# SCOTIA CANADIAN EQUITY FUND UNAUDITED FINANCIAL STATEMENTS PERIOD ENDED SEPTEMBER 30, 2023

## INDEX TO UNAUDITED FINANCIAL STATEMENTS

## PERIOD ENDED SEPTEMBER 30, 2023

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# UNAUDITED STATEMENT OF FINANCIAL POSITION

ASSETS Cash and cash equivalents Cash and cash equivalents Cash and cash equivalents Financial assets at fair value through profit or loss: Equity securities (Cost. \$28,850,835 (December 2022: \$28,819,605)) Equivalence (Cost. \$28,850,835 (December 2022: \$28,786,6588,151,936 shares) Equivalence (Cost. \$28,850,836,936,936,936,936,936,936,936,936,936,9		<u>-</u>	September 30, 2023	_	December 31, 2022
Financial assets at fair value through profit or loss:	ASSETS Cook and cook agriculants	¢	122 020	¢	764 101
Equity securities: (Cost: \$28,850,835 (December 2022: \$28,819,605))		a a	123,930	Ф	704,191
Derivatives   255,02			34 186 801		33 605 312
Divident's receivable   106,849   100,839   Receivable from Manager   19,470   7,761   7,761   19,477   130,073   130,073   100,073					
Receivable for investments sold   19,470   7,761   7,761   7,61			,		,
19,470   7,761   10,007   1			,		100,000
Total assets   Santa   Sant					7 761
LiABILITIES   Financial liabilities at fair value through profit or loss:		<u>-</u>	-, -		, -
Financial liabilities at fair value through profit or loss:   1,866   100,94     Management fee payable   59,238   60,180     Accrued expenses   42,817   60,751     Fax withholding liability   26,723   25,740     Payable for investments purchased   26,343   -2     Redemptions payable   5,274   80,751     Redemptions payable   5,274   80,752     Redemptions payable   5,274   80,752     Redemptions payable   5,274   80,752     Redemptions payable   76,827   80,752   80	Total assets		34,724,174		34,793,470
Derivatives	LIABILITIES				
Management fee payable	Financial liabilities at fair value through profit or loss:				
Accorded expenses   42,817   60,751   Tax withholding liability   26,723   25,740   27,970	Derivatives		1,866		100,994
Tax withholding liability         26,723         25,740           Payable for investments purchased         26,343         -           Redemptions payable         5,274         80           Liabilities (excluding net assets attributable to holders of redeemable participating shares)         162,261         247,745           Management shares         768         768           Net assets attributable to holders of redeemable participating shares         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating share         \$ 34,561,145         \$ 34,544,957           Class A         \$ 3,30         \$ 3.29           \$27,202,8207,995,833 shares (December 2022: \$692,239/212,722 shares)         \$ 3.36         \$ 3.29           Class NU         \$ 3,36         \$ 3.35         \$ 3.25           Class IU         \$ 3,251/367 shares (December 2022: \$692,239/212,722 shares)         \$ 3.50         \$ 3.33           Class AC         CDN, 396,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN         5.25         CDN         5.07           Class NC         CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)         CDN         4.69         CDN         4.55           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         5 2 2 2 2 2 2 2 2 2 2 2 2 2	Management fee payable		59,238		60,180
Payable for investments purchased         26,343         - 80           Redemptions payable         5,274         80           Liabilities (excluding net assets attributable to holders of redeemable participating shares)         162,261         247,745           Management shares         768         768         768           Net assets attributable to holders of redeemable participating shares         \$ 34,561,145         \$ 34,544,957           Net assets attributable participating shares         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating shares         \$ 34,561,145         \$ 34,544,957           Class Nu         \$ 34,561,145         \$ 34,544,957           \$ 27,202,8207,995,833 shares (December 2022: \$692,239/212,722 shares)         \$ 3.36         \$ 3.25           Class NU         \$ 3,36         \$ 3.35         \$ 3.35           \$ 1,251/357 shares (December 2022: \$692,239/212,722 shares)         \$ 3.5         \$ 3.5         \$ 3.35           Class AC         CDN         5.2         \$ \$ 5.0         \$ 5.0           CDN7,996,3831,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN         5.0         5.0         5.0           CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)         CDN         4.6         \$ 0.0         4.5         5.0 <td>Accrued expenses</td> <td></td> <td>42,817</td> <td></td> <td>60,751</td>	Accrued expenses		42,817		60,751
