

Date: November 26, 2007

For further information contact:

Stacie-Ann Wright

Executive Vice President & Chief Financial Officer

Tel: 876-922-1000

Fax: 876-967-4300

THE BANK OF NOVA SCOTIA JAMAICA LIMITED

The Board of Directors is pleased to present the following results of The Bank of Nova Scotia Jamaica Limited for the fiscal year ending October 31, 2007.

The Bank of Nova Scotia Jamaica Limited
Statement of Consolidated Revenues & Expenses

Audited (\$ millions)	For the three months ended			For the year ended	
	October	July	October	October	October
	2007	2007	2006	2007	2006
GROSS OPERATING INCOME	7,199	7,063	7,234	28,309	27,047
INTEREST INCOME					
Loans and deposits with banks	3,679	3,652	3,444	14,341	13,506
Securities	2,136	2,312	2,657	9,235	9,414
	5,815	5,964	6,101	23,576	22,920
INTEREST EXPENSE					
Deposits and repurchase agreements	1,422	1,738	2,056	6,809	7,397
Net interest income	4,393	4,226	4,045	16,767	15,523
Provision for credit losses	-121	-100	-103	-522	-302
Net interest income after provision for credit losses	4,272	4,126	3,942	16,245	15,221
Net fee and commission income	757	679	756	2,978	2,782
Insurance premium income	173	152	126	617	430
Gains less losses from foreign currencies	299	239	218	951	880
Other operating income	155	29	33	187	35
	1,384	1,099	1,133	4,733	4,127
TOTAL OPERATING INCOME	5,656	5,225	5,075	20,978	19,348
OPERATING EXPENSES					
Staff costs	1,341	1,246	1,153	5,089	4,651
Premises and equipment, including depreciation	368	375	333	1,406	1,235
Changes in policyholders' reserves	640	647	577	2,452	2,169
Other operating expenses	694	641	514	2,419	1,977
	3,043	2,909	2,577	11,366	10,032
OPERATING PROFIT	2,613	2,316	2,498	9,612	9,316
Share of profits in associated company	-	-38	-	-	-
PROFIT BEFORE TAXATION	2,613	2,278	2,498	9,612	9,316
Taxation	-765	-668	-683	-2761	-2517
NET INCOME	1,848	1,610	1,815	6,851	6,799
Earnings per share based on 2,927,232,000 shares (cents)	63	55	62	234	232
Return on average equity	27.08%	23.06%	27.08%	24.51%	26.35%
Return on assets	3.60%	3.25%	3.63%	3.34%	3.40%
Productivity ratio	54.77%	56.51%	51.76%	55.29%	52.59%
Productivity ratio (excluding Life Insurance Business)	45.04%	45.66%	41.63%	45.18%	42.48%

The Bank of Nova Scotia Jamaica Limited
Consolidated Balance Sheet

<i>Audited</i> (\$ millions)	Year ended October 31	Year ended October 31
	2007	2006
ASSETS		
CASH RESOURCES	54,415	59,802
INVESTMENTS		
Held To Maturity	39,225	34,451
Financial assets at fair value through statement of revenue and expenses	0	238
Securities available for sale	19,498	13,456
	58,723	48,145
PLEGGED ASSETS	1,341	19,782
GOVERNMENT SECURITIES UNDER REPURCHASE AGREEMENT	1,484	602
LOANS, AFTER MAKING PROVISIONS FOR LOSSES	73,106	59,588
OTHER ASSETS		
Customers' Liability under acceptances, guarantees and letters of credit	7,355	3,961
Real estate & equipment at cost, less depreciation	2,554	2,350
Retirement Benefit Asset	4,840	4,287
Taxation Recoverable	1,253	675
Other assets	137	648
	16,139	11,921
TOTAL ASSETS	205,208	199,840
LIABILITIES		
DEPOSITS		
Deposits by public	127,874	113,280
Other deposits	7,336	7,210
	135,210	120,490
OTHER LIABILITIES		
Acceptances, guarantees & Letters of Credit	7,355	3,961
Liabilities under repurchase agreements	237	18,234
Deferred Taxation	1,767	1,561
Retirement Benefit Obligation	723	487
Other liabilities	5,141	4,008
	15,223	28,251
POLICY HOLDER'S FUND	26,974	23,709
SHAREHOLDERS' EQUITY		
Capital- Authorized, 3,000,000,000 ordinary shares		
Issued and fully paid, 2,927,232,000		
Ordinary stock units of \$1 each	2,927	2,927
Reserve Fund	3,158	3,158
Capital Reserves	1,659	0
Retained Earnings Reserve	5,993	5,243
Loan Loss Reserve	1,017	807
Other Reserves	17	27
Investment Cumulative Remeasurement result from Available for Sale Financial Assets	110	275
Unappropriated Profits	12,920	14,953
	27,801	27,390
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	205,208	199,840

