# UNAUDITED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2021

### **INDEX TO UNAUDITED FINANCIAL STATEMENTS**

# FOR THE QUARTER ENDED SEPTEMBER 30, 2021

CONTENTS	
	PAGE
UNAUDITED STATEMENT OF FINANCIAL POSITION	1
UNAUDITED STATEMENT OF COMPREHENSIVE (LOSS) INCOME	2
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS	3
UNAUDITED STATEMENT OF CASH FLOWS	4
UNAUDITED NOTES TO FINANCIAL STATEMENTS	5

#### UNAUDITED STATEMENT OF FINANCIAL POSITION

### AS OF SEPTEMBER 30, 2021

#### (expressed in United States Dollars)

Assets	<u>30-Sep-21</u>	<u>30-Jun-21</u>	<u>30-Sep-20</u>
Cash and cash equivalents	\$ 2,380,127	\$ 118,660	\$ 1,680,204
Securities purchased under resale agreements	15,421,166	17,596,594	19,868,246
Financial assets at fair value through profit or loss	140,715,528	140,924,487	129,376,952
Other receivables	12,740	136,165	9,718
Receivable for investments sold	-	830,386	-
Interest receivable	 -	 -	 180,583
Total assets	\$ 158,529,561	\$ 159,606,292	\$ 151,115,703
Equity			
Share Capital	\$ 1,000	\$ 1,000	\$ 1,000
Liabilities			
Due to related parties	\$ 644,689	\$ 631,351	\$ 600,781
Accrued expenses	87,714	73,553	69,069
Redemptions payable	2,683	8,500	4,042
Balance due to brokers	-	505,000	-
Tax withholding liability	 	 	 11
Total Liabilities (excluding net assets attributable to holders of investment shares)	\$ 735,086	\$ 1,218,404	\$ 673,903
Net assets attributable to holders of investment shares	\$ 157,793,475	\$ 158,386,888	\$ 150,440,800
Value per investment share based on number of shares Class A shares issued and outstanding as at September 30, 2021 44,129,292 (June 2021: 43,211,336; September 2020: 41,993,410) Class I shares issued and outstanding as at September 30, 2021	\$ 3.5755	\$ 3.6652	\$ 3.5823
1,439 (June 2021: 1,424; September 2020: 1,380)	\$ 4.8959	\$ 5.0191	\$ 4.9056

Issuance approved on behalf of Scotia Caribbean Income Fund Inc.'s Board of Directors by:

Adrian Stokes Adrian Stokes Director

Colleen Cyrus Colleen Cyrus Director Date :

October 28, 2021

# UNAUDITED STATEMENT OF COMPREHENSIVE (LOSS) INCOME

# FOR THE QUARTER ENDED SEPTEMBER 30, 2021

# (expressed in United States dollars)

Investment income	<u>30-Sep-21</u>	<u>30-Jun-21</u>	<u>30-Sep-20</u>
Interest income	\$ 1,838,216	\$ 1,828,474	\$ 1,786,494
Other income	2,092	780	459
Net realised gain on financial assets through profit or loss	27,917	367,051	127,826
Net change in unrealised (loss) gain in financial assets at fair value through profit or loss	 (3,985,092)	 52,233	 1,516,631
Net investment (loss) income	\$ (2,116,867)	\$ 2,248,538	\$ 3,431,410
Expenses			
Management fees	\$ (644,690)	\$ (631,351)	\$ (600,781)
Trailer fees	(151,099)	(147,973)	(140,808)
Custodian & Administrator fees	(62,077)	(61,204)	(69,541)
Professional fees	(4,898)	(4,845)	(4,618)
Other expenses	 (59,907)	 (44,685)	 (60,723)
Total operating expenses	\$ (922,671)	\$ (890,058)	\$ (876,471)
Operating (loss) profit before finance costs	\$ (3,039,538)	\$ 1,358,480	\$ 2,554,939
Finance costs			
Dividends to holders of investment shares	\$ (907,759)	\$ (938,773)	\$ (910,539)
Total finance costs	\$ (907,759)	\$ (938,773)	\$ (910,539)
Net comprehensive (loss) income for the period	\$ (3,947,297)	\$ 419,707	\$ 1,644,400

### UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

# FOR THE QUARTER ENDED SEPTEMBER 30, 2021

# (expressed in United States dollars)

	<u>30-Sep-21</u>	<u>30-Jun-21</u>			<u>30-Sep-20</u>
Beginning Balance	\$ 158,386,888	\$	157,397,372	\$	146,296,208
Net comprehensive (loss) income for the period	(3,947,297)		419,707		1,644,400
Subscriptions	4,482,137		3,714,151		4,289,023
Reinvestments	777,331		745,858		786,715
Redemptions	 (1,905,584)		(3,890,200)		(2,575,546)
Ending Balance	\$ 157,793,475	\$	158,386,888	\$	150,440,800

# UNAUDITED STATEMENT OF CASH FLOWS

# FOR THE QUARTER ENDED SEPTEMBER 30, 2021

# (expressed in United States dollars)

Cash flows from operating activities (Decrease)/increase in net assets attributable to holders of investment shares after income tax\$ (3,947,297)\$ 419,707\$ 1,644,400Adjustment shares introductable to holders of investment shares after income tax\$ (3,947,297)\$ 419,707\$ 1,644,400Adjustment shares after income tax\$ (3,947,297)\$ 419,707\$ 1,644,400Adjustment shares after income tax\$ (3,947,297)\$ 419,707\$ 1,644,400Net realized gain on financial assets at fair value through profit or loss(27,917)(367,051)(127,826)Net change in unrealized loss/(gain) on financial assets at fair value through profit or loss3,985,092(52,233)(1,516,631)Interest received2,455,6481,790,2412,429,146Interest received2,455,6481,790,2412,429,146Interest paid(1,840,308)(1,828,081)Proceeds from sale of investments14,290,8664,376,4004,728,703Proceeds from sale of investments sold830,386-Increase/(increase) in other receivables123,425(78,468)122,380Decrease/(increase) in accrued expenses14,161471(14,474)(Decrease)/(increase) in accrued expenses14,161471(14,474)(Decrease)/(increase) in accrued expenses14,161471(14,474)(Decrease)/(increase) in accrued expenses14,161 <th< th=""><th></th><th colspan="3"><u>30-Sep-21</u></th><th colspan="2"><u>30-Jun-21</u></th><th colspan="2"><u>30-Sep-20</u></th></th<>		<u>30-Sep-21</u>			<u>30-Jun-21</u>		<u>30-Sep-20</u>	
investment shares after income tax   \$ (3,947,297)   \$ 419,707   \$ 1,644,400     Adjustments for:   Dividends paid to holders of investment shares   907,759   938,773   910,539     Net realized gain on financial assets at fair value through profit or loss   (27,917)   (367,051)   (127,826)     Net change in unrealized loss/(gain) on financial assets at fair value through profit or loss   2,455,648   1,790,241   2,429,146     Interest received   2,455,648   1,790,241   2,429,146     Interest received   2,455,648   1,790,241   2,429,146     Interest received   2,455,648   1,790,241   2,429,146     Interest paid   (1,840,308)   (1,829,254)   (1,766,953)     Purchase of investments   14,290,866   4,376,400   4,728,703     Purchase of investments for purchase and resale agreements   2,039,070   2,223,851   (50,830)     Decrease/(increase) in other receivables   13,338   9,890   27,778     Increase/(decrease) in accrued expenses   14,161   4711   (14,474)     (Decrease) increase in balance due to brokers   (505,000)   505,000   -	Cash flows from operating activities							
Adjustments for: Dividends paid to holders of investment shares907,759938,773910,539Net realized gain on financial assets at fair value through profit or loss(27,917)(367,051)(127,826)Net change in unrealized loss/(gain) on financial assets at fair value through profit or loss3,985,092(52,233)(1,516,631)Interest received2,455,6481,790,2412,429,246Interest received(1,840,308)(1,829,254)(1,786,953)Proceeds from sale of investments(18,518,064)(6,709,397)(6,826,981)Net non-interest payments for purchase and resale agreements2,039,0702,223,851(502,830)Decrease/(increase) in other receivables13,3389,99027,778Increase in due to related parties13,3389,99027,779Increase in balance due to brokers(505,000)-(10)Net cash (usce as payable(10)Net cash (use from reinvestment shares777,331745,858786,715Proceeds from riscue of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(1,911,401)(3,322,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by(used in) financing activities2,261,467(13,363)423,570Cash flows from reinvested investment shares(907,759)(938		•	(0.047.007)	•		•		
Dividends paid to holders of investment shares   907,759   938,773   910,539     Net realized gain on financial assets at fair   value through profit or loss   (27,917)   (367,051)   (127,826)     Net change in unrealized loss/(gain) on financial assets at fair   3.985,092   (62,233)   (1,516,631)     Interest received   2.455,648   1.790,241   2.429,146     Interest paid   (1,840,308)   (1,829,254)   (1,766,953)     Proceeds from sale of investments   14,290,866   4,376,400   4,728,703     Purchase of investments   (18,518,064)   (6,709,397)   (6.826,981)     Decrease/(increase) in other receivables   12,3425   (78,468)   122,360     Decrease/(increase) in other receivables   13,338   9,890   27,778     Increase/(increase) in accrued expenses   14,161   471   (14,474)     (Decrease/(increase) in curved expenses   14,161   471   (14,474)     (Decrease/(increase) in curved expenses   (505,000)   -   -     Increase/(decrease) in investment shares   (178,841)   397,544   (912,779)     Cash flows	investment shares after income tax	\$	(3,947,297)	\$	419,707	\$	1,644,400	
