

SCOTIA CARIBBEAN INCOME FUND INC.

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED SEPTEMBER 30, 2024

SCOTIA CARIBBEAN INCOME FUND INC.
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SCOTIA CARIBBEAN INCOME FUND INC.
UNAUDITED STATEMENT OF FINANCIAL POSITION
(expressed in United States Dollars)

<u>Assets</u>	<u>September 30, 2024</u>	<u>March 31, 2024</u>
Cash and cash equivalents	\$ 1,601,162	\$ 1,210,575
Securities purchased under resale agreements	11,823,026	14,739,165
Financial assets at fair value through profit or loss	108,995,460	101,443,331
Receivable for investments sold	586,328	-
Other receivables	433,360	98,820
Interest receivable	<u>16,808</u>	<u>-</u>
Total assets	<u>\$ 123,456,144</u>	<u>\$ 117,491,891</u>
<u>Equity</u>		
Share Capital	\$ 1,000	\$ 1,000
<u>Liabilities</u>		
Balance due to brokers	\$ 592,911	\$ 394,013
Due to related parties	482,670	904,578
Other payables	140,644	151,043
Tax withholding liability	32,794	17,406
Redemptions payable	1,000	-
Income distribution payable	<u>43</u>	<u>-</u>
Total Liabilities (excluding net assets attributable to holders of investment shares)	<u>\$ 1,250,062</u>	<u>\$ 1,467,040</u>
Net assets attributable to holders of investment shares	<u>\$ 122,205,082</u>	<u>\$ 116,023,851</u>
Value per investment share based on number of shares		
Class A shares issued and outstanding as at September 30, 2024		
35,743,579 (March 2024: 34,512,542)	<u>\$ 3.4187</u>	<u>\$ 3.3616</u>
Class I shares issued and outstanding as at September 30, 2024		
1,667 (March 2024: 1,627)	<u>\$ 4.6862</u>	<u>\$ 4.6082</u>

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



 Carol McKeever
 Director



 Lisl Lewis
 Director

Date : October 28, 2024

SCOTIA CARIBBEAN INCOME FUND INC.

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

(expressed in United States dollars)

	For the three month periods ended		For the six month periods ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
<u>Investment income</u>				
Interest income	\$ 1,548,929	\$ 1,357,856	\$ 3,058,931	\$ 3,172,333
Other income	(439)	282	8,206	386
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	(1,131,628)	(21,352)	(1,335,982)	(22,374)
Net change in unrealized gain on financial assets at fair value through profit or loss and foreign currencies	3,232,296	(645,128)	3,348,159	13,005
Net investment income	\$ 3,649,158	\$ 691,658	\$ 5,079,314	\$ 3,163,350
<u>Expenses</u>				
Management fees	\$ (482,671)	\$ (468,174)	\$ (947,307)	\$ (935,427)
Trailer fees	(113,126)	(109,429)	(222,022)	(218,642)
Custodian & Administrator fees	(54,572)	(53,926)	(108,237)	(111,354)
Professional fees	(14,378)	(16,955)	(26,769)	(24,781)
Other expenses	(32,490)	(26,543)	(68,965)	(73,351)
Total operating expenses	\$ (697,237)	\$ (675,027)	\$ (1,373,300)	\$ (1,363,555)
Operating gain before finance costs	\$ 2,951,921	\$ 16,631	\$ 3,706,014	\$ 1,799,795
<u>Finance costs</u>				
Dividends to holders of investment shares	\$ (844,651)	\$ (953,190)	\$ (1,698,625)	\$ (1,639,500)
Total finance costs	\$ (844,651)	\$ (953,190)	\$ (1,698,625)	\$ (1,639,500)
Net comprehensive income for the period	\$ 2,107,270	\$ (936,559)	\$ 2,007,389	\$ 160,295

SCOTIA CARIBBEAN INCOME FUND INC.

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the six month periods ended	
	<u>September 30, 2024</u>	<u>September 30, 2023</u>
Beginning Balance	\$ 116,023,851	\$ 117,247,158
Net comprehensive income for the period	2,007,389	160,295
Subscriptions	6,359,799	2,438,693
Reinvestments	1,324,647	1,348,483
Redemptions	<u>(3,510,604)</u>	<u>(9,270,293)</u>
Ending Balance	<u>\$ 122,205,082</u>	<u>\$ 111,924,336</u>

SCOTIA CARIBBEAN INCOME FUND INC.
UNAUDITED STATEMENT OF CASH FLOWS
(expressed in United States dollars)

	For the six month periods ended	
	September 30, 2024	September 30, 2023
Cash flows from operating activities		
Increase in net assets attributable to holders of investment shares after income tax	\$ 2,007,389	\$ 160,295
Adjustments for:		
Dividends paid to holders of investment shares	1,698,625	1,639,500
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	1,335,982	22,374
Net change in unrealized gain on financial assets at fair value through profit or loss	(3,348,159)	(12,985)
Net change in unrealized loss on foreign currencies	(53)	-
	1,693,784	1,809,184
Interest received	354,534	328,715
Proceeds from sale of investments	10,276,647	6,717,833
Purchase of investments	(16,575,318)	(4,345,459)
Net non-interest payments for purchase and resale agreements	2,916,139	1,949,986
Increase in other receivables	(334,540)	(7,305)
Decrease in due to related parties	(421,908)	(185)
Decrease in other payables	(10,399)	(35,947)
Increase in tax withholding liability	15,388	23,150
Increase in income distribution payable	43	21,433
Net cash (used in)/provided by operating activities	(2,085,630)	6,461,405
Cash flows from financing activities		
Proceeds from issue of investment shares	6,359,799	2,438,693
Proceeds from reinvested investment shares	1,324,647	1,348,483
Payments on redemption of investment shares	(3,509,604)	(9,360,448)
Dividends paid to holders of investment shares	(1,698,625)	(1,639,500)
Net cash provided by/(used in) by financing activities	2,476,217	(7,212,772)
Net increase/(decrease) in cash and cash equivalents	390,587	(751,367)
Cash and cash equivalents at beginning of period	1,210,575	627,139
Cash and cash equivalents/(bank overdraft) at end of period	\$ 1,601,162	\$ (124,228)

SCOTIA CARIBBEAN INCOME FUND INC.
UNAUDITED NOTES TO FINANCIAL STATEMENTS
PERIOD ENDED SEPTEMBER 30, 2024

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 1st Floor CGI Tower, Warrens, St. Michael, Barbados.

Effective January 11, 2022, the Fund de-registered 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 Administrator"), a company incorporated in Barbados. 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 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.