See disclosure overleaf

Scotiabank Trinidad and Tobago Limited (SBTT)

Flash Report Q3 2026 (July 2026)

Last Price (TT$):	$48.17	**52 Wk. Range:**	$43.75-$50.00	**Market Cap (TT$):**	$8,494,478,437
YTD Price Change:	0.38%	**EPS (TTM):**	$3.48	**Dividend Yield (TTM):**	6.23%
Sector:	Banking	**P/E (5 YR):**	16.87x	**P/B (5 YR):**	2.50x

Scotiabank reports 22.57% decline in Profit after Tax y-o-y

Company Overview

- Scotiabank has been serving Trinidad and Tobago since 1954. It offers a wide range of financial services to individuals, businesses, and corporations. With 19 branches and a retail sales centre across the country. Its core business segments include retail and commercial banking, insurance services through Scotia Insurance, and asset management.
- Dividends paid increased to TT$3.00 from TT$2.85 in 2025 compared to 2024. However, this is a decrease when compared to TT$3.30 in 2022 and TT$3.50 in 2021. The dividend payout ratio for 2025 stood at 75.99% (2024: 76.33%). Furthermore, SBTT paid a $0.70 dividend per share in Q3 2026, consistent with the $0.70 dividend paid in Q3 2025. SBTT maintained a dividend of TT$0.70/sh. But the payout ratio increased to 83.53% (Q3 2025: 64.70%), due to weaker earnings.

Performance Review:

- For the quarter ended July 31, 2026 (Q3), SBTT recorded total revenue of TT$537.2 million, a y-o-y decrease of TT$13.6 million/2.47% compared to Q3 2025. For the nine months ended July 2026, total revenue was broadly flat at TT$1.56 billion (-0.14%).
- The decline in total revenue was driven by lower net interest income, reflecting margin compression, which fell by TT$4.4 million or 1.09%, and lower other income, which fell by TT$9.2 million or 6.04%.
- SBTT recorded NPAT of TT$147.8 million for the quarter ended July 31, 2026, a TT$43.1 million/22.57% decrease y-o-y. This was mainly driven by a TT$41.5 million/18.44% increase in non-interest expenses alongside the aforementioned decline in total revenue, partially offset by a TT$0.5 million/1.65% decrease in net impairment losses. The effective tax rate also rose to 37.00% (Q3 2025: 34.83%).
- SBTT total assets stood at TT$30.7 billion, a TT$1.4 billion/4.30% decrease y-o-y. This was mainly due to Treasury bills decreasing by TT$1.5 billion/36.22% and deposits with Central Bank decreasing by TT$822.3 million/28.06%. Loans to customers, however, increased by TT$555.3 million/2.71% to stand at TT$21.1 billion at the end of the Q3 2026.
- Total equity increased by TT$33.3 million/0.70% over the year, driven by gains in retained earnings of TT$15.8 million/0.45% and an improvement in the investment revaluation reserve of TT$13.9 million. As of July 31, 2026, total equity stood at TT$4.8 billion.

Financial Highlights (TT$' millions)	Q3 2026	Q3 2025	FY 2025
Net Revenue	$537	$551	$2,084
Profit before Tax	$238	$293	$1,056
Profit after Tax	$148	$191	$696
Total Assets	$30,678	$32,057	$32,226
Total Liabilities	$25,868	$27,279	$27,404
Total Equity	$4,811	$4,777	$4,822
Net Profit Margin	27.51%	34.65%	33.40%
Return on Assets	0.48%	0.59%	2.16%
Return on Equity	3.07%	4.03%	14.43%

- SBTT recorded a y-o-y decrease in total liabilities of TT$1.4 billion/5.18%, mainly driven by deposits from customers, which decreased by TT$1.4 billion/6.01% to stand at TT$22.6 billion and reflects the tight domestic liquidity conditions. Deposits from banks and related companies decreased by TT$105.1 million/49.60%. It should be noted that deposits from customers account for 99.53% of deposits, while deposits from banks and related companies account for the remaining 0.47%. As of July 31, 2026, total liabilities stood at TT$25.9 billion.

Risk Factors:

- Muted local economic growth may drive consumer spending lower, adversely impacting net interest margin.
- Liquidity and foreign exchange constraints continue to be major headwinds facing the local banking sector.
- SBTT's geographic concentration in Trinidad and Tobago leaves it vulnerable to adverse changes in the domestic economy.
- Tightening domestic liquidity conditions, marked by a decline in excess commercial bank reserves, may escalate competition for deposits and drive-up funding costs.

