SCOTIA CANADIAN EQUITY FUND

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED JUNE 30, 2026

SCOTIA CANADIAN EQUITY FUND

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PERIOD ENDED JUNE 30, 2026

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SCOTIA CANADIAN EQUITY FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

		June 30, 2026		December 31, 2025
ASSETS				
Cash and cash equivalents	$	2,383,133	$	861,696
Financial assets at fair value through profit or loss:				
Equity securities: (Cost: $41,411,816 (December 2025: $35,089,033))		59,045,373		50,901,178
Derivatives		566,690		413
Subscriptions receivable		249,988		90,596
Dividends receivable		142,970		143,461
Total assets		62,388,154		51,997,344
LIABILITIES				
Financial liabilities at fair value through profit or loss:				
Derivatives		44		394,359
Management fee payable		100,117		86,876
Accrued expenses		62,398		87,390
Tax withholding liability		35,700		35,826
Redemptions payable		2,091		113
Liabilities (excluding net assets attributable to holders of redeemable participating shares)		200,350		604,564
Management shares		768		768
Net assets attributable to holders of redeemable participating shares	$	62,187,036	$	51,392,012
Net asset value per redeemable participating share				
Class A $50,634,915/9,568,156 shares (December 2025: $41,853,005/8,655,738 shares)	$	5.29	$	4.84
Class IU $1,510/262 shares (December 2025: $1,365/262 shares)	$	5.76	$	5.21
Class AC CDN16,408,220/1,917,056 shares (December 2025: CDN11,909,714/1,576,937 shares)	CDN	8.56	CDN	7.55
Class NU $000/000 shares (December 2025: $30,872/6,541 shares)	$	-	$	4.72
Class NC CDN000/000 shares (December 2025: CDN1,128,345/168,928 shares)	CDN	-	CDN	6.68

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

Farried Sulliman
Director

Date:

Sarah Hobbs
Director

SCOTIA CANADIAN EQUITY FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

(expressed in United States dollars)

	For the three month periods ended		For the six month periods ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Income				
Dividend income	$ 289,546	$ 261,532	$ 584,212	$ 516,686
Interest income	137	-	495	-
Other income	5,633	15	5,709	8,254
Net realized gain on financial assets at fair value through profit or loss and foreign currencies	1,435,649	(117,779)	2,409,202	934,041
Net change in unrealized appreciation on financial assets at fair value through profit or loss and foreign currencies	3,150,112	3,406,022	2,775,826	2,346,212
Total net income	4,881,077	3,549,790	5,775,444	3,805,193
Expenses				
Management fees	291,462	194,994	551,753	386,817
Custodian and administration fees	21,222	23,498	43,448	45,710
Other expenses	19,203	18,490	37,818	36,900
Professional fees	6,482	7,604	13,509	14,993
Total operating expenses	338,369	244,586	646,528	484,420
Less: expenses reimbursed	-	(5,474)	-	(9,953)
Net operating expenses	338,369	239,112	646,528	474,467
Operating profit	4,542,708	3,310,678	5,128,916	3,330,726
Withholding taxes on dividend income	(72,135)	(65,966)	(145,482)	(130,322)
Increase in net assets from operations attributable to holders of redeemable participating shares	$ 4,470,573	$ 3,244,712	$ 4,983,434	$ 3,200,404

SCOTIA CANADIAN EQUITY FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the six month periods ended	
	June 30, 2026	**June 30, 2025**
Shareholders' Equity		
Share Capital	$ 109,180	$ 84,976
Share Premium	35,609,634	23,598,684
Retained Earnings	21,484,788	13,941,398
Increase in net assets for the period	4,983,434	3,200,404
Net assets attributable to holders of redeemable participating shares	$ 62,187,036	$ 40,825,462

SCOTIA CANADIAN EQUITY FUND

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	For the six month periods ended	
	June 30, 2026	June 30, 2025
Cash flows from operating activities		
Dividend received	$ 439,095	$ 376,605
Interest received	495	-
Other income received	5,709	8,254
Operating expenses paid	(658,279)	(467,954)
Reimbursements received from Manager	-	3,032
Purchase of financial assets at fair value through profit or loss	(11,194,576)	(1,371,857)
Proceeds from sale of financial assets at fair value through profit or loss	8,240,909	873,348
Net change in unrealized (loss) gain on foreign currencies	(5,500)	181
Net change in unrealized (appreciation) depreciation on derivatives	(960,592)	1,086,399
Net cash (used in) provided by operating activities	(4,132,739)	508,008
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	8,247,584	1,121,897
Payments for redemptions of redeemable participating shares	(2,593,408)	(1,562,650)
Net cash provided by (used in) financing activities	5,654,176	(440,753)
Net change in cash and cash equivalents	1,521,437	67,255
Cash and cash equivalents at beginning of period	861,696	85,188
Cash and cash equivalents at end of period	$ 2,383,133	$ 152,443
Supplemental cash flow disclosures		
Tax withheld	$ 145,608	$ 127,071

SCOTIA CANADIAN EQUITY FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED JUNE 30, 2026

1. General

Scotia Canadian Equity Fund (the "Company") was incorporated in the Cayman Islands on June 23, 1994 and registered under the Mutual Fund Act (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 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.

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 USD Net Asset Value per Share to the CDN equivalent using the then current rate of exchange. For the period ended June 30, 2026, the current rate of exchange is:

Share Class Currency	Functional Currency	Exchange Rate
CDN	USD	1.421