

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

(IN LIQUIDATION)

UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED AUGUST 30, 2024

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

(IN LIQUIDATION)

INDEX TO UNAUDITED FINANCIAL STATEMENTS

PERIOD ENDED AUGUST 30, 2024

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SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

(IN LIQUIDATION)

UNAUDITED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

	<u>August 30, 2024</u>	<u>December 31, 2023</u>
ASSETS		
Cash and cash equivalents	\$ 2,220,727	\$ 49,679
Financial assets at fair value through profit or loss (Cost: \$NIL (December 2023: \$2,807,994))	-	2,280,822
Receivable from Manager	103,923	24,325
Receivable for investments sold	-	6,137
Dividends receivable	-	1,681
Total assets	<u>2,324,650</u>	<u>2,362,644</u>
LIABILITIES		
Redemptions payable	2,273,913	-
Accrued expenses	50,337	43,530
Management fee payable	400	398
Tax withholding liability	-	236
Liabilities (excluding net assets attributable to holders of investment shares)	<u>2,324,650</u>	<u>44,164</u>
Net assets attributable to holders of investment shares	\$ -	\$ 2,318,480
Net asset value per investment share		
Class I \$NIL/NIL shares (December 2023: \$2,232,104/299,800 shares)	<u>\$ -</u>	<u>\$ 7.45</u>
Class F \$NIL/NIL shares (December 2023: \$728/100 shares)	<u>\$ -</u>	<u>\$ 7.28</u>
Class K \$NIL/NIL shares (December 2023: \$85,648/11,709 shares)	<u>\$ -</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: November 4, 2024

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

(IN LIQUIDATION)

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME (LOSS)

(expressed in United States dollars)

	<u>For the three month periods ended</u>		<u>For the nine month periods ended</u>	
	<u>August 30, 2024*</u>	<u>September 30, 2023</u>	<u>August 30, 2024*</u>	<u>September 30, 2023</u>
Income				
Dividend income	\$ -	\$ 13,322	\$ 19,906	\$ 39,779
Other income	-	322	-	692
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	(102)	(82)	(491,209)	(66,532)
Net change in unrealized appreciation (depreciation) on financial assets at fair value through profit or loss and foreign currencies	93	(174,342)	527,339	(25,712)
Total net income (loss)	<u>(9)</u>	<u>(160,780)</u>	<u>56,036</u>	<u>(51,773)</u>
Expenses				
Other expenses	24,740	9,720	42,978	26,697
Custodian and administration fees	10,294	13,303	40,988	46,179
Professional fees	15,911	5,475	26,354	15,991
Management fees	786	1,262	3,122	3,730
Total operating expenses	<u>51,731</u>	<u>29,760</u>	<u>113,442</u>	<u>92,597</u>
Less: expenses reimbursed	<u>(49,611)</u>	<u>(12,634)</u>	<u>(103,939)</u>	<u>(68,744)</u>
Net operating expenses	<u>2,120</u>	<u>17,126</u>	<u>9,503</u>	<u>23,853</u>
Operating gain (loss)	<u>(2,129)</u>	<u>(177,906)</u>	<u>46,533</u>	<u>(75,626)</u>
Withholding taxes	-	(1,928)	(2,305)	(5,044)
Increase (decrease) in net assets from operations attributable to holders of investment shares	<u>\$ (2,129)</u>	<u>\$ (179,834)</u>	<u>\$ 44,228</u>	<u>\$ (80,670)</u>

*The Company liquidated on August 30, 2024.

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

(IN LIQUIDATION)

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

(expressed in United States dollars)

	For the nine month periods ended	
	<u>August 30, 2024*</u>	<u>September 30, 2023</u>
<u>Shareholders' Equity</u>		
Share Premium	\$ 716,398	\$ 3,168,500
Accumulated deficit	(760,626)	(782,790)
Increase (decrease) in net assets for the period	<u>44,228</u>	<u>(80,670)</u>
Net assets attributable to holders of investment shares	<u>\$ -</u>	<u>\$ 2,305,040</u>

*The Company liquidated on August 30, 2024.

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

(IN LIQUIDATION)

UNAUDITED STATEMENT OF CASH FLOWS

(expressed in United States dollars)

	For the nine month periods ended	
	August 30, 2024*	September 30, 2023
Cash flows from operating activities		
Dividend received	\$ 19,046	\$ 31,285
Other income received	-	692
Operating expenses paid	(106,633)	(111,309)
Reimbursements received from Manager	24,341	26,486
Purchase of financial assets at fair value through profit or loss	(126,030)	(71,758)
Proceeds from sale of financial assets at fair value through profit or loss	2,449,119	73,740
	<u>2,259,843</u>	<u>(50,864)</u>
Net cash provided by (used in) operating activities		
	2,259,843	(50,864)
Cash flows from financing activities		
Proceeds from subscriptions of investment shares	-	52,000
Payments for redemptions of investment shares	(88,795)	(3,500)
	<u>(88,795)</u>	<u>48,500</u>
Net cash (used in) provided by financing activities		
	(88,795)	48,500
Net change in cash and cash equivalents	2,171,048	(2,364)
Cash and cash equivalents at beginning of period	49,679	84,527
Cash and cash equivalents at end of period	<u>\$ 2,220,727</u>	<u>\$ 82,163</u>
Supplemental cash flow disclosures		
Tax withheld	<u>\$ 2,541</u>	<u>\$ 4,787</u>

*The Company liquidated on August 30, 2024.

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

(IN LIQUIDATION)

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED AUGUST 30, 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 was an open ended investment company which may have issued and redeemed its shares at a price based on the underlying net asset value. The registered office of the Fund was located at 18 Forum Lane, 2nd Floor, Camana Bay, Grand Cayman, P.O. Box 501, KY1-1106. The Company had 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 were accounted for on a trade date basis. Realized gains and losses on the sales of portfolio securities were calculated on an average cost basis. Interest was recorded on an accrual basis and dividend income was recognized on the ex-dividend date. On May 9, 2024, the Board of Directors, in consultation with the Manager, deemed that it was no longer viable to continue the investment strategy of the Company and therefore decided to cease the investment operations effective August 30, 2024. These financial statements have therefore been prepared using a non-going concern basis of accounting. In this instance, there is no material difference between the going concern and non-going concern basis of accounting.