

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED MARCH 31, 2024

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

INDEX TO UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED MARCH 31, 2024

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SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

	<u>March 31, 2024</u>	<u>December 31, 2023</u>
ASSETS		
Cash and cash equivalents	\$ 99,619	\$ 49,679
Financial assets at fair value through profit or loss (Cost: \$2,657,374 (December 2023: \$2,807,994))	2,256,145	2,280,822
Receivable from Manager	27,557	24,325
Dividends receivable	917	1,681
Receivable for investments sold	-	6,137
Total assets	<u>2,384,238</u>	<u>2,362,644</u>
LIABILITIES		
Accrued expenses	29,993	43,530
Management fee payable	405	398
Tax withholding liability	197	236
Liabilities (excluding net assets attributable to holders of investment shares)	<u>30,595</u>	<u>44,164</u>
Net assets attributable to holders of investment shares	<u>\$ 2,353,643</u>	<u>\$ 2,318,480</u>
Net asset value per investment share		
Class I \$2,265,976/299,800 shares (December 2023: \$2,232,104/299,800 shares)	<u>\$ 7.56</u>	<u>\$ 7.45</u>
Class F \$737/100 shares (December 2023: \$728/100 shares)	<u>\$ 7.37</u>	<u>\$ 7.28</u>
Class K \$86,930/11,709 shares (December 2023: \$85,648/11,709 shares)	<u>\$ 7.42</u>	<u>\$ 7.31</u>

Approved for issuance on behalf of Scotia Sustainable Emerging Markets Equity Fund's Board of Directors by:

Farried Sulliman
Farried Sulliman
Director

Sarah Hobbs
Sarah Hobbs
Director

Date: May 9, 2024

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

(expressed in United States dollars)

	For the three month periods ended	
	March 31, 2024	March 31, 2023
Income		
Dividend income	\$ 7,231	\$ 7,719
Other income	-	370
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	(93,489)	(31,801)
Net change in unrealized appreciation on financial assets at fair value through profit or loss and foreign currencies	125,918	155,487
Total net income	39,660	131,775
Expenses		
Custodian and administration fees	15,348	15,203
Other expenses	8,991	7,862
Professional fees	5,221	5,178
Management fees	1,160	1,240
Total operating expenses	30,720	29,483
Less: expenses reimbursed	(27,557)	(26,090)
Net operating expenses	3,163	3,393
Operating profit	36,497	128,382
Withholding taxes	(1,334)	(1,470)
Increase in net assets from operations attributable to holders of investment shares	\$ 35,163	\$ 126,912

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the three month periods ended	
	<u>March 31, 2024</u>	<u>March 31, 2023</u>
<u>Shareholders' Equity</u>		
Share Premium	\$ 3,079,106	\$ 3,120,000
Accumulated deficit	(760,626)	(782,790)
Increase in net assets for the period	<u>35,163</u>	<u>126,912</u>
Net assets attributable to holders of investment shares	<u>\$ 2,353,643</u>	<u>\$ 2,464,122</u>

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	For the three month periods ended	
	<u>March 31, 2024</u>	<u>March 31, 2023</u>
Cash flows from operating activities		
Dividend received	\$ 6,622	\$ 3,262
Other income received	-	370
Operating expenses paid	(44,250)	(55,918)
Reimbursements received from Manager	24,325	-
Purchase of financial assets at fair value through profit or loss	(104,491)	(53,209)
Proceeds from sale of financial assets at fair value through profit or loss	167,734	62,759
	<u>49,940</u>	<u>(42,736)</u>
Net cash provided by (used in) operating activities		
	49,940	(42,736)
Net change in cash and cash equivalents		
	49,940	(42,736)
Cash and cash equivalents at beginning of period		
	<u>49,679</u>	<u>84,527</u>
Cash and cash equivalents at end of period		
	<u>\$ 99,619</u>	<u>\$ 41,791</u>
Supplemental cash flow disclosures		
Tax withheld	<u>\$ 1,373</u>	<u>\$ 668</u>

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED MARCH 31, 2024

1. General

Scotia Sustainable Emerging Markets Equity Fund (the "Company") was incorporated in the Cayman Islands on October 29, 2020 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, 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 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.