Net realized gain on financial assets at fair value through profit or loss   (27,917)   (367,051)   (127,826)     Net change in unrealized loss/(gain) on financial assets at fair value through profit or loss   3,985,092   (52,233)   (1,516,631)     Interest received   2,455,648   1,790,241   2,429,146     Interest received   (1,840,308)   (1,829,254)   (1,766,953)     Proceeds from sale of investments   14,290,866   4,376,400   4,728,703     Purchase of investments   (16,516,064)   (6,709,397)   (6,826,981)     Net non-interest payments for purchase and resale agreements   2,039,070   2,223,851   (502,830)     Decrease/(increase) in other receivables   123,425   (78,468)   122,360     Increase/(decrease) in accrued expenses   14,161   471   (14,474)     (Decrease/(increase) in balance due to brokers   (505,000)   505,000   -     Decrease/(increase in balance due to brokers   (505,000)   505,000   -     Decrease in withholding taxes payable   -   -   (10)     Net cash (used in)/provided by operating activities   (177,8411)   397,544   (912	Adjustments for:							
value through profit or loss (27,917) (367,051) (127,826)   Net change in unrealized loss/(gain) on financial assets at fair value through profit or loss 3,985,092 (52,233) (1,516,631)   917,637 939,196 910,482   Interest received 2,455,648 1,790,241 2,429,146   Interest paid (1,840,308) (1,829,254) (1,786,953)   Purchase of investments (18,518,064) (6,709,397) (6,826,981)   Net non-interest payments for purchase and resale agreements 2,039,070 2,223,851 (502,830)   Decrease/(increase) in other receivables 123,425 (78,468) 122,360   Decrease/(increase) in receivable for investments sold 830,386 (830,386) -   Increase in due to related parties 13,338 9,890 27,778   Increase in oute to borkers (505,000) 505,000 - (10)   Net cash (used in)/provided by operating activities (178,841) 397,544 (912,779)   Cash flows from financing activities (1,911,401) (3,332,143) (2,828,850)   Dividends paid to holders of investment shares (907,759) (938,773) (910,539)	Dividends paid to holders of investment shares		907,759		938,773		910,539	
Net change in unrealized loss/(gain) on financial assets at fair value through profit or loss3,985,092 (52,233)(1,516,631) 917,637Interest received Interest paid2,455,6481,790,2412,429,146Interest paid(1,840,308)(1,829,254)(1,786,953)Proceeds from sale of investments(18,518,064)(6,709,397)(6,826,981)Purchase of investments(18,518,064)(6,709,397)(6,826,981)Decrease/(increase) in receivable s123,425(78,468)122,360Decrease/(increase) in intervention is out or receivables13,3339,89027,778Increase in due to related parties13,3339,89027,778Increase in call accrued expenses14,161471(14,474)(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease/(increase) in accrued expenses(1,914,401)(3,932,143)(2,286,850)Proceeds from issue of investment shares777,33174,858786,715Proceeds from issue of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares2,261,467(13,363)423,570Cash nor cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Net realized gain on financial assets at fair							
fair value through profit or loss 3,985,092 (52,233) (1,516,631)   917,637 939,196 910,482   Interest received 2,455,648 1,790,241 2,429,146   Interest paid (1,840,308) (1,829,254) (1,766,953)   Proceeds from sale of investments 14,290,866 4,376,400 4,728,703   Purchase of investments (18,518,064) (6,709,397) (6,826,981)   Net non-interest payments for purchase and resale agreements 2,039,070 2,223,851 (502,830)   Decrease/(increase) in other receivables 123,425 (78,468) 122,360   Decrease/(increase) in receivable for investments sold 830,386 (830,386) -   Increase in due to related parties 13,338 9,890 27,778   Increase/(decrease) in accrued expenses 14,161 471 (14,474)   (Decrease)/increase in balance due to brokers (505,000) - -   Decrease in withholding taxes payable - - (10)   Net cash flows from financing activities 777,331 748,858 786,715   Payments on redemption of investment shares (1,911,401) (3,392	value through profit or loss		(27,917)		(367,051)		(127,826)	