Director

Director



THE BANK OF NOVA SCOTIA JAMAICA LIMITED

Consolidated Statement of Changes in Shareholders' Equity

Audited

<i>(\$ millions)</i>	Share Capital	Reserve Fund	Retained Earnings Reserve	Capital Reserve	Other Reserves	Loan Loss Reserve	Cumulative Remeasurement from AFS financial Assets	Unappropriated Profits	Total
Balance at 31 October 2005	2,927	3,158	4,493	-	27	807	195	11,919	23,526
Unrealised Gains/(Losses) on available-for-sale investments, net of taxes							151		151
Realised (Gains)/Losses on available-for-sale investments transferred to Statement of Revenue & Expenses							(71)		(71)
Net profit								6,799	6,799
Retained earnings transfer	-	-	750					(750)	-
Dividends paid	-	-	-					(3,015)	(3,015)
Balance at 31 October 2006	2,927	3,158	5,243	-	27	807	275	14,953	27,390
Unrealised Gains/(Losses) on available-for-sale investments, net of taxes							(133)		(133)
Realised (Gains)/Losses on available-for-sale investments transferred to Statement of Revenue & Expenses							(33)		(33)
Net profit								6,850	6,850
Transfer of reserves relating to sale of subsidiary					(10)	(8)	1	17	-
Loan loss reserve transfer						218		(218)	-
Transfer of gain relating to sale of subsidiary				1,659				(1,659)	-
Issue of preference shares								(100)	(100)
Retained earnings transfer	-	-	750					(750)	-
Dividends paid	-	-	-					(6,173)	(6,173)
Gains/(losses) from changes in fair value, net of tax	-	-	-					-	-
Balance as at 31 October 2007	2,927	3,158	5,993	1,659	17	1,017	110	12,920	27,801

The Bank of Nova Scotia Jamaica Limited
Condensed Consolidated Statement of Cash Flows

<i>(Audited)</i> <i>(\$ millions)</i>	Year Ended October 31, 2007	Year Ended October 31, 2006
Cash flows provided by / (used in) operating activities		
Net Income	6,851	6,799
Adjustments to net income		
Depreciation	335	324
Impairment losses on loans	522	302
Other, net	1,361	(268)
	<u>9,069</u>	<u>7,157</u>
Changes in operating assets and liabilities		
Loans	(13,890)	(1,633)
Deposits	14,573	5,710
Policyholders reserve	3,265	3,754
Other, net	5,797	(3,581)
	<u>18,814</u>	<u>11,407</u>
Cash flows provided by / (used in) investing activities		
Investments	(13,523)	(10,366)
Repurchase Agreements, net	(863)	9,095
Property, plant and equipment, net	(532)	(657)
Net proceeds from purchase / sale of shares in associated company	30	-
Disposal of subsidiary, net of cash disposed	1,652	-
	<u>(13,236)</u>	<u>(1,928)</u>
Cash flows used in financing activities		
Dividends paid	(6,172)	(3,015)
	<u>(6,172)</u>	<u>(3,015)</u>
Effect of exchange rate on cash and cash equivalents	2,198	1,189
Net change in cash and cash equivalents	1,604	7,653
Cash and cash equivalents at beginning of year	25,623	17,970
Cash and cash equivalents at end of period	27,227	25,623
Represented by :		
Cash Resources	24,487	25,805
Statutory reserves at BOJ	(10,486)	(9,318)
Interest bearing deposits with banks, non operating	13,729	11,419
Treasury bills and bonds less than 90 days	2,612	600
Cheques and other instruments in transit, net	(3,115)	(2,883)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	27,227	25,623



