SCOTIA PREMIUM FIXED INCOME FUND

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED JULY 31, 2025

SCOTIA PREMIUM FIXED INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME
(expressed in Jamaican Dollars)

	Three months ended		Nine months ended	
Unaudited ($000's)	**July 31, 2025**	**July 31, 2024**	**July 31, 2025**	**July 31, 2024**
Revenue				
Interest				
Financial assets at fair value through profit or loss	345,277	290,118	994,096	805,527
Financial assets at amortised cost	104,117	171,265	362,445	547,419
Foreign exchange gain	84,526	12,318	161,198	84,221
Net gain (loss) on financial assets at fair value through profit or loss	110,636	(5,866)	108,361	(14,813)
Revaluation gain on financial assets at fair value through profit or loss	(15,720)	(33,664)	45,177	33,284
Total revenue	**628,836**	**434,171**	**1,671,277**	**1,455,638**
Expenses				
Management fees	111,465	96,929	320,284	280,072
Other	8,834	8,320	25,732	24,436
Total expenses	**120,299**	**105,249**	**346,016**	**304,508**
Profit for the period, being increase in net assets attributable to holders of redeemable units	**508,537**	**328,922**	**1,325,261**	**1,151,130**

SCOTIA PREMIUM FIXED INCOME FUND
STATEMENT OF FINANCIAL POSITION
(expressed in Jamaican Dollars)

Unaudited ($000's)	**July 31, 2025**	**October 31, 2024**	**July 31, 2024**
ASSETS			
Cash	2,868,977	1,616,846	1,937,288
Financial assets at fair value through profit or loss	21,506,315	20,302,614	19,071,960
Financial assets at amortised cost	2,938,268	2,500,024	2,478,509
Accounts receivable	20,570	2,474	45,436
Due from Fund Manager	258	60,277	26,143
Receivable for investments sold	-	-	3,222,250
Total assets	27,334,388	24,482,235	26,781,586
LIABILITY			
Other payables, being total liability	104,069	47,786	3,357,323
Net assets attributable to holders of redeemable units	27,230,319	24,434,449	23,424,263
Represented by:			
Net assets attributable to holders of redeemable units	27,230,319	24,434,449	23,424,263

Issuance approved and signed on September 4, 2025 on behalf of the Board of Scotia Investments Jamaica Limited by:

Audrey Tugwell Henry
Audrey Tugwell Henry
Director

Audrey Richards
Audrey Richards
Director

SCOTIA PREMIUM FIXED INCOME FUND
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS
(expressed in Jamaican Dollars)

	Nine months ended	
Unaudited ($000's)	**July 31, 2025**	**July 31, 2024**
Balance at beginning of the period	24,434,449	21,317,666
Profit for the period, being increase in net assets attributable to holders of redeemable units	1,325,261	1,151,130
	25,759,710	22,468,796
Contributions and redemptions by holders of redeemable units:		
Issue of redeemable units during the period	3,186,067	2,698,108
Redemption of units during the period	(1,715,458)	(1,742,641)
Contributions and redemptions by holders of redeemable units, net	1,470,609	955,467
Balance at end of the period	27,230,319	23,424,263

SCOTIA PREMIUM FIXED INCOME FUND
STATEMENT OF CASH FLOWS
(expressed in Jamaican Dollars)

	Nine months ended	
Unaudited ($000's)	**July 31, 2025**	**July 31, 2024**
Cash flows from operating activities		
Increase in net assets attributable to holders of redeemable units	1,325,261	1,151,130
Adjustments for:		
Revaluation gain on financial assets at fair value through profit or loss	(45,177)	(33,284)
Interest income	(1,356,541)	(1,352,946)
	(76,457)	(235,100)
Changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	(1,152,953)	(1,721,586)
Financial assets at amortised cost	(500,177)	(139,093)
Accounts receivable	(18,096)	(41,513)
Due from Fund Manager	60,019	(23,123)
Receivable for investments sold	-	(3,222,250)
Other payables	56,283	3,305,126
Proceeds from new units available for investments	3,186,067	2,698,108
Payments for units encashed	(1,715,458)	(1,742,641)
	(160,772)	(1,122,072)
Interest received	1,412,903	1,375,539
Net cash provided by operating activities, being net increase in cash	1,252,131	253,467
Cash at beginning of the period	1,616,846	1,683,821
Cash at end of the period	**2,868,977**	**1,937,288**

