

SCOTIA PREMIUM GROWTH FUND

**UNAUDITED
FINANCIAL
STATEMENTS**

**PERIOD ENDED
January 31, 2024**

SCOTIA PREMIUM GROWTH FUND
STATEMENT OF COMPREHENSIVE LOSS
(expressed in Jamaican Dollars)

Unaudited (\$000's)	Three months ended	
	January 31, 2024	January 31, 2023
Revenue		
Interest		
Financial assets at fair value through profit or loss	3,219	4,445
Financial assets at amortised cost	16,941	10,363
Dividend income	19,690	14,617
Foreign exchange gain	91	1,063
Gain (loss) on sale of financial assets at fair value through profit loss	20,222	(368)
Revaluation gain on financial assets at fair value through profit or loss	167,417	4,310
Total revenue	227,580	34,430
Expenses		
Management fees	17,173	17,265
Other	5,307	3,839
Total operating expenses	22,480	21,104
Profit for the period, being increase in net assets attributable to holders of redeemable units	205,100	13,326

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

Unaudited (\$000's)	January 31, 2024	October 31, 2023	January 31, 2023
ASSETS			
Cash	287,589	180,151	287,516
Investments			
Financial assets at fair value through profit and loss	4,628,432	4,521,871	4,424,227
Financial assets at amortised cost	87,347	37,808	88,495
Receivable for investments sold	1,791	-	-
Accounts receivable	828	5,220	4,400
Due from Fund Manager	480	5,225	-
Total assets	5,006,467	4,750,275	4,804,638
LIABILITY			
Other payables, being total liability	11,562	11,330	6,780
Net assets attributable to holders of redeemable units	4,994,905	4,738,945	4,797,858
Represented by:			
Net assets attributable to holders of redeemable units	4,994,905	4,738,945	4,797,858

Issuance approved and signed on March 5, 2024 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 GROWTH FUND**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS
(expressed in Jamaican Dollars)**

Unaudited (\$000's)	Three months ended	
	January 31, 2024	January 31, 2023
Balance at beginning of the period	4,738,945	4,783,619
Profit for the period, being increase in net assets attributable to holders of redeemable units	205,100	13,326
	<u>4,944,045</u>	<u>4,796,945</u>
Contributions and redemptions by holders of redeemable units:		
Issue of redeemable units during the period	126,828	78,482
Redemption of redeemable units during the period	<u>(75,968)</u>	<u>(77,569)</u>
Total contributions and redemptions by holders of redeemable units, net	<u>50,860</u>	<u>913</u>
Balance at end of the period	<u><u>4,994,905</u></u>	<u><u>4,797,858</u></u>

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

Unaudited (\$000's)	Three months ended	
	January 31, 2024	January 31, 2023
Cash flows from operating activities		
Increase in net assets attributable to holders of redeemable units	205,100	13,326
Adjustments for:		
Revaluation gain (loss) on financial assets at fair value through profit or loss	(167,417)	(4,310)
Dividend income	(19,690)	(14,617)
Interest income	(20,160)	(14,808)
	<u>(2,167)</u>	<u>(20,409)</u>
Changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	65,937	42,603
Financial assets at amortised cost	(49,467)	78,946
Receivable for Investments Sold	(1,791)	-
Accounts receivable	514	1,735
Due from Fund Manager	4,745	50
Other payables	232	(2,796)
Proceeds from new units available for investments	126,828	78,482
Payments for units encashed	<u>(75,968)</u>	<u>(77,569)</u>
	68,863	101,042
Dividend received	23,568	14,617
Interest received	<u>15,007</u>	<u>18,327</u>
Net cash provided by operating activities, being net increase in cash	107,438	133,986
Cash at beginning of the period	<u>180,151</u>	<u>153,530</u>
Cash at end of the period	<u>287,589</u>	<u>287,516</u>

SCOTIA PREMIUM GROWTH FUND
Notes to the Financial Statements
January 31, 2024

1. The Scotia Premium Growth Fund

The Scotia Premium Growth 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 asset management activities within Scotia Investments Jamaica Limited. Fund management services previously conducted by Scotia Asset Management (Jamaica) Limited (SAMJ), were transferred to its parent, Scotia Investments Jamaica Limited (SIJL). The Trustee of the Fund is JCSD Trustee Services Limited. Both companies 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 Limited. ("Scotia Group").

The Fund is an open-ended investment fund primarily involved in investing in a highly diversified investment portfolio.

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") 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, 2023.

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

3. Financial assets – classification and measurement

Classification:

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 quoted equities.

Loans and receivables:

Financial assets at amortised cost – cash, accounts receivable, due from Scotia Investments (Jamaica) Limited and resale agreements.

Financial liabilities measured at cost:

Other liabilities measurement at amortised cost - due to Scotia Investments (Jamaica) Limited and other payables.

SCOTIA PREMIUM GROWTH FUND
Notes to the Financial Statements (continued)
January 31, 2024

3. Financial assets – classification and measurement (continued)

Amortised cost measurement

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.

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 quoted equities is assumed to be equal to their quoted market values based on bid price at the reporting date. 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 recognized in profit or loss as net gain from financial instruments designated at fair value through profit or loss and arise as a result of changes in the price at initial recognition and maturity date.

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 January 31, 2024 was 35,031,727 (October 31, 2023: 34,827,722).

5. Unit price/yield

(a) The yield of the Fund for the period ended January 31, 2024 was 2.93% (January 31, 2023: 2.10%).

The calculation of yield is based on the annualised movement in unit price over the period.

(b) The price per unit as at January 31, 2024 was:

Buying	-	\$125.27 (October 31, 2023: \$120.26)
Selling	-	\$130.28 (October 31, 2023: \$125.07)

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.

SCOTIA PREMIUM GROWTH FUND
Notes to the Financial Statements (continued)
January 31, 2024

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.