Redemptions payable (Labilities (excluding net assets attributable to holders of redeemable participating shares)         5.274         80           Labilities (excluding net assets attributable to holders of redeemable participating shares)         162,261         247,745           Management shares         768         768         768           Net assets attributable to holders of redeemable participating shares         34,561,145         34,544,957           Net asset value per redeemable participating shares         227,202,8207,995,833 shares (December 2022: \$26,786,658/8,151,936 shares)         3.40         \$ 3.29           Class NU \$714,044/212,722 shares (December 2022: \$692,239/212,722 shares)         \$ 3.30         \$ 3.35         \$ 3.35           S12,51/357 shares (December 2022: \$692,239/212,722 shares)         \$ 3.50         \$ 3.30         \$ 3.30           Class NC CDN1,095,954/233,693 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN 5.25         CDN 5.07         5.07           Class NC CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)         CDN 4.69         CDN 4.69         CDN 4.50         5.07         4.50           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         5.25         CDN 4.69	Tax withholding liability		26,723		25,740
Liabilities (excluding net assets attributable to holders of redeemable participating shares)         162,261         247,745           Management shares         768         768           Net assets attributable to holders of redeemable participating shares         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating shares         Class A         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating shares         \$ 3.45         \$ 3.25           Class NU         \$ 3.40         \$ 3.25           Class NU         \$ 3.36         \$ 3.36         \$ 3.25           Class IU         \$ 3.50         \$ 3.30         \$ 3.30         \$ 3.30           Class RC         CDN 9.52.5         CDN 5.07         5.07         5.07           CDN 2,542.9 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN 5.05         CDN 5.07         5.07           Class NC         CDN 4.69         CDN 4.69         CDN 4.59         4.55           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         Farried Sulliman         Farried Sulliman         November 9, 2023         Sarah Hobbs			26,343		, -
Liabilities (excluding net assets attributable to holders of redeemable participating shares)         162,261         247,745           Management shares         768         768           Net assets attributable to holders of redeemable participating shares         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating shares         Class A         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating shares         \$ 3.45         \$ 3.25           Class NU         \$ 3.40         \$ 3.25           Class NU         \$ 3.36         \$ 3.36         \$ 3.25           Class IU         \$ 3.50         \$ 3.30         \$ 3.30         \$ 3.30           Class RC         CDN 9.52.5         CDN 5.07         5.07         5.07           CDN 2,542.9 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN 5.05         CDN 5.07         5.07           Class NC         CDN 4.69         CDN 4.69         CDN 4.59         4.55           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         Farried Sulliman         Farried Sulliman         November 9, 2023         Sarah Hobbs					80
Management shares         768         768           Net assets attributable to holders of redeemable participating shares         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating share         Class A         \$ 34,561,145         \$ 34,544,957           Class A         \$ 27,202,820/7,995,833 shares (December 2022: \$26,786,658/8,151,936 shares)         \$ 3.40         \$ 3.29           Class NU         \$ 3.36         \$ 3.36         \$ 3.25           Class IU         \$ 1,251/357 shares (December 2022: \$692,239/212,722 shares)         \$ 3.50         \$ 3.33           Class AC         CDN 356,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN 5.25         CDN         5.07           Class NC         CDN 0,95,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)         CDN 4.69         CDN 4.69         CDN 4.55           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         Farried Sulliman           Farried Sulliman Director         Date:         November 9, 2023           Sarah Hobbs         November 9, 2023		-	· · · · · · · · · · · · · · · · · · ·	-	
Net assets attributable to holders of redeemable participating shares         \$ 34,561,145         \$ 34,544,957           Net asset value per redeemable participating share         Class A         \$ 27,202,820/7,995,833 shares (December 2022: \$26,786,658/8,151,936 shares)         \$ 3.40         \$ 3.29           Class NU         \$ 3.36         \$ 3.25           Class IU         \$ 1,251/357 shares (December 2022: \$692,239/212,722 shares)         \$ 3.30         \$ 3.33           Class RC         CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN         5.25         CDN         5.07           Class NC         CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)         CDN         4.69         CDN         4.55           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         Farried Sulliman           Farried Sulliman         Directors         November 9, 2023         November 9, 2023	redeemable participating shares)	-	162,261		247,745
