

SCOTIABANK MONEY MARKET FUND
UNAUDITED FINANCIAL STATEMENTS
QUARTER ENDED MARCH 31, 2018

SCOTIABANK MONEY MARKET FUND
INDEX TO UNAUDITED FINANCIAL STATEMENTS
QUARTER ENDED MARCH 31, 2018

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SCOTIABANK MONEY MARKET FUND
UNAUDITED STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2018
(expressed in United States dollars)

	<u>31-Mar-18</u>	<u>31-Dec-17</u>	<u>31-Mar-17</u>
ASSETS			
Cash and cash equivalents	\$ 3,876,798	\$ 2,376,941	\$ 3,735,972
Financial assets at fair value through profit and loss (Amortized cost: \$102,011,323 (December 2017: \$110,797,216; March 2017: \$165,307,983))	101,972,332	110,781,753	165,307,983
Interest receivable	319,200	315,484	297,427
Subscriptions receivable	264,285	993,153	323,475
Receivable from Manager	13,969	-	13,260
	<u>106,446,584</u>	<u>114,467,331</u>	<u>169,678,117</u>
LIABILITIES			
Redemptions payable	460,930	7,808	30,455
Management fee payable	53,596	64,836	82,160
Accrued expenses	20,059	41,676	38,467
Payable for investments purchased	-	-	1,001,718
	<u>534,585</u>	<u>114,320</u>	<u>1,152,800</u>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)			
Management shares	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 105,910,999</u>	<u>\$ 114,352,011</u>	<u>\$ 168,524,317</u>
Net asset value per redeemable participating share			
Class A \$105,909,974/8,040,970 shares (December 2017: \$114,350,990/8,700,849 shares March 2017: \$159,278,195/12,171,118 shares)	<u>\$ 13.17</u>	<u>\$ 13.14</u>	<u>\$ 13.09</u>
Class IU \$1,025/100 shares (December 2017: \$1,021/100 shares March 2017: \$9,246,122/914,883 shares)	<u>\$ 10.25</u>	<u>\$ 10.21</u>	<u>\$ 10.11</u>

Approved for issuance on behalf of Scotiabank Money Market Fund's Board of Directors by:

Farried Sulliman
Farried Sulliman
Director

Dwight Burrows
Dwight Burrows
Director

Date : May 11, 2018

SCOTIABANK MONEY MARKET FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

QUARTER ENDED MARCH 31, 2018

	<u>31-Mar-18</u>	<u>31-Dec-17</u>	<u>31-Mar-17</u>
Income			
Interest income	\$ 446,083	\$ 412,004	\$ 438,319
Net realized (loss) gain on financial assets at fair value through profit or loss	(3,354)	954	(208)
Net change in unrealized depreciation on financial assets at fair value through profit or loss and foreign currencies	<u>(23,528)</u>	<u>(15,463)</u>	<u>-</u>
Total net income	<u>419,201</u>	<u>397,495</u>	<u>438,111</u>
Expenses			
Management fees	160,064	172,291	252,272
Custodian and administration fees	19,989	21,674	29,526
Other expenses	18,404	18,221	17,133
Professional fees	<u>5,536</u>	<u>6,146</u>	<u>5,376</u>
Total operating expenses	<u>203,993</u>	<u>218,332</u>	<u>304,307</u>
Less: expenses reimbursed	(20,508)	-	(15,351)
Operating gain	<u>235,716</u>	<u>179,163</u>	<u>149,155</u>
Increase in net assets from operations attributable to holders of redeemable participating shares	<u>\$ 235,716</u>	<u>\$ 179,163</u>	<u>\$ 149,155</u>

SCOTIABANK MONEY MARKET FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS

QUARTER ENDED MARCH 31, 2018

(expressed in United States dollars)

	<u>31-Mar-18</u>	<u>31-Dec-17</u>	<u>31-Mar-17</u>
<u>Shareholders' Equity</u>			
Share Capital	\$ 80,410	\$ 87,009	\$ 130,860
Share Premium	87,348,034	96,018,163	150,706,022
Retained Earnings	18,246,839	18,067,676	17,538,280
Increase in net assets for the current period	<u>235,716</u>	<u>179,163</u>	<u>149,155</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 105,910,999</u>	<u>\$ 114,352,011</u>	<u>\$ 168,524,317</u>

SCOTIABANK MONEY MARKET FUND
UNAUDITED STATEMENT OF CASH FLOWS
QUARTER ENDED MARCH 31, 2018
(expressed in United States dollars)

	<u>31-Mar-18</u>	<u>31-Dec-17</u>	<u>31-Mar-17</u>
Cash flows from operating activities			
Interest received	\$ 455,153	\$ 387,277	\$ 636,269
Operating expenses paid	(236,850)	(212,161)	(329,983)
Reimbursements received from manager	6,539	13,282	2,091
Purchase of financial assets at fair value through profit and loss	(118,925,679)	(71,389,973)	(145,673,840)
Proceeds from sale and maturity of financial assets at fair value through profit and loss	<u>127,695,431</u>	<u>80,341,964</u>	<u>147,184,628</u>
Net cash provided by operating activities	<u>8,994,594</u>	<u>9,140,389</u>	<u>1,819,165</u>
Cash flows from financing activities			
Proceeds from subscriptions of redeemable participating shares	19,800,932	9,446,824	25,782,644
Payments for redemption of redeemable participating shares	<u>(27,295,669)</u>	<u>(18,073,215)</u>	<u>(27,317,567)</u>
Net cash used in financing activities	<u>(7,494,737)</u>	<u>(8,626,391)</u>	<u>(1,534,923)</u>
Net change in cash and cash equivalents	1,499,857	513,998	284,242
Cash and cash equivalents at beginning of period	<u>2,376,941</u>	<u>1,862,943</u>	<u>3,451,730</u>
Cash and cash equivalents at end of period	<u><u>\$ 3,876,798</u></u>	<u><u>\$ 2,376,941</u></u>	<u><u>\$ 3,735,972</u></u>

SCOTIABANK MONEY MARKET FUND
UNAUDITED NOTES TO FINANCIAL STATEMENTS
QUARTER ENDED MARCH 31, 2018

1. General

Scotiabank Money Market Fund (the "Company") was incorporated in the Cayman Islands on October 27, 1999 and registered under the Mutual Fund Law 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 address of the registered office is Scotia Centre, 6 Cardinal Avenue, P.O. Box 501, Grand Cayman KY1-1106. The Company has no employees.

2. Significant accounting policies

These statements are prepared using the International Accounting Standards. 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.