Segment Reporting Information

Consolidated Statement of Income

Audited (\$'000s)	For the period ended October 31, 2007							Group Total
	Treasury	Retail Banking	Corporate Banking	Investment Management Services	Insurance Services	Other	Eliminations	
Gross External Revenues	6,734,606	9,405,862	5,916,641	1,713,885	4,533,396	5,599		28,309,989
Revenues from other segments	(4,257,378)	2,768,441	1,463,652	62,987	21,334	11,948	(70,984)	-
Total Revenues	2,477,228	12,174,303	7,380,293	1,776,872	4,554,730	17,547	(70,984)	28,309,989
Expenses	(107,725)	(8,862,232)	(5,390,296)	(1,528,613)	(2,870,891)	(9,396)	70,984	(18,698,169)
Unallocated expenses								
Profit Before Tax	2,369,503	3,312,071	1,989,997	248,259	1,683,839	8,151	-	9,611,820
Income tax expense								(2,761,203)
Net profit								6,850,617

Consolidated Balance Sheet

(\$'000s)	As at October 31, 2007							Group Total
	Treasury	Retail Banking	Corporate Banking	Investment Management Services	Insurance Services	Other	Eliminations	
Segment assets	78,802,142	44,346,569	43,711,417	0	33,702,394	166,549	-500,132	200,228,939
Unallocated assets								4,978,563
Total Assets								205,207,502
Segment liabilities	236,512	76,913,730	69,065,909	0	27,128,507	55,545	-299,941	173,100,262
Unallocated liabilities								4,304,915
Total liabilities								177,405,177
Other Segment items:								
Capital Expenditure	-	311,226	225,778		9,035	-		546,039
Impairment losses on loans	-	486,255	36,810	(618)	-	-		522,447
Depreciation	-	197,022	131,037	1,312	4,976	540		334,887



THE BANK OF NOVA SCOTIA JAMAICA LIMITED

Segment Reporting Information

Consolidated Statement of Income

Audited	For the period ended October 31, 2006							
(\$'000s)	Treasury	Retail Banking	Corporate Banking	Investment Management Services	Insurance Services	Other	Eliminations	Group Total
Gross External Revenues	6,404,275	7,894,080	6,096,609	2,575,019	4,069,182	7,362		27,046,527
Revenues from other segments	(3,908,230)	2,827,047	1,109,849	81,662	16,137	16,541	(143,006)	-
Total Revenues	2,496,045	10,721,127	7,206,458	2,656,681	4,085,319	23,903	(143,006)	27,046,527
Expenses	(100,329)	(7,603,960)	(5,265,921)	(2,337,928)	(2,563,693)	(2,078)	143,006	(17,730,903)
Unallocated expenses								
Profit before taxation	2,395,716	3,117,167	1,940,537	318,753	1,521,626	21,825	-	9,315,624
Income tax expense								(2,516,716)
Net profit								6,798,908

Consolidated Balance Sheet

	As at October 31, 2006							
(\$'000s)	Treasury	Retail Banking	Corporate Banking	Investment Management Services	Insurance Services	Other	Eliminations	Group Total
Segment assets	76,488,592	34,972,133	35,880,558	19,953,269	29,143,600	176,138	-1,679,742	194,934,549
Unallocated assets								4,905,566
Total Assets								199,840,115
Segment liabilities	1,593,918	69,438,983	57,510,245	18,413,556	23,911,713	61,058	-1,479,451	169,450,022
Unallocated liabilities								3,000,538
Total liabilities								172,450,560
Other Segment items:								
Capital Expenditure	-	351,882	304,473	450	5,862	-		662,667
Impairment losses on loans	-	290,574	11,999	(579)	-	-		301,994
Depreciation	-	177,957	137,990	2,722	4,337	680		323,686



THE BANK OF NOVA SCOTIA JAMAICA LIMITED
Notes to the Consolidated Financial Statements
October 31, 2007

1. Identification

During the fiscal year, a Scheme of Arrangement was undertaken that resulted in the reorganization of the Group as follows:-

The Bank of Nova Scotia Jamaica Limited became a wholly owned subsidiary of Scotia Group Jamaica Limited by the exchange of 2,927,232,000 shares.

