

**SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND**

**UNAUDITED FINANCIAL STATEMENTS**

**PERIOD ENDED SEPTEMBER 30, 2023**

**SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND**

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**SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**

**(expressed in United States dollars)**

	<u>September 30, 2023</u>	<u>December 31, 2022</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 306,153	\$ 257,625
Financial assets at fair value through profit or loss (Cost: \$55,099,368 (December 2022: \$47,985,335))	52,310,412	47,332,090
Interest receivable	505,788	461,482
Receivable from Manager	<u>46,915</u>	<u>13,381</u>
Total assets	<u>53,169,268</u>	<u>48,064,578</u>
<b>LIABILITIES</b>		
Accrued expenses	19,487	40,281
Management fee payable	<u>6,646</u>	<u>6,181</u>
Liabilities (excluding net assets attributable to holders of investment shares)	<u>26,133</u>	<u>46,462</u>
<b>Net assets attributable to holders of investment shares</b>	<u>\$ 53,143,135</u>	<u>\$ 48,018,116</u>
Net asset value per investment share		
Class I \$53,141,401/6,073,727 shares (December 2022: \$48,016,367/5,450,586 shares)	<u>\$ 8.75</u>	<u>\$ 8.81</u>
Class F \$869/100 shares (December 2022: \$876/100 shares)	<u>\$ 8.69</u>	<u>\$ 8.76</u>
Class K \$865/100 shares (December 2022: \$873/100 shares)	<u>\$ 8.65</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 : November 9, 2023

**SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND**

**UNAUDITED STATEMENT OF COMPREHENSIVE LOSS**

**(expressed in United States dollars)**

	For the three month periods ended		For the nine month periods ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
<b>Income</b>				
Interest income	\$ 672,685	\$ 238,503	\$ 1,908,780	\$ 347,963
Other income	-	32,803	16,080	36,303
Net realized loss on financial assets at fair value through profit or loss	(122,382)	(498,874)	(136,415)	(522,687)
Net change in unrealized depreciation on financial assets at fair value through profit or loss	(2,340,174)	(1,216,081)	(2,135,711)	(2,018,635)
Total net loss	(1,789,871)	(1,443,649)	(347,266)	(2,157,056)
<b>Expenses</b>				
Management fees	20,496	9,864	58,979	14,798
Custodian and administration fees	16,312	11,357	45,513	44,819
Other expenses	11,315	(2,036)	25,052	19,815
Professional fees	5,280	7,557	15,686	19,949
Total operating expenses	53,403	26,742	145,230	99,381
Less: expenses reimbursed	(19,248)	(18,779)	(46,915)	(82,533)
Net operating expenses	34,155	7,963	98,315	16,848
<b>Operating loss</b>	(1,824,026)	(1,451,612)	(445,581)	(2,173,904)
<b>Decrease in net assets from operations attributable to holders of investment shares</b>	<u>\$ (1,824,026)</u>	<u>\$ (1,451,612)</u>	<u>\$ (445,581)</u>	<u>\$ (2,173,904)</u>

**SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS**

**(expressed in United States dollars)**

	<b>For the nine month periods ended</b>	
	<b><u>September 30, 2023</u></b>	<b><u>September 30, 2022</u></b>
<b>Shareholders' Equity</b>		
Share Premium	\$ 53,925,058	\$ 28,405,142
(Accumulated deficit) retained earnings	(336,342)	60,829
Decrease in net assets for the period	<u>(445,581)</u>	<u>(2,173,904)</u>
Net assets attributable to holders of investment shares	<u>\$ 53,143,135</u>	<u>\$ 26,292,067</u>

**SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND**

**UNAUDITED STATEMENT OF CASH FLOWS**

**(expressed in United States dollars)**

	<b>For the nine month periods ended</b>	
	<b><u>September 30, 2023</u></b>	<b><u>September 30, 2022</u></b>
<b>Cash flows from operating activities</b>		
Interest received	\$ 1,476,307	\$ 122,379
Other income received	16,080	36,303
Operating expenses paid	(165,559)	(127,020)
Reimbursements received from manager	13,381	39,065
Purchase of financial assets at fair value through profit or loss	(11,660,110)	(29,377,015)
Proceeds from sale of financial assets at fair value through profit or loss	4,797,829	4,585,827
	<u>(5,522,072)</u>	<u>(24,720,461)</u>
Net cash used in operating activities		
<b>Cash flows from financing activities</b>		
Proceeds from subscriptions of redeemable participating shares	6,820,600	26,884,694
Payments for redemption of redeemable participating shares	(1,250,000)	(2,679,552)
	<u>5,570,600</u>	<u>24,205,142</u>
Net cash provided by financing activities		
<b>Net change in cash and cash equivalents</b>	48,528	(515,319)
<b>Cash and cash equivalents at beginning of period</b>	<u>257,625</u>	<u>68,868</u>
<b>Cash and cash equivalents (bank overdraft) at end of period</b>	<u>\$ 306,153</u>	<u>\$ (446,451)</u>

**SCOTIA SUSTAINABLE GLOBAL CORPORATE BOND FUND**

**UNAUDITED NOTES TO FINANCIAL STATEMENTS**

**PERIOD ENDED SEPTEMBER 30, 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, 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.