

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED DECEMBER 31, 2023

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

INDEX TO UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED DECEMBER 31, 2023

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SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

	<u>December 31, 2023</u>	<u>December 31, 2022</u>
ASSETS		
Cash and cash equivalents	\$ 357,879	\$ 257,625
Financial assets at fair value through profit or loss (Cost: \$53,865,462 (December 2022: \$47,985,335))	54,807,959	47,332,090
Interest receivable	556,600	461,482
Receivable from Manager	19,320	13,381
	<u>55,741,758</u>	<u>48,064,578</u>
LIABILITIES		
Accrued expenses	42,849	40,281
Management fee payable	7,057	6,181
Liabilities (excluding net assets attributable to holders of investment shares)	49,906	46,462
	<u>55,691,852</u>	<u>48,018,116</u>
Net assets attributable to holders of investment shares	\$ 55,691,852	\$ 48,018,116
Net asset value per investment share		
Class I \$55,689,974/5,878,065 shares (December 2022: \$48,016,367/5,450,586 shares)	<u>9.47</u>	<u>8.81</u>
Class F \$941/100 shares (December 2022: \$876/100 shares)	<u>9.41</u>	<u>8.76</u>
Class K \$937/100 shares (December 2022: \$873/100 shares)	<u>9.37</u>	<u>8.73</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 : February 7, 2024

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME (LOSS)

(expressed in United States dollars)

	For the three month periods ended		Year ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Income				
Interest income	\$ 684,432	\$ 512,339	\$ 2,593,212	\$ 860,302
Other income	-	-	16,080	36,303
Net realized loss on financial assets at fair value through profit or loss	(37,767)	(52,746)	(174,182)	(575,433)
Net change in unrealized appreciation (depreciation) on financial assets at fair value through profit or loss	3,731,477	1,337,453	1,595,766	(681,182)
Total net income (loss)	4,378,142	1,797,046	4,030,876	(360,010)
Expenses				
Management fees	20,377	16,759	79,356	31,557
Custodian and administration fees	16,314	3,170	61,827	47,989
Other expenses	11,305	8,473	36,357	28,288
Professional fees	5,281	5,292	20,967	25,241
Total operating expenses	53,277	33,694	198,507	133,075
Less: expenses reimbursed	(19,320)	(13,381)	(66,235)	(95,914)
Net operating expenses	33,957	20,313	132,272	37,161
Operating profit (loss)	4,344,185	1,776,733	3,898,604	(397,171)
Increase (decrease) in net assets from operations attributable to holders of investment shares	\$ 4,344,185	\$ 1,776,733	\$ 3,898,604	\$ (397,171)

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	Year ended	
	<u>December 31, 2023</u>	<u>December 31, 2022</u>
Shareholders' Equity		
Share Premium	\$ 52,129,590	\$ 48,354,458
(Accumulated deficit) retained earnings	(336,342)	60,829
Increase (decrease) in net assets for the period	<u>3,898,604</u>	<u>(397,171)</u>
Net assets attributable to holders of investment shares	<u>\$ 55,691,852</u>	<u>\$ 48,018,116</u>

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	Year ended	
	December 31, 2023	December 31, 2022
Cash flows from operating activities		
Interest received	\$ 1,968,852	\$ 295,402
Other income received	16,080	36,303
Operating expenses paid	(195,063)	(162,898)
Reimbursements received from Manager	60,296	121,598
Purchase of financial assets at fair value through profit or loss	(13,393,474)	(52,282,712)
Proceeds from sale of financial assets at fair value through profit or loss	7,868,431	6,826,606
	<u>(3,674,878)</u>	<u>(45,165,701)</u>
Net cash used in operating activities		
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	7,612,635	48,431,646
Payments for redemption of redeemable participating shares	(3,837,503)	(3,077,188)
	<u>3,775,132</u>	<u>45,354,458</u>
Net cash provided by financing activities		
Net change in cash and cash equivalents	100,254	188,757
Cash and cash equivalents at beginning of period	<u>257,625</u>	<u>68,868</u>
Cash and cash equivalents at end of period	<u>\$ 357,879</u>	<u>\$ 257,625</u>

SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED DECEMBER 31, 2023

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.