

# Scotiabank Trinidad and Tobago Limited

## Financial results for the period ended 31 January 2025

# Scotiabank®

## To Our Shareholders

The Directors are pleased to announce that Scotiabank Trinidad and Tobago Limited (The Group) has realised a profit after tax of \$167 million for the first quarter ended 31 January 2025, an increase of \$2MM or 1% over the prior year.

For the year, The Group recorded an increase in total revenue of \$13 million or 3%, driven mainly by growth in net interest income of \$36 million or 10%. This increase was achieved through continued strong expansion in loan balances in both retail and commercial segments. Other income decreased by \$23 million or 17% arising from lower trading revenue due to market dynamics.

The Group has demonstrated a commendable approach in managing its non-interest expense base whilst navigating the impact of inflation and simultaneously investing in personnel, technology and customer experience. Non-interest expenses increased by \$4 million or 2% over the prior year. Our productivity ratio reduced to 41% and remains the best in class in the local banking sector.

In our ongoing efforts to balance growth and risk, we have observed significant developments in our financial landscape. Total Assets have experienced a notable increase, rising by \$1.1 billion or 4%. The Group's largest interest earning asset, loans to customers saw an impressive increase of \$1.7 billion or 9%. This substantial growth was achieved while maintaining a high level of credit quality. It is worth noting the slight decline in the net impairment loss on financial assets which further highlights our prudent risk management. Additionally, the ratio of non-performing loans to total loans remains below 2% of the total portfolio.

During 2024, the Central Bank of Trinidad and Tobago reduced the primary reserve requirement, leading to a \$0.8 billion reduction in Deposits with the Central Bank. In response, we strategically increased our Investment Securities and Treasury Bills by \$0.5 billion. This move was aimed at maximizing the return on our excess liquidity, while ensuring that we continue to generate value for our stakeholders.

Overall, our financial performance demonstrates a careful balance between growth and risk, positioning us well for continued success in an evolving financial landscape


The increase in total assets was partially funded by a significant rise in customer deposits. Over the past year, customer deposits increased by \$0.2 billion or 1%. This growth is a strong indicator of consumer confidence in our stability and the competitive rate offerings across all business segments. Our strategic focus on enhancing customer experience and offering attractive deposit rates has undoubtedly contributed to this positive outcome.

In addition to customer deposits, we have also bolstered our financial position through increased funding from banks and related companies. Over the past year, we secured an additional \$0.6 billion in funding from these sources. This influx of capital has been instrumental in supporting our asset growth and expanding our operational capabilities.

Our insurance segment continues to be a standout performer within the organization. During the year, policyholder liabilities increased by \$107 million or 6%. This growth reflects the robust performance of our insurance products and the trust policyholders place in our services. The steady increase in policyholder liabilities is a testament to the effectiveness of our insurance offerings and the strength of our customer relationships.

We continue to be recognized by International Financial organizations and our Bank earned another Bank of the Year title from The Banker Magazine, following recognition from Global Finance and Euromoney in 2024. This award highlights not only our solid financial performance, but also our dedication to improving our digital infrastructure, making it easier for clients to do business with us and improving our accessibility in providing banking services.

Based on the above performance, we are pleased to announce that the Directors have approved an interim quarterly dividend of 70c per share, payable to shareholders on the Register of Members as of 21 March 2025. This dividend will be paid by 11 April 2025.

  
Derek Hudson  
Chairman

  
Gayle Pazos  
Managing Director

## Consolidated statement of financial position (stated in \$'000)

	UNAUDITED As at 31 January 2025	UNAUDITED As at 31 January 2024	AUDITED As at 31 October 2024
<b>ASSETS</b>			
Cash on hand and in transit	174,496	155,751	203,404
Loans and advances to banks and related companies	403,607	691,580	529,828
Treasury bills	3,285,155	2,019,378	3,113,181
Deposits with Central Bank	2,437,788	3,320,607	2,666,065
Loans to customers	20,850,958	19,169,266	20,726,278
Investment securities	3,250,241	4,064,633	3,453,357
Investment in associated company	57,641	50,491	55,600
Deferred tax assets	108,613	73,845	64,167
Property and equipment	321,663	333,765	329,590
Insurance and reinsurance contract assets	47,829	54,846	45,969
Receivables and other assets	98,587	26,761	132,303
Defined benefit pension fund asset	117,744	115,592	115,933
Goodwill	2,951	2,951	2,951
<b>TOTAL ASSETS</b>	<b>31,157,273</b>	<b>30,079,466</b>	<b>31,438,626</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Deposits from customers	22,584,342	22,352,778	22,959,887
Deposits from banks and related companies	888,407	283,622	912,653
Other liabilities	706,179	730,168	763,562
Taxation payable	82,525	88,170	81,961
Insurance contract liabilities	1,987,976	1,881,464	1,892,635
Post-employment medical and life benefits obligation	202,179	198,034	196,941
Deferred tax liabilities	68,824	32,354	26,734
<b>TOTAL LIABILITIES</b>	<b>26,520,432</b>	<b>25,566,590</b>	<b>26,834,373</b>
<b>EQUITY</b>			
Stated capital	267,563	267,563	267,563
Statutory reserve fund	968,286	882,055	968,286
Other capital reserves	(44,059)	(6,225)	(33,544)
Retained earnings	3,445,051	3,369,483	3,401,948
<b>TOTAL EQUITY</b>	<b>4,636,841</b>	<b>4,512,876</b>	<b>4,604,253</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>31,157,273</b>	<b>30,079,466</b>	<b>31,438,626</b>