Net asset value per redeemable participating share  Class A \$27,202,820/7,995,833 shares (December 2022: \$26,786,658/8,151,936 shares) \$ \$3.40 \$ \$3.29  Class NU \$714,044/212,722 shares (December 2022: \$692,239/212,722 shares) \$ \$3.36 \$ \$3.25  Class IU \$1,251/357 shares (December 2022: \$1,188/357 shares) \$ \$3.50 \$ \$3.33  Class AC CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares) Class NC CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)  Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:    Farried Sulliman	Management shares	-	768	_	768
Class A \$27,202,820/7,995,833 shares (December 2022: \$26,786,658/8,151,936 shares)         \$ 3.40         \$ 3.29           Class NU \$714,044/212,722 shares (December 2022: \$692,239/212,722 shares)         \$ 3.36         \$ 3.25           Class IU \$1,251/357 shares (December 2022: \$1,188/357 shares)         \$ 3.50         \$ 3.33           Class AC CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN         5.25         CDN         5.07           Class NC CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)         CDN         4.69         CDN         4.55           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         Farried Sulliman         November 9, 2023           Farried Sulliman Director         Date:         November 9, 2023	Net assets attributable to holders of redeemable participating shares	\$ <sub>=</sub>	34,561,145	\$_	34,544,957
Class A \$27,202,820/7,995,833 shares (December 2022: \$26,786,658/8,151,936 shares)         \$ 3.40         \$ 3.29           Class NU \$714,044/212,722 shares (December 2022: \$692,239/212,722 shares)         \$ 3.36         \$ 3.25           Class IU \$1,251/357 shares (December 2022: \$1,188/357 shares)         \$ 3.50         \$ 3.33           Class AC CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN         5.25         CDN         5.07           Class NC CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)         CDN         4.69         CDN         4.55           Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:         Farried Sulliman         November 9, 2023           Farried Sulliman Director         Date:         November 9, 2023	Net asset value per redeemable participating share				
\$27,202,820/7,995,833 shares (December 2022: \$26,786,658/8,151,936 shares) \$ 3.40 \$ 3.29 Class NU \$714,044/212,722 shares (December 2022: \$692,239/212,722 shares) \$ 3.36 \$ 3.25 Class IU \$1,251/357 shares (December 2022: \$1,188/357 shares) \$ 3.50 \$ 3.33 Class AC CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares) CDN \$5.25 CDN \$5.07 Class NC CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares) CDN \$4.69 CDN \$4.55 CDN \$					
\$714,044/212,722 shares (December 2022: \$692,239/212,722 shares) \$ 3.36 \$ 3.25 Class IU \$1,251/357 shares (December 2022: \$1,188/357 shares) \$ 3.50 \$ 3.33 Class AC CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares) CDN 5.25 CDN 5.07 Class NC CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares) CDN 4.69 CDN 4.55 CDN		\$	3.40	\$_	3.29
Class IU       \$ 3.50 \$ 3.33         Class AC       CDN 5.25 CDN       5.07         Class NC       CDN 05,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)       CDN 4.69 CDN       4.69 CDN         Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:       Farried Sulliman         Farried Sulliman Director       Date:       November 9, 2023	Class NU	_			
\$1,251/357 shares (December 2022: \$1,188/357 shares) \$ 3.50 \$ 3.33 Class AC CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares) CDN 5.25 CDN 5.07 Class NC CDN1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares) CDN 4.69 CDN 4.55 CD	\$714,044/212,722 shares (December 2022: \$692,239/212,722 shares)	\$ <u></u>	3.36	\$	3.25
Class AC CDN7,896,383/1,505,429 shares (December 2022: CDN8,498,993/1,677,968 shares)         CDN					
CDN		\$ <sub>=</sub>	3.50	- \$_	3.33
Class NC CDN 1,095,954/233,693 shares (December 2022: CDN1,062,251/233,693 shares)  Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:  Farried Sulliman Farried Sulliman Director  Sarah Hobbs Date: November 9, 2023		) CDN	5.25	CDN	5.07
Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:  Farried Sulliman Farried Sulliman Director  Sarah Hobbs Date: November 9, 2023	•	′		=	
Board of Directors by:  Farried Sulliman Farried Sulliman Director  Sarah Hobbs Date: November 9, 2023		CDN	4.69	CDN	4.55
Farried Sulliman Director  Sarah Hobbs Date: November 9, 2023 Sarah Hobbs					
Farried Sulliman Director  Sarah Hobbs Date: November 9, 2023 Sarah Hobbs	Farried Sulliman				
Sarah Hobbs Date: November 9, 2023 Sarah Hobbs					
Sarah Hobbs	Director				
Sarah Hobbs	Sarah Hobbs	Date:	November 9, 2023		
Director	Sarah Hobbs	·		-	
	Director				

