

To Our Shareholders

The Directors are pleased to announce that Scotiabank Trinidad and Tobago Ltd ("the Group") realized income after taxation of \$625 million for the year ended 31 October 2016, an increase of \$59 million or 10% over the prior year. For the quarter, income after taxation was \$158 million, an increase of \$9 million or 6% over the corresponding period in 2015.

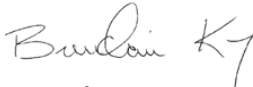
The increase in profitability over last year was mainly driven by strong growth in our retail loans portfolio resulting in higher net interest income of \$154 million or 16% over the prior year. Loans to Customers grew by \$184 million (1%) over 2015 with Loans to our Retail Customers growing by 10% over prior year. Total assets ended the year at \$23.2 billion, representing growth of \$1.1 billion or 5% over last year. Our deposit portfolio also increased by \$734 million or 4% over the prior year as our customers continue to invest with confidence in the Group.

Throughout the year the Group has continued to seek improvements in the efficiency of its operations as evidenced by a lower productivity ratio of 43% for the

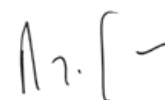
year compared with 45% last year. Loan losses have increased by \$38 million year over year as the Group continues to exercise a prudent risk management approach in the challenging economic situation currently facing the country. Despite this increase, the credit quality of our loan portfolio remains resilient as the ratio of non-accrual loans to total loans stands at only 2.1% for 2016.

Based on these results, the Directors are pleased to announce a quarterly dividend of 80 cents per share (2015 - 70 cents). Furthermore, we have also approved payment of a special dividend of 100 cents per share. These dividends will be payable on 13 January 2017 to shareholders on record as at 16 December 2016. Inclusive of the special dividend, the Group would have declared dividends of 300 cents in respect of the 2016 financial year (2015 - 300 cents).

6 December, 2016



Brendan King
Chairperson



Anya M. Schnoor
Managing Director

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

	UNAUDITED As at 31 October 2016	AUDITED As at 31 October 2015
ASSETS		
Cash on hand and in transit	\$ 146,203	\$ 115,337
Due from banks and related companies	880,433	1,496,569
Treasury bills	3,065,375	1,824,834
Deposits with Central Bank	3,216,409	3,103,462
Net loans to customers	13,275,224	13,090,950
Investment securities	2,267,880	2,201,318
Investment in associated companies	29,875	26,938
Deferred tax asset	10,572	-
Property, plant and equipment	250,967	251,616
Miscellaneous assets	74,353	41,242
Goodwill	2,951	2,951
TOTAL ASSETS	\$ 23,220,242	\$ 22,155,217
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits	\$ 17,571,183	\$ 16,837,090
Due to banks and related companies	42,555	41,899
Other liabilities	401,293	381,434
Taxation payable	104,517	29,015
Policyholders' funds	1,227,157	1,099,602
Deferred tax liability	-	31,122
TOTAL LIABILITIES	19,346,705	18,420,162
SHAREHOLDERS' EQUITY		
Stated capital	267,563	267,563
Statutory reserve fund	667,882	637,563
Investment revaluation reserve	3,156	(2,524)
Retained earnings	2,934,936	2,832,453
TOTAL SHAREHOLDERS' EQUITY	3,873,537	3,735,055
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 23,220,242	\$ 22,155,217

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

	UNAUDITED Three months ended 31 October 2016	UNAUDITED Three months ended 31 October 2015	UNAUDITED Year ended 31 October 2016	AUDITED Year ended 31 October 2015
NET INTEREST AND OTHER INCOME				
Net Interest Income	\$ 289,947	\$ 263,915	\$ 1,129,039	\$ 974,623
Other Income	122,765	128,021	479,221	497,300
Total Revenue	412,712	391,936	1,608,260	1,471,923
NON-INTEREST EXPENSES	179,726	175,347	691,458	656,073
INCOME BEFORE TAXATION AND LOAN LOSS	232,986	216,589	916,802	815,850
Loan loss expense	23,007	8,799	76,780	38,558
INCOME BEFORE TAXATION	209,979	207,790	840,022	777,292
Provision for taxation	51,582	58,415	214,797	211,155
INCOME AFTER TAXATION	\$ 158,397	\$ 149,375	\$ 625,225	\$ 566,137
Dividends per share	40.0c	180.0c	300.0c	300.0c
Earnings per share	89.8c	84.7c	354.5c	321.0c

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

	UNAUDITED Three months ended 31 October 2016	UNAUDITED Three months ended 31 October 2015	UNAUDITED Year ended 31 October 2016	AUDITED Year ended 31 October 2015
NET INCOME FOR THE YEAR	\$ 158,397	\$ 149,375	\$ 625,225	\$ 566,137
OTHER COMPREHENSIVE INCOME				
Remeasurement of defined benefit liability (asset), net of tax	18,711	10,492	36,612	10,492
Revaluation of available-for-sale investments, net of tax	2,889	(13,332)	5,680	(32,172)
TOTAL COMPREHENSIVE INCOME, ATTRIBUTABLE TO EQUITY HOLDERS	\$ 179,997	\$ 146,535	\$ 667,517	\$ 544,457

SCOTIABANK TRINIDAD AND TOBAGO LIMITED

FINANCIAL RESULTS FOR THE PERIOD ENDED 31 OCTOBER 2016



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

	UNAUDITED Year ended 31 October 2016	AUDITED Year ended 31 October 2015
Cash flows from operating activities		
Net income after taxes	\$ 625,225	\$ 566,137
Change in loans	(214,211)	(1,269,534)
Change in deposits	734,140	1,625,455
Taxation paid	(211,553)	(169,517)
Other adjustments to reconcile income after taxation to net cash from operating activities	318,797	739,829
Net cash from operating activities	\$ 1,252,398	\$ 1,492,370
Cash flows used in investing activities		
Change in Treasury Bills with original maturity date due over 3 months	\$ (1,240,541)	\$ (298,973)
Change in investments	(43,454)	(696,195)
Purchase of property, plant and equipment	(24,638)	(28,971)
Net cash used in investing activities	\$ (1,308,633)	\$ (1,024,139)
Cash flows used in financing activities		
Dividends paid	\$ (529,035)	(335,056)
Decrease in debt security in issue	-	(618,000)
Net cash used in financing activities	\$ (529,035)	\$ (953,056)
Decrease in cash and cash equivalents	\$ (585,270)	\$ (484,825)
Cash and cash equivalents, beginning of period	\$ 1,611,906	\$ 2,096,731
Cash and cash equivalents, end of period	\$ 1,026,636	\$ 1,611,906
Cash and cash equivalents		
Cash on hand and in transit	\$ 146,203	\$ 115,337
Due from banks and related companies	880,433	1,496,569
Treasury bills with original maturity date not exceeding 3 months	-	-
Cash and cash equivalents	\$ 1,026,636	\$ 1,611,906

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

	Stated Capital	Statutory Reserve	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
UNAUDITED					
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
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

SEGMENT REPORTING (STATED IN \$'000)

	Retail, Corporate & Commercial Banking	Trust & Merchant Banking	Insurance Services	Other	Total
UNAUDITED					
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
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

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.