

SCOTIA US DOLLAR BOND FUND
UNAUDITED FINANCIAL STATEMENTS
PERIOD ENDED SEPTEMBER 30, 2024

SCOTIA US DOLLAR BOND FUND
INDEX TO UNAUDITED FINANCIAL STATEMENTS
PERIOD ENDED SEPTEMBER 30, 2024

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SCOTIA US DOLLAR BOND FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
ASSETS		
Cash and cash equivalents	\$ 841,254	\$ 358,267
Financial assets at fair value through profit or loss (Cost: \$32,898,267 (December 2023: \$37,020,450))	34,096,575	35,561,553
Interest receivable	280,920	-
Receivable for investments sold	248,290	-
Receivable from Manager	38,704	13,717
Subscriptions receivable	1,471	496
	<hr/>	<hr/>
Total assets	35,507,214	35,934,033
	<hr/>	<hr/>
LIABILITIES		
Payable for investments purchased	639,783	-
Accrued expenses	47,156	53,467
Management fee payable	29,758	18,249
	<hr/>	<hr/>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	716,697	71,716
	<hr/>	<hr/>
Management shares	1,000	1,000
	<hr/>	<hr/>
Net assets attributable to holders of redeemable participating shares	\$ 34,789,517	\$ 35,861,317
	<hr/>	<hr/>
Net asset value per redeemable participating share		
Class A \$28,483,091/10,375,466 shares (December 2023: \$28,993,717/11,039,753 shares)	\$ 2.75	\$ 2.63
	<hr/>	<hr/>
Class NU \$1,152,166/453,410 shares (December 2023: \$1,266,395/518,986 shares)	\$ 2.54	\$ 2.44
	<hr/>	<hr/>
Class IU \$5,152,729/1,657,928 shares (December 2023: \$5,601,205/1,894,718 shares)	\$ 3.11	\$ 2.96
	<hr/>	<hr/>
Class D \$1,531/584 shares (December 2023: \$000/000 shares)	\$ 2.62	\$ -
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Approved for issuance on behalf of Scotia US Dollar Bond Fund's Board of Directors by:

Farried Sulliman
Farried Sulliman
Director

Sarah Hobbs
Sarah Hobbs
Director

Date : November 4, 2024

SCOTIA US DOLLAR BOND 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, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Income				
Interest income	\$ 389,987	\$ -	\$ 607,254	\$ -
Other income	34	-	7,221	-
Net realized loss on financial assets at fair value through profit or loss	301,010	(28,491)	(1,453,064)	(97,151)
Net change in unrealized appreciation (depreciation) on financial assets at fair value through profit or loss	1,152,245	(811,268)	2,657,205	(168,767)
Total net income (loss)	1,843,276	(839,759)	1,818,616	(265,918)
Expenses				
Management fees	89,663	53,962	210,212	162,624
Custodian and administration fees	17,108	16,457	50,961	47,361
Other expenses	16,250	11,486	48,826	48,023
Professional fees	8,480	9,638	24,187	21,914
Total operating expenses	131,501	91,543	334,186	279,922
Less: expenses reimbursed	(13,150)	(8,638)	(38,704)	(29,491)
Net operating expenses	118,351	82,905	295,482	250,431
Operating profit (loss)	1,724,925	(922,664)	1,523,134	(516,349)
Finance costs				
Dividends to holders of redeemable participating shares	(12)	-	(12)	-
Operating profit (loss) after finance costs	1,724,913	(922,664)	1,523,122	(516,349)
Increase (decrease) in net assets from operations attributable to holders of redeemable participating shares	\$ 1,724,913	\$ (922,664)	\$ 1,523,122	\$ (516,349)

SCOTIA US DOLLAR BOND FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the nine month periods ended	
	<u>September 30, 2024</u>	<u>September 30, 2023</u>
Shareholders' Equity		
Share Capital	\$ 52,757	\$ 65,798
Share Premium	25,921,621	29,365,431
Retained Earnings	7,292,017	5,562,357
Increase (decrease) in net assets for the period	<u>1,523,122</u>	<u>(516,349)</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 34,789,517</u>	<u>\$ 34,477,237</u>

SCOTIA US DOLLAR BOND FUND

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	For the nine month periods ended	
	September 30, 2024	September 30, 2023
Cash flows from operating activities		
Interest received	\$ 288,568	\$ -
Other income received	7,221	-
Operating expenses paid	(328,988)	(295,112)
Reimbursements received from Manager	13,717	10,805
Purchase of financial assets at fair value through profit or loss	(56,407,630)	(600,000)
Proceeds from sale and maturity of financial assets at fair value through profit or loss	59,506,008	1,300,001
Net cash provided by operating activities	<u>3,078,896</u>	<u>415,694</u>
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	3,723,542	1,433,367
Payments for redemption of redeemable participating shares	(6,319,439)	(2,002,369)
Distributions paid to holders of redeemable participating shares	(12)	-
Net cash used in financing activities	<u>(2,595,909)</u>	<u>(569,002)</u>
Net change in cash and cash equivalents	482,987	(153,308)
Cash and cash equivalents at beginning of period	<u>358,267</u>	<u>284,103</u>
Cash and cash equivalents at end of period	<u>\$ 841,254</u>	<u>\$ 130,795</u>

SCOTIA US DOLLAR BOND FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED SEPTEMBER 30, 2024

1. General

Scotia US Dollar Bond Fund (the "Company") was incorporated in the Cayman Islands on December 21, 1992 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 Scotia Centre, 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.