

SCOTIA CARIBBEAN INCOME FUND INC.

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED DECEMBER 31, 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)

Assets	December 31, 2024	March 31, 2024
Cash and cash equivalents	\$ 868,513	\$ 1,210,575
Securities purchased under resale agreements	10,034,536	14,739,165
Financial assets at fair value through profit or loss	111,573,692	101,443,331
Other receivables	357,709	98,820
Interest receivable	47,853	-
Total assets	\$ 122,882,303	\$ 117,491,891
 Equity		
Share Capital	\$ 1,000	\$ 1,000
 Liabilities		
Due to related parties	\$ 493,194	\$ 904,578
Other payables	146,841	151,043
Tax withholding liability	31,721	17,406
Redemptions payable	19,523	-
Balance due to brokers	-	394,013
Total Liabilities (excluding net assets attributable to holders of investment shares)	\$ 691,279	\$ 1,467,040
 Net assets attributable to holders of investment shares	 \$ 122,190,024	 \$ 116,023,851
 Value per investment share based on number of shares		
Class A shares issued and outstanding as at December 31, 2024 36,400,767 (March 2024: 34,512,542)	\$ 3.3566	\$ 3.3616
Class I shares issued and outstanding as at December 31, 2024 1,689 (March 2024: 1,627)	\$ 4.6002	\$ 4.6082

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


 Carol McKeever
 Director


 Roger Best
 Director

Date :

23-Jan-25

SCOTIA CARIBBEAN INCOME FUND INC.

UNAUDITED STATEMENT OF COMPREHENSIVE (LOSS) INCOME

(expressed in United States dollars)

	For the three month periods ended		For the nine month periods ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
<u>Investment income</u>				
Interest income	\$ 1,626,764	\$ 1,538,680	\$ 4,685,695	\$ 4,711,013
Other income	2,666	(40)	10,872	346
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	20,800	(48,794)	(1,315,182)	(71,168)
Net change in unrealized gain on financial assets at fair value through profit or loss and foreign currencies	<u>(2,254,988)</u>	<u>3,584,169</u>	<u>1,093,171</u>	<u>3,597,174</u>
Net investment income	\$ (604,758)	\$ 5,074,015	\$ 4,474,556	\$ 8,237,365
<u>Expenses</u>				
Management fees	\$ (493,194)	\$ (449,740)	\$ (1,440,501)	\$ (1,385,167)
Trailer fees	(115,592)	(105,119)	(337,614)	(323,761)
Custodian & Administrator fees	(51,999)	(52,630)	(160,236)	(163,984)
Professional fees	(18,219)	(21,359)	(44,988)	(46,140)
Other expenses	<u>(35,046)</u>	<u>(20,283)</u>	<u>(104,011)</u>	<u>(93,634)</u>
Total operating expenses	\$ (714,050)	\$ (649,131)	\$ (2,087,350)	\$ (2,012,686)
Operating gain before finance costs	\$ (1,318,808)	\$ 4,424,884	\$ 2,387,206	\$ 6,224,679
Finance costs				
Dividends to holders of investment shares	<u>(919,505)</u>	<u>(881,656)</u>	<u>(2,618,130)</u>	<u>(2,521,156)</u>
Total finance costs	\$ (919,505)	\$ (881,656)	\$ (2,618,130)	\$ (2,521,156)
Net comprehensive (loss) income for the period	\$ (2,238,313)	\$ 3,543,228	\$ (230,924)	\$ 3,703,523

SCOTIA CARIBBEAN INCOME FUND INC.

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the nine month periods ended	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Beginning Balance	\$ 116,023,851	\$ 117,247,158
Net comprehensive (loss) income for the period	(230,924)	3,703,523
Subscriptions	10,028,349	4,459,809
Reinvestments	2,046,651	2,043,361
Redemptions	<u>(5,677,903)</u>	<u>(12,886,561)</u>
Ending Balance	<u>\$ 122,190,024</u>	<u>\$ 114,567,290</u>

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

	For the nine month periods ended	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Cash flows from operating activities		
(Decrease)/increase in net assets attributable to holders of investment shares after income tax	\$ (230,924)	\$ 3,703,523
Adjustments for:		
Dividends paid to holders of investment shares	2,618,130	2,521,156
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	1,315,182	71,168
Net change in unrealized gain on financial assets at fair value through profit or loss	(1,093,171)	(3,597,174)
Net change in unrealized gain/(loss) on foreign currencies	<u>83</u>	<u>(3)</u>
	2,609,300	2,698,670
Interest received	530,705	900,603
Proceeds from sale of investments	17,786,063	11,173,953
Purchase of investments	(29,111,089)	(10,153,429)
Net non-interest payments for purchase and resale agreements	4,704,629	5,931,247
Increase in other receivables	(258,889)	(49,122)
Decrease in due to related parties	(411,384)	(18,619)
(Decrease)/increase in other payables	(4,202)	19,564
Increase in tax withholding liability	14,315	8,909
Net cash (used in)/provided by operating activities	<u>(4,140,552)</u>	<u>10,511,776</u>
Cash flows from financing activities		
Proceeds from issue of investment shares	10,028,349	4,459,809
Proceeds from reinvested investment shares	2,046,651	2,043,361
Payments on redemption of investment shares	(5,658,380)	(12,978,418)
Dividends paid to holders of investment shares	<u>(2,618,130)</u>	<u>(2,521,156)</u>
Net cash provided by/(used in) by financing activities	<u>3,798,490</u>	<u>(8,996,404)</u>
Net (decrease)/increase in cash and cash equivalents	(342,062)	1,515,372
Cash and cash equivalents at beginning of period	<u>1,210,575</u>	<u>627,139</u>
Cash and cash equivalents at end of period	<u>\$ 868,513</u>	<u>\$ 2,142,511</u>

SCOTIA CARIBBEAN INCOME FUND INC.
UNAUDITED NOTES TO FINANCIAL STATEMENTS
PERIOD ENDED DECEMBER 31, 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.