917,637   939,196   910,482     Interest received   2,455,648   1,790,241   2,429,146     Interest paid   (1,840,308)   (1,829,254)   (1,786,953)     Proceeds from sale of investments   14,290,866   4,376,400   4,728,703     Purchase of investments   (18,518,064)   (6,709,397)   (6,826,981)     Decrease/(increase) in other receivables   123,425   (78,468)   122,360     Decrease/(increase) in other receivables   13,338   9,890   27,778     Increase/(decrease) in acrued expenses   14,161   471   (14,474)     (Decrease/increase in due to brokers   (505,000)   -   -     Decrease/increase in balance due to brokers   (505,000)   -   -     Decrease/increase in withholding taxes payable   -   -   (10)     Net cash (used in/provided by operating activities   -   -   (10)     Proceeds from issue of investment shares   77,733   748,858   786,715     Payments on redemption of investment shares   (1,911,401)   (3,932,143)   (2,828,850)     Dividends paid to h	Net change in unrealized loss/(gain) on financial assets at							
Interest received 2,455,648 1,790,241 2,429,146   Interest paid (1,840,308) (1,829,254) (1,766,953)   Proceeds from sale of investments 14,290,866 4,376,400 4,728,703   Purchase of investments (18,518,064) (6,709,397) (6,826,981)   Net non-interest payments for purchase and resale agreements 2,039,070 2,223,851 (502,830)   Decrease/(increase) in receivables 123,425 (78,468) 122,360   Decrease/(increase) in receivables 13,338 9,890 27,778   Increase in due to related parties 13,338 9,890 27,778   Increase in ute to related parties (505,000) 505,000 -   Decrease/(increase) in accrued expenses 14,161 471 (14,474)   (Decrease)/increase in balance due to brokers (505,000) 505,000 -   Decrease/from financing activities (178,841) 397,544 (912,779)   Cash flows from financing activities (1,911,401) (3,932,143) (2,828,850)   Dividends paid to holders of investment shares (190,759) (938,773) (910,539)   Net increase/(decrease) in cas	fair value through profit or loss		3,985,092		(52,233)		(1,516,631)	
Interest paidInterest paidInterest paidProceeds from sale of investments(1,840,308)(1,829,254)(1,786,953)Proceeds from sale of investments(18,518,064)(6,709,397)(6,826,981)Net non-interest payments for purchase and resale agreements2,039,0702,223,851(502,830)Decrease/(increase) in other receivables123,425(78,468)122,360Decrease/(increase) in receivable for investments sold830,386(830,386)-Increase in due to related parties13,3389,89027,778Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634Cash and cash equivalents at beginning of period118,660132,0231,256,634			917,637		939,196		910,482	
Proceeds from sale of investments14,290,8664,376,4004,728,703Purchase of investments(18,518,064)(6,709,397)(6,826,981)Net non-interest payments for purchase and resale agreements2,039,0702,223,851(502,830)Decrease/(increase) in other receivables123,425(78,468)122,360Decrease/(increase) in receivable for investments sold830,386(830,386)-Increase in due to related parties13,3389,89027,778Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease//increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Interest received		2,455,648		1,790,241		2,429,146	
Purchase of investments(18,518,064)(6,709,397)(6,826,981)Net non-interest payments for purchase and resale agreements2,039,0702,223,851(502,830)Decrease/(increase) in other receivables123,425(78,468)122,360Decrease/(increase) in receivable for investments sold830,386(830,386)-Increase in due to related parties13,3389,89027,778Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease//increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities(10)Proceeds from reinvested investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Interest paid		(1,840,308)		(1,829,254)		(1,786,953)	
Net non-interest payments for purchase and resale agreements2,039,0702,223,851(502,830)Decrease/(increase) in other receivables123,425(78,468)122,360Decrease/(increase) in receivable for investments sold830,386(830,386)-Increase in due to related parties13,3389,89027,778Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities777,331745,858786,715Proceeds from reinvested investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Proceeds from sale of investments		14,290,866		4,376,400		4,728,703	
Decrease/(increase) in other receivables123,425(78,468)122,360Decrease/(increase) in receivable for investments sold830,386(830,386)-Increase in due to related parties13,3389,89027,778Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities(10)Proceeds from issue of investment shares777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Purchase of investments		(18,518,064)		(6,709,397)		(6,826,981)	
Decrease/(increase) in receivable for investments sold830,386(830,386)-Increase in due to related parties13,3389,89027,778Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities(178,841)397,544(912,779)Proceeds from issue of investment shares4,482,1373,714,1514,289,023Proceeds from reinvested investment shares777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Net non-interest payments for purchase and resale agreements		2,039,070		2,223,851		(502,830)	
