

SCOTIA CANADIAN EQUITY FUND
UNAUDITED FINANCIAL STATEMENTS
PERIOD ENDED DECEMBER 31, 2025

SCOTIA CANADIAN EQUITY FUND
INDEX TO UNAUDITED FINANCIAL STATEMENTS
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SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF FINANCIAL POSITION
(expressed in United States dollars)

	December 31, 2025	December 31, 2024
ASSETS		
Cash and cash equivalents	\$ 861,696	\$ 85,188
Financial assets at fair value through profit or loss:		
Equity securities: (Cost: \$35,089,033 (December 2024: \$28,211,101))	50,901,178	37,132,785
Derivatives	413	895,306
Dividends receivable	143,461	116,937
Subscriptions receivable	90,596	3,681
Receivable from Manager	-	3,032
Total assets	51,997,344	38,236,929
LIABILITIES		
Financial liabilities at fair value through profit or loss:		
Derivatives	394,359	-
Accrued expenses	87,390	68,576
Management fee payable	86,876	66,412
Tax withholding liability	35,826	29,176
Redemptions payable	113	10,010
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	604,564	174,174
Management shares	768	768
Net assets attributable to holders of redeemable participating shares	\$ 51,392,012	\$ 38,061,987
Net asset value per redeemable participating share		
Class A		
\$41,853,005/8,655,738 shares (December 2024: \$29,887,431/7,360,246 shares)	\$ 4.84	\$ 4.06
Class NU		
\$30,872/6,541 shares (December 2024: \$746,044/187,370 shares)	\$ 4.72	\$ 3.98
Class IU		
\$1,365/262 shares (December 2024: \$1,532/357 shares)	\$ 5.21	\$ 4.29
Class AC		
CDN11,909,714/1,576,937 shares (December 2024: CDN9,474,499/1,422,184 shares)	CDN 7.55	CDN 6.66
Class NC		
CDN1,128,345/168,928 shares (December 2024: CDN1,223,694/206,722 shares)	CDN 6.68	CDN 5.92

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



Faried Sulliman, Feb, 2026 5:10:25 PM GMT-5
Director



Sarah Hobbs, Feb, 2026 12:43:19 PM GMT-5
Director

Date: _____

SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
(expressed in United States dollars)

	For the three month periods ended		Year ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Income				
Dividend income	\$ 286,495	\$ 249,958	\$ 1,082,499	\$ 1,025,539
Interest income	338	-	412	27
Other income	108	-	8,551	-
Net realized gain on financial assets at fair value through profit or loss and foreign currencies	743,446	290,599	2,161,187	1,949,795
Net change in unrealized appreciation on financial assets at fair value through profit or loss and foreign currencies	1,091,396	(418,194)	5,606,256	1,889,775
Total net income	<u>2,121,783</u>	<u>122,363</u>	<u>8,858,905</u>	<u>4,865,136</u>
Expenses				
Management fees	249,491	196,338	861,294	759,671
Custodian and administration fees	21,421	20,375	89,999	89,014
Other expenses	17,223	19,393	72,770	75,224
Professional fees	7,466	7,899	30,183	29,400
Total operating expenses	295,601	244,005	1,054,246	953,309
Less: expenses reimbursed	-	(3,032)	(10,736)	(20,273)
Net operating expenses	<u>295,601</u>	<u>240,973</u>	<u>1,043,510</u>	<u>933,036</u>
Operating profit	1,826,182	(118,610)	7,815,395	3,932,100
Withholding taxes on dividend income	(71,535)	(63,074)	(272,005)	(258,702)
Increase in net assets from operations attributable to holders of redeemable participating shares	<u>\$ 1,754,647</u>	<u>\$ (181,684)</u>	<u>\$ 7,543,390</u>	<u>\$ 3,673,398</u>

SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS
(expressed in United States dollars)

	<u>Year ended</u>	
	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Shareholders' Equity		
Share Capital	\$ 98,409	\$ 86,094
Share Premium	29,808,815	24,034,495
Retained Earnings	13,941,398	10,268,000
Increase in net assets for the period	<u>7,543,390</u>	<u>3,673,398</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 51,392,012</u>	<u>\$ 38,061,987</u>

SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF CASH FLOWS
(expressed in United States dollars)

	Year ended	
	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Cash flows from operating activities		
Dividend received	\$ 790,620	\$ 765,088
Interest received	412	27
Other income received	8,551	-
Operating expenses paid	(1,014,968)	(943,591)
Reimbursements received from Manager	13,768	26,438
Purchase of financial assets at fair value through profit or loss	(9,151,234)	(6,351,058)
Proceeds from sale of financial assets at fair value through profit or loss	3,145,864	10,439,658
Net change in unrealized gain (loss) on foreign currencies	4,420	(347)
Net change in unrealized depreciation (appreciation) on derivatives	1,289,252	(1,352,089)
	<u>(4,913,315)</u>	<u>2,584,126</u>
Net cash (used in) provided by operating activities		
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	8,652,958	3,046,976
Payments for redemptions of redeemable participating shares	(2,963,135)	(5,580,352)
	<u>5,689,823</u>	<u>(2,533,376)</u>
Net cash provided by (used in) financing activities		
Net change in cash and cash equivalents	776,508	50,750
Cash and cash equivalents at beginning of period	<u>85,188</u>	<u>34,438</u>
Cash and cash equivalents at end of period	<u>\$ 861,696</u>	<u>\$ 85,188</u>
Supplemental cash flow disclosures		
Tax withheld	<u>\$ 265,355</u>	<u>\$ 258,310</u>

SCOTIA CANADIAN EQUITY FUND
UNAUDITED NOTES TO FINANCIAL STATEMENTS
PERIOD ENDED DECEMBER 31, 2025

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 December 31, 2025, the current rate of exchange is:

<u>Share Class</u>	<u>Currency</u>	<u>Functional Currency</u>	<u>Exchange Rate</u>
	CDN	USD	1.371