

Scotia Conservative Government Bond Capital Yield Class - Series A

Canadian Fixed Income

Investment Objective

The fund's objective is to provide income and modest capital gains by primarily providing exposure to bonds and treasury bills issued or guaranteed by Canadian federal, provincial and municipal governments or agency of such governments, and money market instruments of Canadian issuers, including commercial paper, bankers' acceptances, asset-backed or mortgage-backed securities and guaranteed investment certificates.

Reasons for Investing

- Conservative nature - Invests primarily in shorter term, high-quality government securities.
- Interest-rate risk reduced as maturities are limited to 10 years or less.

Risk Rating



Time Horizon — Medium-Long

FUND ESSENTIALS

Inception Date	May 28, 2012
Total Assets \$mil	1.99
Min. Initial Inv.(\$)	1,000
Min. Additional Inv.(\$)	50
Income Distribution	Annually
Capital Distribution	Annually
MER % (as of 12/31/2017)	1.38
NAV \$	9.75
Benchmark	50% FTSE TMX Canada All Government Short Bond Index, 50% FTSE TMX Canada All Government Mid Bond Index

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	BNS1305

Portfolio Manager(s)

Kevin Pye 1832 Asset Management L.P.

Management 1832 Asset Management L.P.

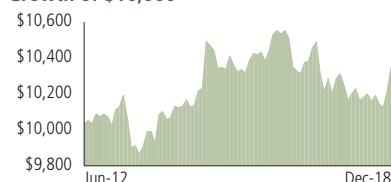
Telephone 1 800 268-9269

Website www.scotiafunds.com

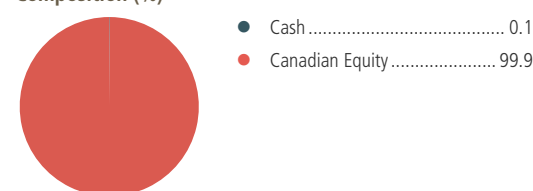
PERFORMANCE & PORTFOLIO ANALYSIS

Compound returns (%)	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Incep.			
Fund	1.34	2.08	1.50	1.01	-0.10	0.85	--	0.61			
Calendar Year Returns (%)	YTD	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Fund	1.01	-0.74	-0.58	1.52	3.09	-1.46	--	--	--	--	--
Distributions (\$/unit)	YTD	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	--	--	0.34	0.26	--	0.05	--	--	--	--	--
Capital Gains	--	--	0.34	0.26	--	0.05	--	--	--	--	--

Growth of \$10,000



Composition (%)



Credit Quality* (%)

Top 10 Holdings	% Assets
Scotia Private Short-Mid Government Bond Pool	99.9
Total	99.9

Geographic Allocation (%)

Canada	100.0
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Fixed Income Breakdown (%)

Short-term investments (Cash & Other)	100.0
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Total Portfolio Holdings

Stock Holdings	1
Bond Holdings	0
Other Holdings	1
Total Number of Underlying Holdings	2

* Please note: This fund is closed to new purchases and switches effective April 12, 2013.

* Ratings are statements of opinion and are not statements of fact or recommendations to purchase, hold or sell securities. They do not address the market value of securities or the suitability of securities for investment purposes, and should not be relied on as investment advice. Neither Standard & Poor's nor any of its affiliates shall be liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, legal fees, or losses (including lost income or profits and opportunity costs or losses caused by negligence) in connection with any credit ratings.

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MANAGER BIO



Kevin Pye
Manager Since May 29, 2012
1832 Asset Management L.P.

Kevin Pye is Vice President & Portfolio Manager at 1832 Asset Management L.P. Kevin has been a member of the fixed income team at 1832 Asset Management L.P. and predecessor companies where he was responsible for the management of institutional accounts with mandates that have an average term of 10 years or less. Kevin holds the CFA designation and has a B.A. from The University of Western Ontario, and an M.A. from Wilfrid Laurier University.

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Fund prices are provided for information purposes only. All information pertains to Series A units of the fund unless stated otherwise. Units of the fund are only available for sale to residents of Canada, unless the laws of a foreign jurisdiction permit sales to its residents. Please contact your financial advisor for more details. The contents of this document should not be considered an offer to sell to, or a solicitation to buy mutual fund units from, any person in a jurisdiction where such offer or solicitation is considered unlawful.

IMPORTANT MUTUAL FUND INFORMATION

Commissions, trailing commissions, management fees and expenses may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed or insured by the Canada Deposit Insurance Corporation or any other government deposit insurer, their values change frequently and past performance may not be repeated. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and does not take into account sales, redemption, distribution or optional charges or incomes taxes payable by any security holder that would have reduced returns.

1832 Asset Management L.P., as Manager of the ScotiaFunds, may compensate its staff and any appointed sub-distributor by regular payments based on the net asset value (NAV) of units held by investors. For further details, please refer to the Simplified Prospectus.