

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED FINANCIAL STATEMENTS**

**QUARTER ENDED MARCH 31, 2022**

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

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**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**

**AS OF MARCH 31, 2022**

**(expressed in United States dollars)**

	<b><u>31-Mar-22</u></b>	<b><u>31-Dec-21</u></b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 60,648	\$ 64,796
Financial assets at fair value through profit and loss (Cost: \$2,869,869 (December 2021: \$2,928,933))	2,397,386	2,669,776
Receivable from Manager	36,584	37,410
Dividends receivable	7,175	986
Receivable for investments sold	2,417	-
Total assets	<u>2,504,210</u>	<u>2,772,968</u>
<b>LIABILITIES</b>		
Accrued expenses	55,564	73,894
Tax withholding liability	1,533	210
Management fee payable	575	18
Liabilities (excluding net assets attributable to holders of investment shares)	<u>57,672</u>	<u>74,122</u>
<b>Net assets attributable to holders of investment shares</b>	<b><u>\$ 2,446,538</u></b>	<b><u>\$ 2,698,846</u></b>
Net asset value per investment share		
Class I \$2,444,926/299,800 shares (December 2021: \$2,697,064/299,800 shares)	<u>\$ 8.16</u>	<u>\$ 9.00</u>
Class F \$809/100 shares (December 2021: \$894/100 shares)	<u>\$ 8.09</u>	<u>\$ 8.94</u>
Class K \$803/100 shares (December 2021: \$000/000 shares)	<u>\$ 8.03</u>	<u>\$ 0.00</u>
Class A \$000/000 shares (December 2021: \$888/100 shares)	<u>\$ 0.00</u>	<u>\$ 8.88</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: May 12, 2022

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED STATEMENT OF COMPREHENSIVE LOSS**

**QUARTER ENDED MARCH 31, 2022**

**(expressed in United States dollars)**

	<b><u>31-Mar-22</u></b>	<b><u>31-Dec-21</u></b>
<b>Income</b>		
Dividend income	\$ 8,970	\$ 6,023
Net realized loss on financial assets at fair value through profit or loss and foreign currencies	(42,920)	(4,364)
Net change in unrealized depreciation on financial assets at fair value through profit or loss and foreign currencies	<u>(213,471)</u>	<u>(52,469)</u>
Total net loss	<u>(247,421)</u>	<u>(50,810)</u>
<b>Expenses</b>		
Custodian and administration fees	18,891	19,169
Other expenses	13,559	13,857
Professional fees	6,657	6,805
Management fees	<u>557</u>	<u>7</u>
Total operating expenses	<u>39,664</u>	<u>39,838</u>
Less: expenses reimbursed	<u>(36,582)</u>	<u>(37,408)</u>
Net operating expenses	<u>3,082</u>	<u>2,430</u>
<b>Operating loss</b>	<u>(250,503)</u>	<u>(53,240)</u>
Withholding taxes	<u>(1,805)</u>	<u>(877)</u>
<b>Decrease in net assets from operations attributable to holders of investment shares</b>	<u>\$ (252,308)</u>	<u>\$ (54,117)</u>

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS**

**QUARTER ENDED MARCH 31, 2022**

**(expressed in United States dollars)**

<b><u>Shareholders' Equity</u></b>	<b><u>31-Mar-22</u></b>	<b><u>31-Dec-21</u></b>
Share Capital	\$ -	\$ 3,000
Share Premium	3,000,000	2,997,000
Retained Earnings	(301,154)	(247,037)
Decrease in net assets for the period	<u>(252,308)</u>	<u>(54,117)</u>
Net assets attributable to holders of investment shares	\$ <u>2,446,538</u>	\$ <u>2,698,846</u>

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED STATEMENT OF CASH FLOWS**

**QUARTER ENDED MARCH 31, 2022**

**(expressed in United States dollars)**

	<b><u>31-Mar-22</u></b>	<b><u>31-Dec-21</u></b>
<b>Cash flows from operating activities</b>		
Dividend received	\$ 2,299	\$ 6,508
Operating expenses paid	(57,437)	(19,574)
Reimbursements received from Manager	37,408	54,638
Purchase of financial assets at fair value through profit and loss	(105,883)	(103,118)
Proceeds from sale of financial assets at fair value through profit and loss	<u>119,465</u>	<u>83,896</u>
Net cash (used in) provided by operating activities	<u>(4,148)</u>	<u>22,350</u>
<b>Net change in cash and cash equivalents</b>	<b>(4,148)</b>	<b>22,350</b>
<b>Cash and cash equivalents at beginning of period</b>	<b><u>64,796</u></b>	<b><u>42,446</u></b>
<b>Cash and cash equivalents at end of period</b>	<b><u>\$ 60,648</u></b>	<b><u>\$ 64,796</u></b>
<b>Supplemental cash flow disclosures</b>		
Tax withheld	<u>\$ 482</u>	<u>\$ 981</u>

**SCOTIA SUSTAINABLE EMERGING MARKETS EQUITY FUND**

**UNAUDITED NOTES TO FINANCIAL STATEMENTS**

**QUARTER ENDED MARCH 31, 2022**

**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.