

SCOTIABANK (TURKS AND CAICOS) LTD.

Balance Sheet

At October 31, 2006

with comparative figures at October 31, 2005

		2006	2005
Assets			
Cash and cash equivalents (note 6)	US\$	9,085,405	2,478,734
Trading assets (note 7)		34,022,610	48,180,693
Loans to customers, net (notes 8 and 9)		195,282,821	125,284,577
Fixed assets, net (note 10)		908,616	860,243
Other assets (note 11)		1,631,964	1,391,275
	US\$	240,931,416	178,195,522

Liabilities and Shareholder's Equity

Liabilities

Bank overdraft	US\$	—	3,196,444
Deposits from banks (note 12)		44,248,407	19,886,516
Deposits from customers (note 13)		156,958,285	134,679,507
Loan from related party (note 22)		10,441,667	—
Other liabilities (note 14)		2,802,960	2,268,456
		214,451,319	160,030,923

Shareholder's equity

Share capital (note 15)		6,130,000	6,130,000
Capital reserve (note 16)		5,087,525	3,008,650
Retained earnings		15,262,572	9,025,949
		26,480,097	18,164,599
Commitments and contingencies (note 20)			
	US\$	240,931,416	178,195,522

See accompanying notes to financial statements.

These financial statements
were approved on behalf of the Board on
May 15, 2007 by the following:


David Tait Director


Ariel Misick Director

SCOTIABANK (TURKS AND CAICOS) LTD.

Income Statement

Year ended October 31, 2006

with comparative figures for the year ended October 31, 2005

		2006	2005
Income			
Interest income	US\$	15,226,988	9,718,564
Interest expense		(2,888,544)	(986,361)
Net interest income		12,338,444	8,732,203
Provision for credit losses, net of recoveries (note 9)		(598,019)	(391,511)
Net operating income		11,740,425	8,340,692
Fee and commission income (note 17)		3,555,460	2,168,207
Operating profit		15,295,885	10,508,899
Operating expenses			
Salaries and benefits		(3,168,678)	(2,300,046)
Other operating expenses (note 18)		(2,030,213)	(1,255,368)
Repairs and maintenance		(1,170,784)	(918,662)
Communication and marketing		(430,490)	(314,845)
Depreciation		(180,222)	(154,591)
Total operating expenses		(6,980,387)	(4,943,512)
Profit for year	US\$	8,315,498	5,565,387

See accompanying notes to financial statements.