

SCOTIA US DOLLAR BOND FUND
UNAUDITED FINANCIAL STATEMENTS
PERIOD ENDED JUNE 30, 2024

SCOTIA US DOLLAR BOND FUND
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SCOTIA US DOLLAR BOND FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

	<u>June 30, 2024</u>	<u>December 31, 2023</u>
ASSETS		
Cash and cash equivalents	\$ 109,367	\$ 358,267
Financial assets at fair value through profit or loss (Cost: \$34,397,341 (December 2023: \$37,020,450))	34,443,404	35,561,553
Receivable for investments sold	1,661,854	-
Interest receivable	312,603	-
Receivable from Manager	25,554	13,717
Subscriptions receivable	5,371	496
	<hr/>	<hr/>
Total assets	36,558,153	35,934,033
LIABILITIES		
Payable for investments purchased	2,822,870	-
Accrued expenses	61,103	53,467
Management fee payable	28,475	18,249
Redemptions payable	1,081	-
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	<hr/>	<hr/>
	2,913,529	71,716
Management shares	1,000	1,000
	<hr/>	<hr/>
Net assets attributable to holders of redeemable participating shares	\$ 33,643,624	\$ 35,861,317
Net asset value per redeemable participating share		
Class A \$27,312,541/10,460,941 shares (December 2023: \$28,993,717/11,039,753 shares)	<hr/>	<hr/>
	2.61	2.63
Class NU \$1,097,168/453,410 shares (December 2023: \$1,266,395/518,986 shares)	<hr/>	<hr/>
	2.42	2.44
Class IU \$5,232,910/1,774,894 shares (December 2023: \$5,601,205/1,894,718 shares)	<hr/>	<hr/>
	2.95	2.96
Class D \$1,005/401 shares (December 2023: \$000/000 shares)	<hr/>	<hr/>
	2.51	-

Approved for issuance on behalf of Scotia US Dollar Bond Fund's Board of Directors by:

Farried Sulliman
Farried Sulliman
Director

Neil Macdonald
Neil Macdonald
Director

Date : August 8, 2024

SCOTIA US DOLLAR BOND FUND

UNAUDITED STATEMENT OF COMPREHENSIVE (LOSS) INCOME

(expressed in United States dollars)

	For the three month periods ended		For the six month periods ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Income				
Interest income	\$ 217,267	\$ -	\$ 217,267	\$ -
Other income	6,785	-	7,187	-
Net realized loss on financial assets at fair value through profit or loss	(1,622,703)	(41,827)	(1,754,074)	(68,660)
Net change in unrealized appreciation on financial assets at fair value through profit or loss	1,356,689	(120,131)	1,504,960	642,501
Total net (loss) income	(41,962)	(161,958)	(24,660)	573,841
Expenses				
Management fees	68,323	54,491	120,549	108,662
Custodian and administration fees	16,928	15,874	33,853	30,904
Other expenses	16,290	17,216	32,576	36,537
Professional fees	7,854	6,876	15,707	12,276
Total operating expenses	109,395	94,457	202,685	188,379
Less: expenses reimbursed	(12,999)	(10,626)	(25,554)	(20,853)
Net operating expenses	96,396	83,831	177,131	167,526
Operating (loss) profit	(138,358)	(245,789)	(201,791)	406,315
(Decrease) increase in net assets from operations attributable to holders of redeemable participating shares	\$ (138,358)	\$ (245,789)	\$ (201,791)	\$ 406,315

SCOTIA US DOLLAR BOND FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the six month periods ended	
	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Shareholders' Equity		
Share Capital	\$ 54,780	\$ 67,547
Share Premium	26,498,618	29,833,678
Retained Earnings	7,292,017	5,562,357
(Decrease) increase in net assets for the period	<u>(201,791)</u>	<u>406,315</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 33,643,624</u>	<u>\$ 35,869,897</u>

SCOTIA US DOLLAR BOND FUND

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	For the six month periods ended	
	June 30, 2024	June 30, 2023
Cash flows from operating activities		
Interest received	\$ (110,288)	\$ -
Other income received	7,187	-
Operating expenses paid	(184,823)	(203,443)
Reimbursements received from manager	13,717	10,805
Purchase of financial assets at fair value through profit or loss	(41,740,341)	(600,000)
Proceeds from sale and maturity of financial assets at fair value through profit or loss	43,785,344	1,000,000
Net cash provided by operating activities	<u>1,770,796</u>	<u>207,362</u>
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	3,316,687	1,294,744
Payments for redemption of redeemable participating shares	<u>(5,336,383)</u>	<u>(1,397,650)</u>
Net cash used in financing activities	<u>(2,019,696)</u>	<u>(102,906)</u>
Net change in cash and cash equivalents	(248,900)	104,456
Cash and cash equivalents at beginning of period	<u>358,267</u>	<u>284,103</u>
Cash and cash equivalents at end of period	<u>\$ 109,367</u>	<u>\$ 388,559</u>

SCOTIA US DOLLAR BOND FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED JUNE 30, 2024

1. General

Scotia US Dollar Bond Fund (the "Company") was incorporated in the Cayman Islands on December 21, 1992 and registered under the Mutual Fund Law (revised) of the Cayman Islands. The Company is an open ended investment company which may issue and redeem its shares at a price based on the underlying net asset value. The registered office of the Fund is located at Scotia Centre, 18 Forum Lane, 2nd Floor, Camana Bay, Grand Cayman, P.O. Box 501, KY1-1106. The Company has no employees.

2. Significant accounting policies

The financial statements have been prepared in accordance with the International Financial Reporting Standards ("IFRS Accounting Standards") as issued by the International Accounting Standards Board. 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.