

SCOTIA US EQUITY FUND
UNAUDITED FINANCIAL STATEMENTS
PERIOD ENDED SEPTEMBER 30, 2023

SCOTIA US EQUITY FUND
INDEX TO UNAUDITED FINANCIAL STATEMENTS
PERIOD ENDED SEPTEMBER 30, 2023

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SCOTIA US EQUITY FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

	<u>September 30, 2023</u>	<u>December 31, 2022</u>
ASSETS		
Cash and cash equivalents	\$ 395,831	\$ 285,357
Financial assets at fair value through profit or loss (Cost: \$49,601,753 (December 2022: \$52,084,278))	54,836,791	55,739,488
Dividends receivable	179,283	-
Subscriptions receivable	496	5,596
Receivable from Manager	-	7
	<hr/>	<hr/>
Total assets	<u>55,412,401</u>	<u>56,030,448</u>
LIABILITIES		
Management fee payable	58,566	59,932
Tax withholding liability	53,785	-
Accrued expenses	34,015	55,241
Redemptions payable	-	21,476
	<hr/>	<hr/>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	<u>146,366</u>	<u>136,649</u>
Management shares	<u>1,000</u>	<u>1,000</u>
Net assets attributable to holders of redeemable participating shares	\$ <u>55,265,035</u>	\$ <u>55,892,799</u>
Net asset value per redeemable participating share		
Class A \$42,891,496/2,111,613 shares (December 2022: \$42,972,167/2,186,252 shares)	\$ <u>20.31</u>	\$ <u>19.66</u>
Class NU \$478,761/23,931 shares (December 2022: \$464,850/23,931 shares)	\$ <u>20.01</u>	\$ <u>19.42</u>
Class IU \$11,892,557/495,709 shares (December 2022: \$12,454,910/542,906 shares)	\$ <u>23.99</u>	\$ <u>22.94</u>
Class AC CDN1,769/64 shares (December 2022: CDN000/000 shares)	CDN <u>27.64</u>	CDN <u>-</u>
Class IJ JMC141,401/558 shares (December 2022: JMC132,354/558 shares)	JMC <u>253.41</u>	JMC <u>237.19</u>

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

Farried Sulliman
Farried Sulliman
Director

Sarah Hobbs
Sarah Hobbs
Director

Date : November 9, 2023

SCOTIA US EQUITY FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME (LOSS)

(expressed in United States dollars)

	For the three month periods ended		For the nine month periods ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
Income				
Dividend income	\$ 278,498	\$ 322,196	\$ 769,471	\$ 796,467
Other Income	-	-	-	1,297
Net realized gain on financial assets at fair value through profit or loss and foreign currencies	151,335	58,901	553,640	130,609
Net change in unrealized appreciation (depreciation) on financial assets at fair value through profit or loss and foreign currencies	(2,085,991)	(3,262,124)	1,579,825	(14,933,380)
Total net income (loss)	(1,656,158)	(2,881,027)	2,902,936	(14,005,007)
Expenses				
Management fees	181,377	182,249	529,703	557,448
Custodian and administration fees	18,824	24,799	54,569	59,166
Other expenses	16,812	21,602	53,280	64,399
Professional fees	7,473	(1,530)	20,274	10,729
Total operating expenses	224,486	227,120	657,826	691,742
Less: expenses reimbursed	-	(1,088)	-	(1,088)
Net operating expenses	224,486	226,032	657,826	690,654
Operating gain (loss)	(1,880,644)	(3,107,059)	2,245,110	(14,695,661)
Withholding taxes on dividend income	(83,549)	(96,659)	(230,841)	(238,940)
Increase (decrease) in net assets from operations attributable to holders of redeemable participating shares	\$ (1,964,193)	\$ (3,203,718)	\$ 2,014,269	\$ (14,934,601)

SCOTIA US EQUITY FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the nine month periods ended	
	<u>September 30, 2023</u>	<u>September 30, 2022</u>
Shareholders' Equity		
Share Capital	\$ 16,308	\$ 18,020
Share Premium	26,193,683	29,756,050
Retained Earnings	27,040,775	36,460,254
Increase (decrease) in net assets for the period	<u>2,014,269</u>	<u>(14,934,601)</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 55,265,035</u>	<u>\$ 51,299,723</u>

SCOTIA US EQUITY FUND

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	For the nine month periods ended	
	September 30, 2023	September 30, 2022
Cash flows from operating activities		
Dividend received	\$ 413,132	\$ 557,527
Other income received	-	1,297
Operating expenses paid	(680,418)	(689,699)
Reimbursements received from manager	7	-
Purchase of financial assets at fair value through profit or loss	(792,095)	(5,977,157)
Proceeds from sale of financial assets at fair value through profit or loss	<u>3,828,257</u>	<u>2,550,503</u>
Net cash provided by (used in) operating activities	<u>2,768,883</u>	<u>(3,557,529)</u>
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	2,989,139	7,923,439
Payments for redemptions of redeemable participating shares	<u>(5,647,548)</u>	<u>(5,403,360)</u>
Net cash (used in) provided by financing activities	<u>(2,658,409)</u>	<u>2,520,079</u>
Net change in cash and cash equivalents	110,474	(1,037,450)
Cash and cash equivalents at beginning of period	<u>285,357</u>	<u>1,021,439</u>
Cash and cash equivalents (bank overdraft) at end of period	<u>\$ 395,831</u>	<u>\$ (16,011)</u>
Supplemental cash flow disclosures		
Tax withheld	<u>\$ 177,056</u>	<u>\$ 238,940</u>

SCOTIA US EQUITY FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED SEPTEMBER 30, 2023

1. General

Scotia US Equity Fund (the "Company") was incorporated in the Cayman Islands on October 27, 1999 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 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") 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.

3. Foreign currency share classes

For the classes of shares denominated in currencies other than the functional currency of the Company, the Net Asset Values are calculated by converting the US dollar Net Asset Value per Share to the JMC equivalent using the then current rate of exchange. For the period ended September 30, 2023, the current rate of exchange is:

<u>Share Class</u>	<u>Currency</u>	<u>Functional Currency</u>	<u>Exchange Rate</u>
CDN		USD	1.354
JMC		USD	154.706