## Consolidated statement of profit or loss (stated in \$'000)

	UNAUDITED Three months ended 31 January 2025	UNAUDITED Three months ended 31 January 2024	AUDITED Year ended 31 October 2024
<b>REVENUE</b>			
Net interest income	382,450	346,417	1,432,183
Net other income	111,339	134,781	516,084
<b>Total revenue</b>	<b>493,789</b>	<b>481,198</b>	<b>1,948,267</b>
<b>EXPENSES</b>			
Non-interest expenses	204,399	200,032	839,426
Net impairment loss on financial assets	33,823	30,455	100,910
<b>PROFIT BEFORE TAXATION</b>	<b>255,567</b>	<b>250,711</b>	<b>1,007,931</b>
Taxation	89,022	86,444	349,437
<b>PROFIT FOR THE YEAR, ATTRIBUTABLE TO EQUITY HOLDERS</b>	<b>166,545</b>	<b>164,267</b>	<b>658,494</b>
Dividends per share	70.0c	75.0c	285.0c
Earnings per share (basic and diluted)	94.4c	93.2c	373.4c

## Consolidated statement of total comprehensive income (stated in \$'000)

	UNAUDITED Three months ended 31 January 2025	UNAUDITED Three months ended 31 January 2024	AUDITED Year ended 31 October 2024
<b>Profit for the year</b>	<b>166,545</b>	<b>164,267</b>	<b>658,494</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Net remeasurement of post-employment benefits asset/obligation	-	-	3,608
Net movement in other capital reserve	(10,515)	(21,507)	(21,683)
<b>TOTAL COMPREHENSIVE INCOME, ATTRIBUTABLE TO EQUITY HOLDERS</b>	<b>156,030</b>	<b>142,760</b>	<b>640,419</b>

## Consolidated statement of cash flows (stated in \$'000)

	UNAUDITED Three months ended 31 January 2025	UNAUDITED Three months ended 31 January 2024	AUDITED Year ended 31 October 2024
<b>Cash flows from operating activities</b>			
Profit for the year	166,545	164,267	658,494
Change in loans to customers	(837,861)	(565,043)	(1,292,540)
Change in deposits from customers	215,646	324,634	915,588
Taxation paid	(85,794)	(65,147)	(354,021)
Other adjustments to reconcile income after taxation to net cash from operating activities	698,908	(230,580)	497,428
<b>Net cash from operating activities</b>	<b>157,444</b>	<b>(371,869)</b>	<b>424,949</b>
<b>Cash flows used in investing activities</b>			
Change in Treasury Bills with original maturity date due over 3 months	(248,721)	126,964	589,660
Change in investments	814,392	(24,044)	(139,428)
Purchase of property and equipment	(1,081)	-	(35,212)
Proceeds from disposal of property and equipment	-	-	-
<b>Net cash used in investing activities</b>	<b>564,590</b>	<b>102,920</b>	<b>415,020</b>
<b>Cash flows used in financing activities</b>			
Payment of lease liabilities	(4,862)	(5,335)	(19,449)
Dividends paid	(123,441)	(123,441)	(502,580)
<b>Net cash used in financing activities</b>	<b>(128,303)</b>	<b>(128,776)</b>	<b>(522,029)</b>
Increase (Decrease) in cash and cash equivalents	593,731	(397,725)	317,940
<b>Cash and cash equivalents, beginning of period</b>	<b>2,928,088</b>	<b>2,610,148</b>	<b>2,610,148</b>
<b>Cash and cash equivalents, end of period</b>	<b>3,521,819</b>	<b>2,212,423</b>	<b>2,928,088</b>
<b>Cash and cash equivalents represented by:</b>			
Cash on hand and in transit	174,496	155,751	203,404
Loans and advances to banks and related companies	403,607	691,580	529,828
Surplus deposits with Central Bank	1,562,860	804,807	814,000
Treasury Bills with original maturity date not exceeding 3 months	1,380,856	560,285	1,380,856
<b>Cash and cash equivalents</b>	<b>3,521,819</b>	<b>2,212,423</b>	<b>2,928,088</b>

