
Net cash used in financing activities	\$ (493,763)	\$ (458,494)	\$ (529,035)
Increase (decrease) in cash and cash equivalents	\$ 382,473	\$ (116,525)	\$ (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	\$ 1,409,109	\$ 1,495,381	\$ 1,026,636
Cash and cash equivalents Cash on hand and in transit	\$ 118,885	\$ 149,699	\$ 146,203
Due from banks and related companies	1,290,224	1,345,682	880,433
Cash and cash equivalents	\$ 1,409,109	\$ 1,495,381	\$ 1,026,636

SEGMENT REPORTING (STATED IN \$'000)

	Retail, Corporate & Commercial Banking	Trust & Merchant Banking	Insurance Services	Other	Total
UNAUDITED					
Nine months ended 31 July 2017					
Total Revenue	1,183,309	4,082	121,145	2,559	1,311,096
Material non-cash items					
Depreciation	13,686	-	-	-	13,686
Income before taxation	616,922	2,452	97,349	2,532	719,254
Assets	13,899,506	35,177	1,948,376	8,044,908	23,927,967
Liabilities	18,017,951	571	1,331,920	690,065	20,040,507
UNAUDITED					
Nine months ended 31 July 2016					
Total Revenue	1,077,703	4,028	111,299	2,516	1,195,547
Material non-cash items					
Depreciation	13,016	16	-	-	13,032
Income before taxation	535,094	3,236	89,227	2,485	630,042
Assets	13,412,801	34,914	2,044,547	7,905,155	23,397,417
Liabilities	17,852,014	635	1,277,361	503,327	19,633,337
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					
Nine months ended 31 July 2017					
Balance as at 31 October 2016	267,563	667,882	3,156	2,934,936	3,873,537
Net income for the year	-	-	-	506,529	506,529
Other comprehensive income, net of tax					
- Revaluation of available-for-sale investments	-	-	901	-	901
- Remeasurement of defined benefit obligation	-	-	-	256	256
Total comprehensive income	-	-	901	506,785	507,686
Transactions with owners, recorded directly into equity					
Transfer to statutory reserve	-	10,150	-	(10,150)	-
Dividends paid	-	-	-	(493,763)	(493,763)
	-	10,150	-	(503,913)	(493,763)
Balance as at 31 July 2017	267,563	678,032	4,057	2,937,808	3,887,460
UNAUDITED					
Nine months ended 31 July 2016					
Balance as at 31 October 2015	267,563	637,563	(2,524)	2,832,453	3,735,055
Net income for the year	-	-	-	466,827	466,827
Other comprehensive income, net of tax					
- Revaluation of available-for-sale investments	-	-	2,791	-	2,791
- Remeasurement of defined benefit obligation	-	-	-	17,901	17,901
Total comprehensive income	-	-	2,791	484,728	487,519
Transactions with owners, recorded directly into equity					
Transfer to statutory reserve	-	30,000	-	(30,000)	-
Dividends paid	-	-	-	(458,494)	(458,494)
	-	30,000	-	(488,494)	(458,494)
Balance as at 31 July 2016	267,563	667,563	267	2,828,687	3,764,080
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.