Scotiabank Global Growth Fund

October 30, 2009

FUND DESCRIPTION

This Fund invests in high-quality global securities, providing investors with an opportunity to achieve long-term capital growth. Investments may include equities, preferred stocks and derivatives.

Investment objective: The objective of this Fund is long term capital growth.

Inception date: August 31, 1994.

FUND ADVISOR:

AllianceBernstein brings together more than three decades of Alliance Capital Management's expertise in growth investing and Bernstein's excellence in value management. With over US $740 billion in assets under management, AllianceBernstein's clients include private and public pension plans, foundations and endowments, insurance companies and governments in more than 45 countries. Over 265 analysts operating in 12 countries provide expert global market research.

FUND QUICK FACTS:

Mgmnt Fee: 2.00%

NAV: US$ 1.8498

AUM: US$ 11,503,858.95

Bench Mark: MSCI World Index

Fund Code: SBF 103

Number of Holdings: 157

SALES CHARGES

A front-end load may apply.

ASSET CLASS

Growth.

MARKET COMMENTARY

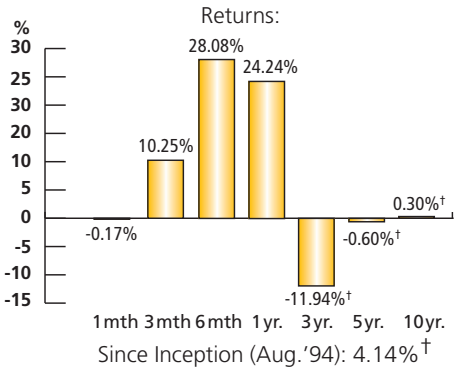
During the quarter, the Scotiabank Global Growth Fund outperformed its benchmark due to positive security selection. The Fund returned 17.74% as strong stock picking in the finance and consumer cyclicals sectors added to returns.

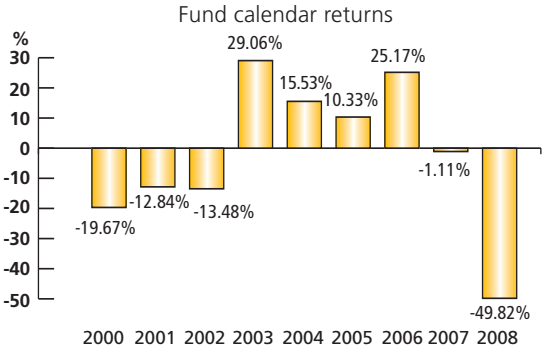
Equity markets rallied further in the third quarter as investors gained confidence that a sustainable economic recovery is under way. The second consecutive quarter of gains started off with positive news, as better-than-expected Japanese confidence and Chinese and US manufacturing data lifted the market. In August, encouraging macro and earnings data drove the market's strong performance, along with AIG's announcement that it planned to repay government bailout funds.

Several finance holdings ranked among the top contributors to performance. Contributors included media stocks CBS and News Corp, which benefited from enthusiasm about a recovery in advertising spending. Bombardier also contributed after the transportation equipment manufacturer beat second-quarter earnings expectations. On the negative side Ericsson, Corning and Safeway detracted from returns.

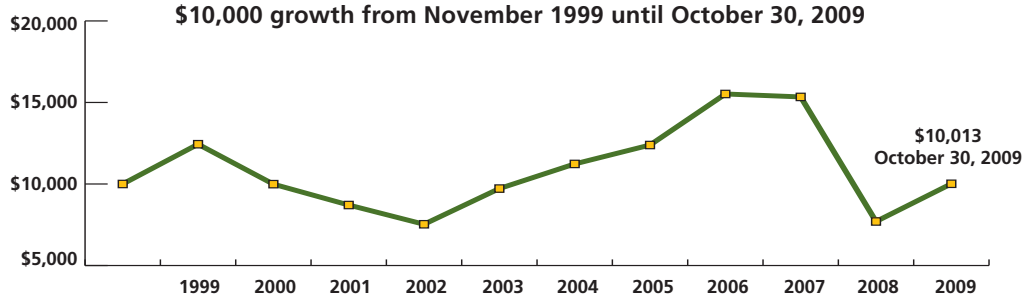
FUND PERFORMANCE

The Fund returned -0.17% for the month, compared to MSCI World Index, which returned -1.85%.





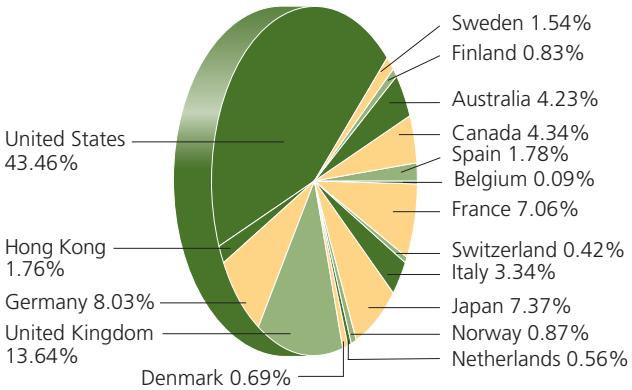
Net Asset Values and performance figures are net of all Fund expenses.



PORTFOLIO BREAKDOWN^

SECTORS:	Fund %	Index/ Benchmark %
Financials	22.84	21.62
Cons. Discretionary	13.06	9.26
Energy	11.16	10.83
Inform. Technology	10.42	11.51
Industrials	9.75	10.49
Telecom. Services	8.74	4.46
Health Care	8.41	10.11
Consumer Staples	7.83	10.02
Utilities	5.54	4.71
Materials	2.24	6.98
Total	**100.0**	**100.0**

LARGEST HOLDINGS:
CBS Corp., Royal Dutch Shell, Pfizer, AT&T Inc.,Procter & Gamble.



Important information about Scotiabank Mutual Funds is contained in the Funds' prospectus. Copies are available from Scotiabank and Scotiatrust branches and should be read carefully before investing. Share values and investment returns for the Funds will fluctuate. Past performance is not indicative of future performance. Scotiabank Mutual Funds are not insured by, nor guaranteed by, The Bank of Nova Scotia.

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