

Scotia Pacific Rim Fund

Benchmark
MSCI AC Far East GR CAD

Fund Category
Asia Pacific Equity

Morningstar Rating™
★★★

Investment Objective

The fund's objective is long-term capital growth. It invests primarily in a broad range of equity securities of companies in the western portion of the Pacific Rim.

Reasons for Investing

- ▶ Offers broad exposure to Asian equity markets supported by two dedicated local research departments in Tokyo and Singapore.
- ▶ Provides exposure to both developed and emerging market economies within the region.
- ▶ Holds investments that are often not accessible or are unknown to an individual investor.

Risk Rating



Time Horizon 5 years or more

Fund Essentials

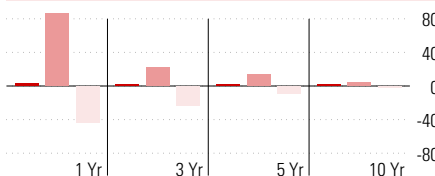
Inception Date	October 1994
Total Assets \$Mil	24.15
Min. Initial Inv.(\$)	500
Min. Additional Inv.(\$)	50
Income Distribution	Annually
Capital Distribution	Annually
MER %	2.83
NAV \$ as of 10-31-2009	10.49

Class Options

Class	Load Structure	Currency	Fund Code
A	No Load	CAD	BNS363
F	No Load	CAD	BNS563

Management Company: Scotia Asset Management
Telephone: 800 268-9269
Web Site: www.scotiafunds.com

Performance Analysis as of 10-31-2009



Best/Worst Periods (%)	1 Yr	3 Yr	5 Yr	10 Yr
Avg.	2.7	2.2	2.2	1.4
Best	86.8	22.0	13.7	4.5
Worst	-43.2	-23.3	-9.5	-1.3
No. of Periods	169	145	121	61
% Positive	52.1	56.6	56.2	77.0

Trailing Returns (%)	1 Mth	3 Mth	6 Mth	1 Yr	2 Yr	3 Yr	5 Yr	10 Yr
Fund	-1.6	1.6	16.9	18.4	-17.2	-5.5	3.1	-1.3
Benchmark	-1.0	1.6	13.0	17.8	-10.2	-4.7	3.2	-2.6
Quartile	3	3	2	3	4	3	3	3

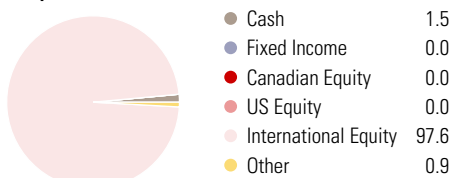
Calendar Year Returns (%)	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	YTD
Fund	80.1	-27.8	-13.8	-15.3	17.3	-0.4	26.4	11.1	5.0	-35.6	13.3
Benchmark	52.9	-27.5	-18.1	-10.9	13.2	7.9	21.3	13.3	-6.7	-23.2	9.6
Quartile	2	3	3	4	3	4	1	4	1	4	3

Distributions (\$/unit)

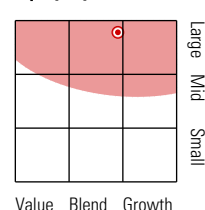
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Total	—	—	—	—	—	—	—	—	—	—	—
Income	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—

Portfolio Analysis as of 09-30-2009

Composition



Equity Style



Market Cap

Market Cap	%
Giant	45.1
Large	39.7
Medium	14.5
Small	0.6
Micro	0.0

Geographic Allocation

Geographic Allocation	% Assets
Japan	29.7
Australia	14.6
China	11.0
South Korea	9.3
Hong Kong	8.7

Top 5 Sector Allocation

Top 5 Sector Allocation	% Assets
Financials	30.8
Industrial	16.8
Information Technology	14.1
Consumer Discretionary	11.7
Materials	10.6

Top Holdings

Top Holdings	% Assets
Commonwealth Bank of Australia	3.1
Hong Kong Exchanges	2.9
PT United Tractors	2.5
BHP Billiton Limited	2.4
Westpac Banking Corporation	2.4
Samsung Electronics	2.1
State Bank of India (GDR)	1.8
China Life Insurance	1.6
Robinsons Land	1.6
Terumo Corp.	1.6
PT Bank Rakyat Indonesia (Persero)	1.5
East Japan Railway	1.5
Cash & Cash Equivalents	1.5
Sumitomo Mitsui Financial Group, Inc.	1.5
Kerry Properties Ltd.	1.4

Top Holdings Cont'd

Top Holdings Cont'd	% Assets
Suzuki Motor Corp.	1.3
Nidec Corp	1.3
LG Chem Ltd	1.3
Honda Motor Company	1.3
Hon Hai Precision	1.2
Larsen & Toubro Limited	1.2
Asx Limited	1.2
Woodside Petroleum Limited	1.2
Hyundai Mobis	1.2
Genting Singapore PLC	1.1

Total Number of Portfolio Holdings	106
Total Number of Stock Holdings	103
Total Number of Bond Holdings	0
Total Number of Other Holdings	3
Total Number of Underlying Holdings	106

Scotia Pacific Rim Fund

Portfolio Advisor Overview

Manager Bio



Marco Wong
Manager Since 2003-3-1
Société Générale Asset Management

Marco joined Société Générale Asset Management in 1986. He started his career in the Tokyo office as analyst and portfolio manager in Japanese equities and convertible bonds. Marco spent 2 years in the Tokyo office as Head of Pacific Rim.

Additional Information

You can find additional information about each fund in its annual information form, its most recently filed annual and interim financial statements, and its most recently filed annual and interim management reports of fund performance.

You can get a copy of these documents, at no charge, by calling 1 800 268-9269 for English or 1 800 387-5004 for French, or from your dealer or broker. You can also download these documents from our website at www.scotiafunds.com, or from SEDAR at www.sedar.com.

Portfolio Advisor Quarterly Commentary as of 09-30-2009

The return of Scotia Pacific Rim Fund was 5.99% over the quarter versus the benchmark MSCI All-Country Pacific Free Index return of 6.59% (both fund and index returns are in Canadian dollars).

Taiwan was among the best performers in the region, driven by the financials sector as investors looked favourably upon companies in this sector due to the cross-strait relationship between Taiwan and China. Thailand also outperformed, led by capital goods and real estate companies, on the expectation of a government stimulus plan in a new fiscal year. The Japanese equity market was the weak market within the

region, as financial companies dragged down the market's performance on concerns of the possible tightening of capital adequacy regulations.

The portfolio advisor remains bullish on the outlook for Asia Pacific equity markets. However, since overall valuations are no longer cheap, the portfolio advisor believes that for the market to continue its uptrend, earnings upgrades are needed. The portfolio advisor has positioned the fund for growth, and in their opinion, has successfully avoided turning back to a more defensive position too early.

Disclosure

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IMPORTANT MUTUAL FUND INFORMATION

ScotiaFunds are managed by Scotia Asset Management LP, a corporate entity separate from, although wholly-owned by, The Bank of Nova Scotia.

Fund prices are provided for information purposes only. All information pertains to Class 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 information about the fund is contained in the Simplified Prospectus, which should be read carefully before investing. Commissions, trailing commissions, management fees and expenses may be associated with mutual fund investments. The performance data provided assumes reinvestment of distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. There can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment will be returned to you. Mutual funds are not covered by the Canada Deposit Insurance Corporation (CDIC) or by any other government deposit insurer. Past performance may not be repeated.

Scotia Asset Management LP, 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.