Increase in due to related parties13,3389,89027,778Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities(10)Proceeds from issue of investment shares4,482,1373,714,1514,289,023Proceeds from reinvested investment shares777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Decrease/(increase) in other receivables		123,425		(78,468)		122,360	
Increase/(decrease) in accrued expenses14,161471(14,474)(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(505,000)505,000-Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities(178,841)397,544(912,779)Proceeds from issue of investment shares4,482,1373,714,1514,289,023Proceeds from reinvested investment shares777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Decrease/(increase) in receivable for investments sold		830,386		(830,386)		-	
(Decrease)/increase in balance due to brokers(505,000)505,000-Decrease in withholding taxes payable(10)Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activities(178,841)397,544(912,779)Proceeds from issue of investment shares4,482,1373,714,1514,289,023Proceeds from reinvested investment shares777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,440,308(410,907)1,336,349Net increase/(decrease) in cash and cash equivalents2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Increase in due to related parties		13,338		9,890		27,778	
Decrease in withholding taxes payable	Increase/(decrease) in accrued expenses		14,161		471		(14,474)	
Net cash (used in)/provided by operating activities(178,841)397,544(912,779)Cash flows from financing activitiesProceeds from issue of investment shares4,482,1373,714,1514,289,023Proceeds from reinvested investment shares777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,440,308(410,907)1,336,349Net increase/(decrease) in cash and cash equivalents2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	(Decrease)/increase in balance due to brokers		(505,000)		505,000		-	
Cash flows from financing activitiesProceeds from issue of investment sharesProceeds from reinvested investment sharesProceeds from reinvested investment sharesPayments on redemption of investment sharesDividends paid to holders of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Decrease in withholding taxes payable		-		-		(10)	
Proceeds from issue of investment shares 4,482,137 3,714,151 4,289,023   Proceeds from reinvested investment shares 777,331 745,858 786,715   Payments on redemption of investment shares (1,911,401) (3,932,143) (2,828,850)   Dividends paid to holders of investment shares (907,759) (938,773) (910,539)   Net cash provided by/(used in) financing activities 2,440,308 (410,907) 1,336,349   Net increase/(decrease) in cash and cash equivalents 2,261,467 (13,363) 423,570   Cash and cash equivalents at beginning of period 118,660 132,023 1,256,634	Net cash (used in)/provided by operating activities		(178,841)		397,544		(912,779)	
Proceeds from reinvested investment shares777,331745,858786,715Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,440,308(410,907)1,336,349Net increase/(decrease) in cash and cash equivalents2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Cash flows from financing activities							
Payments on redemption of investment shares(1,911,401)(3,932,143)(2,828,850)Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,440,308(410,907)1,336,349Net increase/(decrease) in cash and cash equivalents2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Proceeds from issue of investment shares		4,482,137		3,714,151		4,289,023	
Dividends paid to holders of investment shares(907,759)(938,773)(910,539)Net cash provided by/(used in) financing activities2,440,308(410,907)1,336,349Net increase/(decrease) in cash and cash equivalents2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634Cash and cash equivalents at ond of period118,660132,0231,256,634	Proceeds from reinvested investment shares		777,331		745,858		786,715	
Net cash provided by/(used in) financing activities(corr, corr)(corr, corr)Net increase/(decrease) in cash and cash equivalents2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Payments on redemption of investment shares		(1,911,401)		(3,932,143)		(2,828,850)	
Net increase/(decrease) in cash and cash equivalents2,261,467(13,363)423,570Cash and cash equivalents at beginning of period118,660132,0231,256,634	Dividends paid to holders of investment shares		(907,759)		(938,773)		(910,539)	
Cash and cash equivalents at beginning of period 118,660 132,023 1,256,634	Net cash provided by/(used in) financing activities		2,440,308		(410,907)		1,336,349	
Cook and each equivelents at and of period	Net increase/(decrease) in cash and cash equivalents		2,261,467		(13,363)		423,570	
Cash and cash equivalents at end of period   \$ 2,380,127   \$ 118,660   \$ 1,680,204	Cash and cash equivalents at beginning of period		118,660		132,023		1,256,634	
	Cash and cash equivalents at end of period	\$	2,380,127	\$	118,660	\$	1,680,204	