# Scotiabank Trinidad and Tobago Limited

Financial results for the period ended 31 January 2025

## Consolidated statement of changes in equity (stated in \$'000)

	Stated Capital	Statutory Reserve	Investment Revaluation Reserve	Retained Earnings	Total Shareholders' Equity
<b>UNAUDITED</b>					
<b>Period ended 31 January 2025</b>					
<b>Balance as at 31 October 2024</b>	267,563	968,286	(33,544)	3,401,948	4,604,253
Profit for the year	-	-	-	166,545	166,545
<b>Other comprehensive income, net of tax</b>					
- Fair value remeasurement of other capital reserves	-	-	(10,515)	-	(10,515)
- Remeasurement of post-employment benefits asset/obligation	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	(10,515)	166,545	156,030
<b>Transactions with equity owners of Scotiabank</b>					
Transfer to statutory reserve	-	-	-	-	-
Dividends paid	-	-	-	(123,442)	(123,442)
	-	-	-	(123,442)	(123,442)
<b>Balance as at 31 January 2025</b>	267,563	968,286	(44,059)	3,445,051	4,636,841
<b>UNAUDITED</b>					
<b>Period ended 31 January 2024</b>					
<b>Balance as at 31 October 2023</b>	267,563	882,055	(11,861)	3,328,657	4,466,414
Profit for the year	-	-	-	164,267	164,267
<b>Other comprehensive income, net of tax</b>					
- Fair value remeasurement of other capital reserves	-	-	5,636	-	5,636
- Remeasurement of post-employment benefits asset/obligation	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	5,636	164,267	169,903
<b>Transactions with equity owners of Scotiabank</b>					
Transfer to statutory reserve	-	-	-	-	-
Dividends paid	-	-	-	(123,441)	(123,441)
	-	-	-	(123,441)	(123,441)
<b>Balance as at 31 January 2024</b>	267,563	882,055	(6,225)	3,369,483	4,512,876
<b>AUDITED</b>					
<b>Year ended 31 October 2024</b>					
<b>Balance as at 31 October 2023</b>	267,563	882,055	(11,861)	3,328,657	4,466,414
Profit for the year	-	-	-	658,494	658,494
<b>Other comprehensive income, net of tax</b>					
- Fair value remeasurement of other capital reserves	-	-	(21,683)	-	(21,683)
- Remeasurement of post-employment benefits asset/obligation	-	-	-	3,608	3,608
<b>Total comprehensive income</b>	-	-	(21,683)	662,102	640,419
<b>Transactions with equity owners of Scotiabank</b>					
Transfer to statutory reserve	-	86,231	-	(86,231)	-
Dividends paid	-	-	-	(502,580)	(502,580)
	-	86,231	-	(588,811)	(502,580)
<b>Balance as at 31 October 2024</b>	267,563	968,286	(33,544)	3,401,948	4,604,253

## Segment reporting (stated in \$'000)

	Retail & Commercial Banking	Corporate Management	Insurance Services	Total
<b>UNAUDITED</b>				
<b>Three months ended 31 January 2025</b>				
<b>Total Revenue</b>	450,578	7,518	35,693	493,789
Segment profits before taxes	216,345	5,498	33,724	255,567
Segment assets	28,177,796	53,176	2,926,301	31,157,273
Segment liabilities	24,443,118	7,151	2,070,163	26,520,432
<b>UNAUDITED</b>				
<b>Three months ended 31 January 2024</b>				
<b>Total Revenue</b>	439,247	7,178	34,773	481,198
Segment profits before taxes	212,354	4,105	34,252	250,711
Segment assets	27,235,602	48,092	2,795,772	30,079,466
Segment liabilities	23,609,104	5,462	1,952,024	25,566,590
<b>AUDITED</b>				
<b>Year ended 31 October 2024</b>				
<b>Total Revenue</b>	1,771,180	28,986	148,101	1,948,267
Segment profits before taxes	846,245	17,710	143,976	1,007,931
Segment assets	28,579,659	48,314	2,810,653	31,438,626
Segment liabilities	24,854,902	6,070	1,973,401	26,834,373

### Significant Accounting Policies:

#### Basis of preparation

These interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The accounting policies applied in these interim financial statements are consistent with those applied in the most recent annual audited financial statements and have been prepared using the same principles and methods of computation.