

**SCOTIA US DOLLAR BOND FUND**  
**UNAUDITED FINANCIAL STATEMENTS**  
**PERIOD ENDED DECEMBER 31, 2024**

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**INDEX TO UNAUDITED FINANCIAL STATEMENTS**  
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**SCOTIA US DOLLAR BOND FUND**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**

**(expressed in United States dollars)**

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 694,166	\$ 358,267
Financial assets at fair value through profit or loss (Cost: \$33,518,032 (December 2023: \$37,020,450))	33,043,064	35,561,553
Interest receivable	348,047	-
Receivable from Manager	17,773	13,717
Subscriptions receivable	<u>1,652</u>	<u>496</u>
Total assets	<u>34,104,702</u>	<u>35,934,033</u>
<b>LIABILITIES</b>		
Accrued expenses	68,105	53,467
Management fee payable	30,588	18,249
Redemptions payable	<u>13,029</u>	<u>-</u>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	<u>111,722</u>	<u>71,716</u>
Management shares	<u>1,000</u>	<u>1,000</u>
<b>Net assets attributable to holders of redeemable participating shares</b>	<u>\$ 33,991,980</u>	<u>\$ 35,861,317</u>
Net asset value per redeemable participating share		
Class A \$28,156,680/10,651,125 shares (December 2023: \$28,993,717/11,039,753 shares)	<u>\$ 2.64</u>	<u>\$ 2.63</u>
Class NU \$1,077,763/441,000 shares (December 2023: \$1,266,395/518,986 shares)	<u>\$ 2.44</u>	<u>\$ 2.44</u>
Class IU \$4,681,884/1,560,406 shares (December 2023: \$5,601,205/1,894,718 shares)	<u>\$ 3.00</u>	<u>\$ 2.96</u>
Class D \$75,653/30,102 shares (December 2023: \$000/000 shares)	<u>\$ 2.51</u>	<u>\$ -</u>

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 : February 6, 2025

**SCOTIA US DOLLAR BOND FUND**

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**

**(expressed in United States dollars)**

	For the three month periods ended		Year ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
<b>Income</b>				
Interest income	\$ 393,970	\$ -	\$ 1,001,224	\$ -
Other income	1,228	-	8,449	-
Net realized loss on financial assets at fair value through profit or loss	119,402	(132,776)	(1,333,662)	(229,927)
Net change in unrealized appreciation on financial assets at fair value through profit or loss and foreign currencies	(1,673,279)	2,460,435	983,926	2,291,688
Total net income	(1,158,679)	2,327,659	659,937	2,061,761
<b>Expenses</b>				
Management fees	90,312	52,939	300,524	215,563
Custodian and administration fees	19,902	16,401	70,863	63,762
Other expenses	15,944	9,901	64,770	57,924
Professional fees	10,488	16,126	34,675	38,040
Total operating expenses	136,646	95,367	470,832	375,289
Less: expenses reimbursed	(17,773)	(13,717)	(56,477)	(43,208)
Net operating expenses	118,873	81,650	414,355	332,081
<b>Operating profit</b>	(1,277,552)	2,246,009	245,582	1,729,680
<b>Finance costs</b>				
Dividends to holders of redeemable participating shares	(357)	-	(369)	-
<b>Operating profit after finance costs</b>	(1,277,909)	2,246,009	245,213	1,729,680
<b>Increase in net assets from operations attributable to holders of redeemable participating shares</b>	\$ (1,277,909)	\$ 2,246,009	\$ 245,213	\$ 1,729,680

**SCOTIA US DOLLAR BOND FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS**

**(expressed in United States dollars)**

	Year ended	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
<b>Shareholders' Equity</b>		
Share Capital	\$ 54,710	\$ 62,418
Share Premium	26,400,040	28,506,882
Retained Earnings	7,292,017	5,562,357
Increase in net assets for the period	<u>245,213</u>	<u>1,729,660</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 33,991,980</u>	<u>\$ 35,861,317</u>

**SCOTIA US DOLLAR BOND FUND**

**UNAUDITED STATEMENT OF CASH FLOWS**

**(expressed in United States dollars)**

	<b>Year ended</b>	
	<b><u>December 31, 2024</u></b>	<b><u>December 31, 2023</u></b>
<b>Cash flows from operating activities</b>		
Interest received	\$ 595,875	\$ -
Other income received	8,449	-
Operating expenses paid	(443,855)	(371,199)
Reimbursements received from Manager	52,421	40,296
Purchase of financial assets at fair value through profit or loss	(62,875,992)	(900,000)
Proceeds from sale and maturity of financial assets at fair value through profit or loss	<u>65,102,047</u>	<u>2,735,998</u>
Net cash provided by operating activities	<u>2,438,945</u>	<u>1,505,095</u>
<b>Cash flows from financing activities</b>		
Proceeds from subscriptions of redeemable participating shares	5,113,902	1,603,829
Payments for redemption of redeemable participating shares	(7,216,687)	(3,034,760)
Distributions paid to holders of redeemable participating shares	<u>(261)</u>	<u>-</u>
Net cash used in financing activities	<u>(2,103,046)</u>	<u>(1,430,931)</u>
<b>Net change in cash and cash equivalents</b>	335,899	74,164
<b>Cash and cash equivalents at beginning of period</b>	<u>358,267</u>	<u>284,103</u>
<b>Cash and cash equivalents at end of period</b>	<u>\$ 694,166</u>	<u>\$ 358,267</u>
<b>Supplementary information on cash flows from financing activities</b>		
<b>Non-Cash Reinvested Distributions</b>	<u>\$ (108)</u>	<u>\$ -</u>

**SCOTIA US DOLLAR BOND FUND**

**UNAUDITED NOTES TO FINANCIAL STATEMENTS**

**PERIOD ENDED DECEMBER 31, 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, 2<sup>nd</sup> 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.