#### UNAUDITED NOTES TO FINANCIAL STATEMENTS

#### FOR THE QUARTER ENDED SEPTEMBER 30, 2021

#### 1. General

Scotia Caribbean Income Fund Inc. (the "Fund") was incorporated on March 29, 2006 in Saint Lucia. The Fund was also licensed under the Saint Lucia International Mutual Fund Act as a public international mutual fund. On November 27, 2006 and on January 11, 2007; the Fund was registered under the Companies Act of Jamaica and Trinidad and Tobago, respectively. The Fund is registered under the Trinidad and Tobago Securities & Exchange Commission (SEC) as a reporting issuer. On September 7, 2009, the Fund was registered under the Companies Law of the Cayman Islands and on September 17, 2009, the Fund was registered under the Mutual Funds Law of the Cayman Islands.

Effective June 11, 2021, the Fund was re-domiciled and transitioned from a corporation under the laws of Saint Lucia to a company continued in and licensed as a mutual fund under the laws of Barbados. The transition did not affect the assets of the Fund or the value of the investments.

The registered office of the Fund is located at Chancery House, High Street, Bridgetown, Barbados.

The Fund is in the process of de-registering with the Cayman regulator as a registered mutual fund.

The Fund's investment objective is to provide a regular stream of income and modest capital gains by investing primarily in US dollar denominated fixed income securities issued or guaranteed by governments or government sponsored agencies of a country in the Caribbean region, as well as money market and longer term fixed income securities issued by non-government issuers in accordance with the Investment Policy below. The Fund may also invest in other income generating securities, which may include dividend paying shares.

The investment activities of the Fund are managed by Scotia Asset Management (Barbados) Inc. (the "Fund Manager"). The custodian activities are performed by State Street Bank and Trust Company Ltd (the "Custodian"), which is an independent entity and is not a related party to the Fund Administrator or the Fund Manager. The Fund administrator is Scotia Asset Management (Barbados) Inc. (the "Fund Administrator"), a company incorporated in Barbados. The Fund Administrator has appointed State Street Cayman Trust Company Ltd., a trust company duly organised under the laws of the Cayman Islands as Fund Sub-Administrator. The Fund has no employees.

#### 2. Significant accounting policies

These statements are prepared using the International Accounting Standards. Security transactions are accounted for on a trade date basis. Realized gains and losses on the sales of portfolio securities are calculated on an average cost basis. Interest is recorded on an accrual basis and dividend income is recognized on the ex-dividend date.