1. The Scotia Premium Fixed Income Fund

The Scotia Premium Fixed Income Fund, (“Fund”), is registered in Jamaica as a unit trust scheme under the Unit Trusts Act. Effective December 1, 2016, there was a consolidation of the asset management activities within Scotia Investments Jamaica Limited (SIJL). Fund management services previously conducted by Scotia Asset Management (Jamaica) Limited (SAMJ), were transferred to its parent company, Scotia Investments Jamaica Limited. Both the Fund Manager and the Trustee are incorporated and domiciled in Jamaica. The registered offices at 3rd Floor, Scotiabank Centre Building, Corner Duke & Port Royal Streets, Kingston, Jamaica, W.I.

The Fund Manager is a wholly-owned subsidiary of Scotia Group Jamaica Limited (“Scotia Group”).

The Fund is an open-ended unit trust scheme established under the relevant laws of Jamaica and is comprised of diversified portfolios of investments.

The income of the Fund is exempt from income tax, under Section 13(t) of the Income Tax Act.

2. Basis of preparation

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS Accounting Standards”) and comply with the provisions of the Trust Deed.

The financial statements have been prepared on the historical cost basis, except for financial assets at fair value through profit or loss which are stated at fair value.

New and revised standards that became effective this year did not have any material impact on the financial statements and the accounting policies are consistent with those applied in the audited financial statements for the year ended October 31, 2024.

These financial statements are presented in Jamaican dollars, which is the Fund’s functional currency.

3. Financial assets – classification and measurement

The Fund has classified financial assets and liabilities into the following categories:

Financial assets at fair value through profit or loss:

Designated as at fair value through profit or loss – bonds and other notes.

Loans and receivables:

Financial assets at amortised cost – cash, accounts receivable, due from Fund Manager and resale agreements.

Financial liabilities measured at cost:

Other liabilities - due to Fund Manager and other payables.

<u>Amortised cost measurement</u>

The amortised cost of a financial asset or liability is the amount at which the financial asset or liability is measured at initial recognition, minus principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the amount recognized and the maturity amount, minus any reduction for impairment.

3. Financial assets – classification and measurement (continued)

Fair value measurement

Fair value amounts represent estimates of the arm's length consideration that would be currently agreed upon between knowledgeable, willing parties who are under no compulsion to act.

When available, the Fund measures the fair value of an instrument using the quoted prices in an active market for that instrument. A market is regarded as active if the quoted prices are readily and regularly available and represent actual and regularly occurring market transactions on an arm's length basis.

If a market for a financial instrument is not active, the Fund establishes fair value using pricing models or discounted cash flow techniques or a generally accepted alternative method. Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate is a market related rate at the reporting date for an instrument with similar terms and conditions. Where pricing models are used, inputs are based on market related measures at the reporting date and incorporate all factors that market participants would consider in setting a price, and is consistent with accepted economic methodologies for pricing financial instruments.

The fair values of cash, accounts receivable, due to Scotia Investments Jamaica Limited and accounts payable are assumed to approximate to their carrying values, due to their short-term nature. The fair value of resale agreements is assumed to approximate their carrying value as they are subject to repricing in the short-term at market rate. The fair value of Government of Jamaica securities is determined using an alternative pricing method.

All changes in fair value, other than interest and dividend income, are recognised in profit or loss.

4. Redeemable Units

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. The redeemable units issued by the Fund provide investors with the right to require redemption for cash at a value proportionate to the investor's share in the Fund's net assets at the redemption date and also in the event of the Fund's liquidation. The redeemable units are classified as financial liabilities and are measured at the present value of the redemption amounts. The number of units in issue at July 31, 2025 was 462,710,284 (October 31, 2024: 437,869,798).

5. Unit price/growth return

(a) The growth return of the Fund for the period ended July 31, 2025 was 7.26% (July 31, 2024: 6.79%).

The calculation of growth return is based on the annualised movement in unit price over the year.

(b) The price per unit as at July 31, 2025 was:

Buying/selling - $57.23 (October 31, 2024: $54.39)

The price per unit is arrived at by dividing the value of the net deposited property, less sales and fiscal charges, by the number of units in issue.

6. Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents include notes and coins on hand, amounts due from other banks, and highly liquid financial assets with original maturities of less than three months, which are readily convertible to known amounts of cash, and are subject to insignificant risk of changes in their fair value.