See disclosure overleaf

Chart 1: SBTT Share Price and Volume Traded

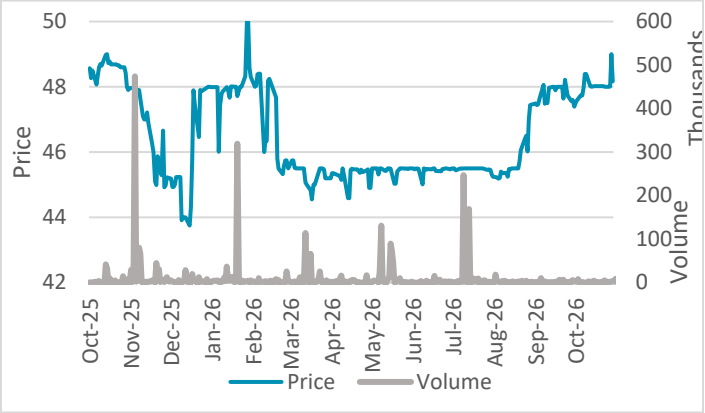

Chart 2: SBTT's EPS, DPS and Dividend Yield (TTM)

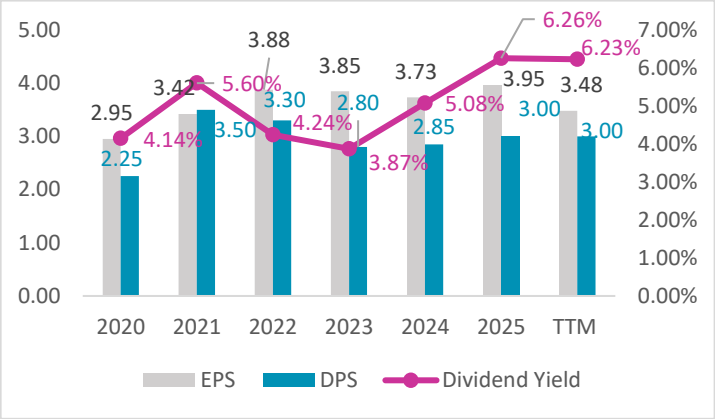

Chart 3: SBTT Total Assets (TT$ Billions)

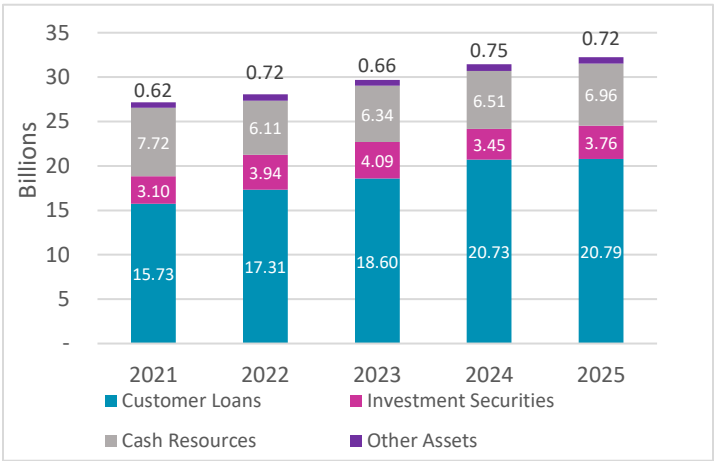

Chart 4: SBTT Customer Deposits (TT$ Billions)

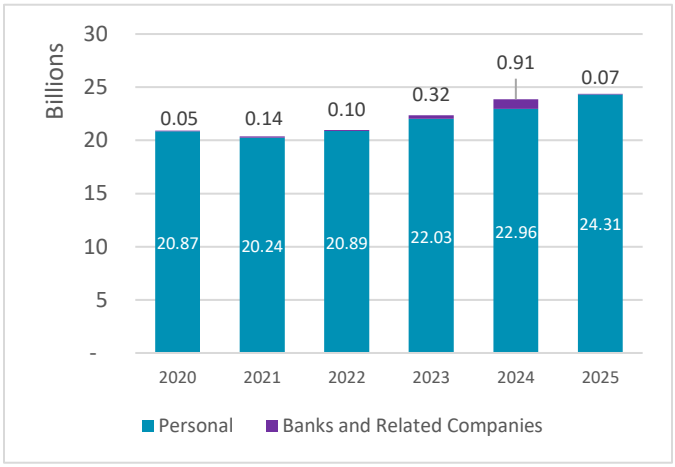

Table 1: SBTT Price Change vs the All T&T Index and the Trinidad and Tobago Composite Index to 30.10.2026

	SBTT	TTALL Index	TTCOMP Index
1-year	7.07%	6.86%	9.81%
3-year*	-7.96%	-3.94%	-1.61%
5-year*	-0.37%	-2.21%	-3.23%
10-year*	3.08%	1.41%	2.11%

**Annualized*

*The TTALL Index comprises Ordinary Shares of companies registered in Trinidad & Tobago
**The TTCOMP Index comprises the Ordinary Shares of all Listed Companies on the TT Stock Exchange
Source: Bloomberg LP

Disclosure:

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