

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED JUNE 30, 2022

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

INDEX TO UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED JUNE 30, 2022

CONTENTS

	PAGE
UNAUDITED STATEMENT OF FINANCIAL POSITION	1
UNAUDITED STATEMENT OF COMPREHENSIVE (LOSS) INCOME	2
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS	3
UNAUDITED STATEMENT OF CASH FLOWS	4
UNAUDITED NOTES TO FINANCIAL STATEMENTS	5

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
ASSETS		
Cash and cash equivalents	\$ 83,892	\$ 68,868
Financial assets at fair value through profit or loss (Cost: \$13,558,348 (December 2021: \$2,979,405))	12,783,731	3,007,342
Subscriptions receivable	15,000,000	-
Interest receivable	115,490	21,839
Receivable from Manager	63,754	39,065
	<u>28,046,867</u>	<u>3,137,114</u>
LIABILITIES		
Accrued expenses	71,978	76,275
Management fee payable	1,658	10
Liabilities (excluding net assets attributable to holders of investment shares)	<u>73,636</u>	<u>76,285</u>
Net assets attributable to holders of investment shares	<u>\$ 27,973,231</u>	<u>\$ 3,060,829</u>
Net asset value per investment share		
Class I \$27,971,459/3,134,991 shares (December 2021: \$3,058,799/299,800 shares)	<u>\$ 8.92</u>	<u>\$ 10.20</u>
Class F \$887/100 shares (December 2021: \$1,016/100 shares)	<u>\$ 8.87</u>	<u>\$ 10.16</u>
Class K \$885/100 shares (December 2021: \$000/000 shares)	<u>\$ 8.85</u>	<u>\$ 0.00</u>
Class A \$000/000 shares (December 2021: \$1,014/100 shares)	<u>\$ 0.00</u>	<u>\$ 10.14</u>

Approved for issuance on behalf of Scotia Sustainable Global Corporate Bond Fund's Board of Directors by:

Farried Sulliman
Farried Sulliman
Director

Sarah Hobbs
Sarah Hobbs
Director

Date : August 11, 2022

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF COMPREHENSIVE (LOSS) INCOME

(expressed in United States dollars)

	For the three month periods ended		For the six month periods ended	
	June 30, 2022	June 30, 2021*	June 30, 2022	June 30, 2021*
Income				
Interest income	\$ 92,925	\$ 6,206	\$ 109,460	\$ 6,206
Other income	-	-	3,500	-
Net realized loss on financial assets at fair value through profit or loss	(16,433)	-	(23,813)	-
Net change in unrealized (depreciation) appreciation on financial assets at fair value through profit or loss	(581,419)	56,891	(802,554)	56,891
Total net (loss) income	<u>(504,927)</u>	<u>63,097</u>	<u>(713,407)</u>	<u>63,097</u>
Expenses				
Custodian and administration fees	14,710	8,960	33,462	8,960
Other expenses	8,290	6,476	21,851	6,476
Professional fees	5,735	3,181	12,392	3,181
Management fees	4,431	2	4,934	2
Total operating expenses	<u>33,166</u>	<u>18,619</u>	<u>72,639</u>	<u>18,619</u>
Less: expenses reimbursed	<u>(25,641)</u>	<u>(18,261)</u>	<u>(63,754)</u>	<u>(18,261)</u>
Net operating expenses	<u>7,525</u>	<u>358</u>	<u>8,885</u>	<u>358</u>
Operating (loss) gain	<u>(512,452)</u>	<u>62,739</u>	<u>(722,292)</u>	<u>62,739</u>
(Decrease) increase in net assets from operations attributable to holders of investment shares	<u>\$ (512,452)</u>	<u>\$ 62,739</u>	<u>\$ (722,292)</u>	<u>\$ 62,739</u>

* The Company commenced operations on May 19, 2021.

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the six month periods ended	
	<u>June 30, 2022</u>	<u>June 30, 2021*</u>
Shareholders' Equity		
Share Capital	\$ -	\$ 3,000
Share Premium	28,634,694	2,997,000
Retained Earnings	60,829	-
(Decrease) increase in net assets for the period	<u>(722,292)</u>	<u>62,739</u>
Net assets attributable to holders of investment shares	<u>\$ 27,973,231</u>	<u>\$ 3,062,739</u>

* The Company commenced operations on May 19, 2021.

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	<u>For the six month periods ended</u>	
	<u>June 30, 2022</u>	<u>June 30, 2021*</u>
Cash flows from operating activities		
Interest received (paid)	\$ 22,626	\$ (11,914)
Other income received	3,500	-
Operating expenses (paid) received	(75,288)	16,790
Reimbursements received (paid) from manager	39,065	(18,262)
Purchase of financial assets at fair value through profit or loss	(11,066,476)	(2,872,815)
Proceeds from sale of financial assets at fair value through profit or loss	456,903	-
	<u>(10,619,670)</u>	<u>(2,886,201)</u>
Net cash used in operating activities		
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	10,634,694	3,000,000
	<u>10,634,694</u>	<u>3,000,000</u>
Net cash provided by financing activities		
Net change in cash and cash equivalents	15,024	113,799
Cash and cash equivalents at beginning of period	68,868	-
Cash and cash equivalents at end of period	<u>\$ 83,892</u>	<u>\$ 113,799</u>

* The Company commenced operations on May 19, 2021.

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED JUNE 30, 2022

1. General

Scotia Sustainable Global Corporate Bond Fund (the "Company") was incorporated in the Cayman Islands on October 29, 2020 and registered under the Mutual Fund Act (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 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") 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.