

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED FINANCIAL STATEMENTS

QUARTER ENDED DECEMBER 31, 2021

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

INDEX TO UNAUDITED FINANCIAL STATEMENTS

QUARTER ENDED DECEMBER 31, 2021

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SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION

AS OF DECEMBER 31, 2021

(expressed in United States dollars)

	<u>31-Dec-21</u>	<u>30-Sep-21</u>
ASSETS		
Cash and cash equivalents	\$ 64,796	\$ 42,446
Financial assets at fair value through profit and loss (Cost: \$2,928,933 (September 2021: \$2,914,040))	2,669,776	2,707,387
Receivable from Manager	37,410	54,640
Dividends receivable	986	2,452
Total assets	<u>2,772,968</u>	<u>2,806,925</u>
LIABILITIES		
Accrued expenses	73,894	53,637
Tax withholding liability	210	314
Management fee payable	18	11
Liabilities (excluding net assets attributable to holders of investment shares)	<u>74,122</u>	<u>53,962</u>
Net assets attributable to holders of investment shares	<u>\$ 2,698,846</u>	<u>\$ 2,752,963</u>
Net asset value per investment share		
Class A \$888/100 shares (September 2021: \$911/100 shares)	<u>\$ 8.88</u>	<u>\$ 9.11</u>
Class I \$2,697,064/299,800 shares (September 2021: \$2,751,138/299,800 shares)	<u>\$ 9.00</u>	<u>\$ 9.18</u>
Class F \$894/100 shares (September 2021: \$914/100 shares)	<u>\$ 8.94</u>	<u>\$ 9.14</u>

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

Farried Sulliman
Farried Sulliman
Director

Kiyomi Daniel
Kiyomi Daniel
Director

Date: February 11, 2022

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF COMPREHENSIVE LOSS

QUARTER ENDED DECEMBER 31, 2021

(expressed in United States dollars)

	<u>31-Dec-21</u>	<u>30-Sep-21</u>
Income		
Dividend income	\$ 6,023	\$ 8,893
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	(4,364)	(54,381)
Net change in unrealized depreciation on financial assets at fair value through profit or loss and foreign currencies	<u>(52,469)</u>	<u>(312,391)</u>
Total net loss	<u>(50,810)</u>	<u>(357,879)</u>
Expenses		
Custodian and administration fees	19,169	19,169
Other expenses	13,857	13,861
Professional fees	6,805	6,805
Management fees	<u>7</u>	<u>7</u>
Total operating expenses	<u>39,838</u>	<u>39,842</u>
Less: expenses reimbursed	<u>(37,408)</u>	<u>(37,287)</u>
Net operating expenses	<u>2,430</u>	<u>2,555</u>
Operating loss	<u>(53,240)</u>	<u>(360,434)</u>
Withholding taxes	<u>(877)</u>	<u>(1,029)</u>
Decrease in net assets from operations attributable to holders of investment shares	<u>\$ (54,117)</u>	<u>\$ (361,463)</u>

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

QUARTER ENDED DECEMBER 31, 2021

(expressed in United States dollars)

<u>Shareholders' Equity</u>	<u>31-Dec-21</u>	<u>30-Sep-21</u>
Share Capital	\$ 3,000	\$ 3,000
Share Premium	2,997,000	2,997,000
Retained Earnings	(247,037)	114,426
Decrease in net assets for the period	<u>(54,117)</u>	<u>(361,463)</u>
Net assets attributable to holders of investment shares	\$ <u>2,698,846</u>	\$ <u>2,752,963</u>

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED STATEMENT OF CASH FLOWS

QUARTER ENDED DECEMBER 31, 2021

(expressed in United States dollars)

	<u>31-Dec-21</u>	<u>30-Sep-21</u>
Cash flows from operating activities		
Dividend received	\$ 6,508	\$ 8,343
Operating expenses paid	(19,574)	(3,344)
Reimbursements received from Manager	54,638	-
Purchase of financial assets at fair value through profit and loss	(103,118)	(273,254)
Proceeds from sale of financial assets at fair value through profit and loss	<u>83,896</u>	<u>274,636</u>
Net cash provided by operating activities	<u>22,350</u>	<u>6,381</u>
Net change in cash and cash equivalents	22,350	6,381
Cash and cash equivalents at beginning of period	<u>42,446</u>	<u>36,065</u>
Cash and cash equivalents at end of period	<u>\$ 64,796</u>	<u>\$ 42,446</u>
Supplemental cash flow disclosures		
Tax withheld	<u>\$ 981</u>	<u>\$ 969</u>

SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

QUARTER ENDED DECEMBER 31, 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, 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.