# **UNAUDITED STATEMENT OF COMPREHENSIVE INCOME (LOSS)**

	_	For the three month periods ended				For the nine month periods ended			
		September 30, 2023		September 30, 2022		September 30, 2023		September 30, 2022	
Income									
Dividend income	\$	238,848	\$	221,277	\$	704,563	\$	674,096	
Interest income		-		264		146		264	
Other income		-		(296)		-		966	
Net realized gain on financial assets at fair value through profit or									
loss and foreign currencies		184,400		384,278		664,718		857,429	
Net change in unrealized appreciation (depreciation) on financial assets									
at fair value through profit or loss and foreign currencies	=	(1,851,397)	_	(1,799,969)	-	717,524	_	(5,799,127)	
Total net income (loss)	_	(1,428,149)	_	(1,194,446)	_	2,086,951	_	(4,266,372)	
Expenses									
Management fees		183,746		185,138		541,814		551,855	
Custodian and administration fees		24,529		30,588		69,753		77,807	
Other expenses		14,959		9,005		52,149		60,505	
Professional fees	_	7,478	_	(1,783)	_	20,268	_	10,476	
Total operating expenses		230,712		222,948		683,984		700,643	
Less: expenses reimbursed	_	(5,403)	_	(5,886)	_	(19,470)	_	(22,779)	
Net operating expenses	_	225,309	_	217,062	_	664,514	_	677,864	
Operating profit (loss)		(1,653,458)		(1,411,508)		1,422,437		(4,944,236)	
Withholding taxes on dividend income	_	(58,560)	_	(55,233)	_	(173,283)	_	(167,641)	
Increase (decrease) in net assets from operations attributable									
to holders of redeemable participating shares	\$	(1,712,018)	\$_	(1,466,741)	\$_	1,249,154	\$_	(5,111,877)	

# UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

		For the nine month periods ended					
Shareholders' Equity	_	September 30, 2023		September 30, 2022			
Share Capital	\$	93,805	\$	98,834			
Share Premium		27,001,366		28,729,687			
Retained Earnings		6,216,820		9,690,683			
Increase (decrease) in net assets for the period	_	1,249,154		(5,111,877)			
Net assets attributable to holders of redeemable participating shares	\$	34,561,145	\$	33,407,327			

# **UNAUDITED STATEMENT OF CASH FLOWS**

	For the nine month periods ended			ds ended
	September 30, 2023		September 30, 2022	
Cash flows from operating activities				
Dividend received	\$	526.453	\$	494.747
Interest received	Ψ	146	Ψ	264
Other income received		-		966
Operating expenses paid		(702,860)		(694,958)
Reimbursements received from Manager		7.761		15,099
Purchase of financial assets at fair value through profit or loss		(6,597,394)		(6,232,729)
Proceeds from sale of financial assets at fair value through profit or loss		7,484,055		1,856,793
Net change in unrealized (loss) gain on foreign currencies		(852)		656,514
Net change in unrealized appreciation on derivatives		(258,936)		(663,567)
Net cash provided by (used in) operating activities		458,373		(4,566,871)
Cash flows from financing activities				
Proceeds from subscriptions of redeemable participating shares		785,549		6,681,585
Payments for redemptions of redeemable participating shares		(1,884,175)		(3,758,501)
Net cash (used in) provided by financing activities		(1,098,626)		2,923,084
Net change in cash and cash equivalents		(640,253)		(1,643,787)
Cash and cash equivalents at beginning of period		764,191		1,685,749
Cash and cash equivalents at end of period	\$	123,938	\$	41,962
Supplemental cash flow disclosures	œ.	470 202	<b>c</b>	400 504
Tax withheld	\$	172,300	\$	163,521

#### **UNAUDITED NOTES TO FINANCIAL STATEMENTS**

#### PERIOD ENDED SEPTEMBER 30, 2023

#### 1. General

Scotia Canadian Equity Fund (the "Company") was incorporated in the Cayman Islands on June 23, 1994 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 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") 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 September 30, 2023, the current rate of exchange is:

Share Class Currency	Functional Currency	Exchange Rate
CDN	USD	1.354