

SCOTIABANK (TURKS AND CAICOS) LTD.

Balance Sheet

At October 31, 2007

with comparative figures at October 31, 2006

		2007	2006
Assets			
Cash and cash equivalents (note 6)	US\$	13,236,207	26,545,267
Short-term investments (note 7)		3,369,555	16,562,748
Other investments (note 8)		1,108,071	–
Loans to customers, net (notes 9 and 10)		255,395,386	195,282,821
Other assets (note 11)		926,066	1,631,964
Fixed assets, net (note 12)		1,156,677	908,616
	US\$	275,191,962	240,931,416

Liabilities and Shareholder's Equity

Liabilities


Deposits from banks (note 13)	US\$	14,402,364	44,248,407
Deposits from customers (note 14)		165,188,495	156,958,285
Loans from related party (note 15)		52,316,873	10,441,667
Other liabilities (note 16)		8,672,798	2,802,960
		240,580,530	214,451,319

Shareholder's equity

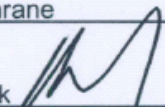
Share capital (note 17)		6,130,000	6,130,000
Capital reserve (note 18)		7,120,359	5,087,525
Retained earnings		21,361,073	15,262,572
		34,611,432	26,480,097
	US\$	275,191,962	240,931,416

See accompanying notes to financial statements.

These financial statements
were approved on behalf of the Board on
June 30, 2008 by the following:



Doug Cochrane Director



Ariel Misick Director

SCOTIABANK (TURKS AND CAICOS) LTD.

Statement of Operations

Year ended October 31, 2007

with comparative figures for year ended October 31, 2006

		2007	2006
Income			
Interest income	US\$	19,521,631	15,226,988
Interest expense		(4,833,933)	(2,888,544)
Net interest income		14,687,698	12,338,444
Allowances for impairment (note 10)		(978,825)	(598,019)
Net operating income		13,708,873	11,740,425
Fee and commission income (note 19)		4,353,224	3,555,460
Investment income (note 8)		1,108,071	—
Operating income		19,170,168	15,295,885
Operating expenses			
Salaries and benefits		(3,604,424)	(3,168,678)
Other operating expenses (note 20)		(5,192,841)	(2,030,213)
Repairs and maintenance		(1,505,590)	(1,170,784)
Communication and marketing		(498,701)	(430,490)
Depreciation (note 12)		(237,277)	(180,222)
Total operating expenses		(11,038,833)	(6,980,387)
Net profit for year	US\$	8,131,335	8,315,498



Scotiabank*