

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED FINANCIAL STATEMENTS**

**QUARTER ENDED SEPTEMBER 30, 2021**

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

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**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**

**AS OF SEPTEMBER 30, 2021**

**(expressed in United States dollars)**

	<b><u>30-Sep-21</u></b>	<b><u>30-Jun-21</u></b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 42,446	\$ 36,065
Financial assets at fair value through profit and loss (Cost: \$2,914,040 (June 2021: \$2,970,765))	2,707,387	3,076,542
Receivable from Manager	54,640	17,353
Dividends receivable	<u>2,452</u>	<u>2,871</u>
Total assets	<u>2,806,925</u>	<u>3,132,831</u>
<b>LIABILITIES</b>		
Accrued expenses	53,637	17,146
Tax withholding liability	314	254
Management fee payable	11	4
Payable for investments purchased	<u>-</u>	<u>1,001</u>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	<u>53,962</u>	<u>18,405</u>
<b>Net assets attributable to holders of redeemable participating shares</b>	<b>\$ <u>2,752,963</u></b>	<b>\$ <u>3,114,426</u></b>
Net asset value per redeemable participating share		
Class A		
\$911/100 shares (June 2021: \$1,036/100 shares)	<b>\$ <u>9.11</u></b>	<b>\$ <u>10.36</u></b>
Class I		
\$2,751,138/299,800 shares (June 2021: \$3,112,353/299,800 shares)	<b>\$ <u>9.18</u></b>	<b>\$ <u>10.38</u></b>
Class F		
\$914/100 shares (June 2021: \$1,037/100 shares)	<b>\$ <u>9.14</u></b>	<b>\$ <u>10.37</u></b>

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

Farried Suliman  
Farried Suliman  
Director

Adrian Stokes  
Adrian Stokes  
Director

Date: November 12, 2021

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**  
**UNAUDITED STATEMENT OF COMPREHENSIVE (LOSS) INCOME**  
**QUARTER ENDED SEPTEMBER 30, 2021**  
**(expressed in United States dollars)**

	<b><u>30-Sep-21</u></b>	<b><u>For the period from 18-May-21 (commencement of operations) to 30-Jun-21</u></b>
<b>Income</b>		
Dividend income	\$ 8,893	\$ 6,735
Net realized (loss) gain on financial assets at fair value through profit or loss and foreign currencies	(54,381)	3,779
Net change in unrealized (depreciation) appreciation on financial assets at fair value through profit or loss and foreign currencies	<u>(312,391)</u>	<u>105,771</u>
Total net (loss) income	<u>(357,879)</u>	<u>116,285</u>
<b>Expenses</b>		
Custodian and administration fees	19,169	8,960
Other expenses	13,861	6,477
Professional fees	6,805	3,181
Management fees	<u>7</u>	<u>4</u>
Total operating expenses	<u>39,842</u>	<u>18,622</u>
Less: expenses reimbursed	<u>(37,287)</u>	<u>(17,353)</u>
Net operating expenses	<u>2,555</u>	<u>1,269</u>
<b>Operating (loss) gain</b>	<u>(360,434)</u>	<u>115,016</u>
Withholding taxes	<u>(1,029)</u>	<u>(590)</u>
<b>(Decrease) increase in net assets from operations attributable to holders of redeemable participating shares</b>	<u>\$ (361,463)</u>	<u>\$ 114,426</u>

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS**

**QUARTER ENDED SEPTEMBER 30, 2021**

**(expressed in United States dollars)**

<b><u>Shareholders' Equity</u></b>	<b><u>30-Sep-21</u></b>	<b><u>For the period from 18-May-21 (commencement of operations) to 30-Jun-21</u></b>
Share Capital	\$ 3,000	\$ 3,000
Share Premium	2,997,000	2,997,000
Retained Earnings	114,426	-
(Decrease) increase in net assets for the period	<u>(361,463)</u>	<u>114,426</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 2,752,963</u>	<u>\$ 3,114,426</u>

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED STATEMENT OF CASH FLOWS**

**QUARTER ENDED SEPTEMBER 30, 2021**

**(expressed in United States dollars)**

	<b><u>30-Sep-21</u></b>	<b><u>For the period from 18-May-21 (commencement of operations) to 30-Jun-21</u></b>
<b>Cash flows from operating activities</b>		
Dividend received	\$ 8,343	\$ 3,528
Operating expenses paid	(3,344)	(1,472)
Purchase of financial assets at fair value through profit and loss	(273,254)	(3,027,950)
Proceeds from sale of financial assets at fair value through profit and loss	<u>274,636</u>	<u>61,959</u>
Net cash provided by (used in) operating activities	<u>6,381</u>	<u>(2,963,935)</u>
<b>Cash flows from financing activities</b>		
Proceeds from subscriptions of redeemable participating shares	<u>-</u>	<u>3,000,000</u>
Net cash provided by financing activities	<u>-</u>	<u>3,000,000</u>
<b>Net change in cash and cash equivalents</b>	6,381	36,065
<b>Cash and cash equivalents at beginning of period</b>	<u>36,065</u>	<u>-</u>
<b>Cash and cash equivalents at end of period</b>	<u><u>\$ 42,446</u></u>	<u><u>\$ 36,065</u></u>
<b>Supplemental cash flow disclosures</b>		
Tax withheld	<u><u>\$ 969</u></u>	<u><u>\$ 336</u></u>

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED NOTES TO FINANCIAL STATEMENTS**

**QUARTER ENDED SEPTEMBER 30, 2021**

**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, 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.