Dehring Bunting and Golding Limited acquired 100% interest in Scotia Jamaica Investment Management Limited from the Bank of Nova Scotia Jamaica Limited.

2. Basis of presentation

These consolidated financial statements have been prepared in accordance with and comply with International Financial Reporting Standards.

Basis of consolidation

The consolidated financial statements include the assets, liabilities and results of operations of the Company and its subsidiaries presented as a single economic entity. Intra-group transactions, balances and unrealised gains and losses are eliminated in preparing the consolidated financial statements.

Comparative information

Where necessary, comparative figures have been reclassified to conform to changes in presentation in the current year.

3. Financial Assets

The Group classifies its financial assets in the following categories: financial assets at fair value through statement of revenue and expenses; loans and receivables; held-to-maturity; and available-for-sale financial assets. Management determines the classification of its investments at initial recognition.

Financial Assets at Fair Value through Statement of Revenue and Expenses

This category includes a financial asset acquired principally for the purpose of selling in the short term or if so designated by management.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the Group provides money or services directly to a debtor with no intention of trading the receivable.

Held-to-Maturity

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Group's management has the positive intention and ability to hold to maturity.

Available-for-sale

Available-for-sale investments are those intended to be held for an indefinite period of time, and may be sold in response to needs for liquidity or changes in interest rates or equity prices.

Available-for-sale, financial assets at fair value through statement of revenue and expenses are carried at fair value. Loans and receivables investment is carried at amortised cost using the effective interest method. Gains and losses arising from changes in the fair value of the trading securities are included in the statement of revenue and expenses in the period in which they arise. Gains and losses arising from changes in the fair value of available-for-sale financial assets are recognized directly in equity.

Interest calculated using the effective interest method is recognized in the statement of revenue and expenses.

4. Insurance contracts

Insurance contracts are those contracts that transfer significant insurance risks. Such contracts may also transfer financial risk. As a general guideline, the Group defines as significant insurance risk, the possibility of having to pay benefits at the occurrence of an insured event that is at least 10% more than the benefits payable if the insured event did not occur.

5. Loan loss provision

A provision is established on the difference between the carrying amount and the recoverable amount of loans. The recoverable amount being the present value of expected future cash flows, discounted based on the interest rate at inception or last repriced date of the loan. Regulatory loan loss provisioning requirements that exceed these amounts are maintained within a loan loss reserve in the equity component of the Balance Sheet.



THE BANK OF NOVA SCOTIA JAMAICA LIMITED
Notes to the Consolidated Financial Statements
October 31, 2007

6. Employee benefits

Pension asset – The group participates in a defined benefit pension plan. The pension costs are assessed using the projected unit credit method. Under this method, the cost of providing pensions is charged to the income statement, and the net of the present value of the pension obligation and the fair value of the plan assets, is reflected as an asset on the balance sheet.

Other post-retirement obligations – The Group provides post retirement healthcare and group life insurance benefits to retirees. The method of accounting used to recognize the liability is similar to that for the defined benefit pension plan.

7. Deferred taxation

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts.

8. Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation.

9. Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bank of Jamaica, amounts due from other banks, and highly liquid financial assets with original maturities of less than three months, which are readily convertible to known amounts of cash, and are subject to insignificant risk of changes in their fair value.

10. Capital Reserve

This represents the gain on sale of shares held in Scotia Jamaica Investment Management Limited and Dehring, Bunting and Golding Limited.

11. Segment reporting

The Group is organized into five main business segments:

- Retail Banking – incorporating personal banking services, personal customer current accounts, saving deposits, custody, credit and debit cards, customer loans and mortgages;
- Corporate and Commercial Banking – incorporating non-personal direct debit facilities, current accounts, deposits, overdrafts, loans and other credit facilities and foreign currency transactions;
- Treasury – incorporating the Bank's liquidity and investment management function, management of correspondent bank relationships, as well as foreign currency trading;
- Investment Management Services – incorporating investments and pension fund management and the administration of trust accounts;
- Insurance Services – incorporating the provision of life insurance and
- Other operations of the Group comprise non trading subsidiaries.

Transactions between the business segments are on normal commercial terms and conditions.