

**SCOTIABANK MONEY MARKET FUND**  
**UNAUDITED FINANCIAL STATEMENTS**  
**QUARTER ENDED JUNE 30, 2018**

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**SCOTIABANK MONEY MARKET FUND**  
**UNAUDITED STATEMENT OF FINANCIAL POSITION**  
**AS OF JUNE 30, 2018**

**(expressed in United States dollars)**

	<u>30-Jun-18</u>	<u>31-Mar-18</u>	<u>30-Jun-17</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 4,497,206	\$ 3,876,798	\$ 2,899,009
Financial assets at fair value through profit and loss (Amortized cost: \$112,738,650 (March 2018: \$102,011,323; June 2017: \$140,029,565))	112,738,650	101,972,332	140,029,565
Interest receivable	399,240	319,200	242,373
Subscriptions receivable	214,468	264,285	381,748
Receivable from Manager	-	13,969	13,282
	<u>117,849,564</u>	<u>106,446,584</u>	<u>143,565,977</u>
<b>LIABILITIES</b>			
Payable for investments purchased	1,482,025	-	-
Management fee payable	62,128	53,596	72,783
Accrued expenses	30,530	20,059	35,071
Redemptions payable	13,800	460,930	46,184
	<u>1,588,483</u>	<u>534,585</u>	<u>154,038</u>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	<u>1,588,483</u>	<u>534,585</u>	<u>154,038</u>
Management shares	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
<b>Net assets attributable to holders of redeemable participating shares</b>	<u>\$ 116,260,081</u>	<u>\$ 105,910,999</u>	<u>\$ 143,410,939</u>
Net asset value per redeemable participating share			
Class A \$116,259,051/8,796,419 shares (March 2018: \$105,909,974/8,040,970 shares June 2017: \$143,409,926/10,945,948 shares)	<u>\$ 13.22</u>	<u>\$ 13.17</u>	<u>\$ 13.10</u>
Class IU \$1,030/100 shares (March 2018: \$1,025/100 shares June 2017: \$1,013/100 shares)	<u>\$ 10.30</u>	<u>\$ 10.25</u>	<u>\$ 10.14</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 : August 3, 2018

**SCOTIABANK MONEY MARKET FUND**  
**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**  
**QUARTER ENDED JUNE 30, 2018**

	<b><u>30-Jun-18</u></b>	<b><u>31-Mar-18</u></b>	<b><u>30-Jun-17</u></b>
<b>Income</b>			
Interest income	\$ 584,422	\$ 446,083	\$ 456,686
Net realized (loss) gain on financial assets at fair value through profit or loss	(341)	(3,354)	824
Net change in unrealized appreciation (depreciation) on financial assets at fair value through profit or loss and foreign currencies	<u>38,991</u>	<u>(23,528)</u>	<u>-</u>
Total net income	<u>623,072</u>	<u>419,201</u>	<u>457,510</u>
<b>Expenses</b>			
Management fees	187,343	160,064	228,337
Custodian and administration fees	19,416	19,989	26,848
Other expenses	18,024	18,404	17,301
Professional fees	<u>5,597</u>	<u>5,536</u>	<u>5,435</u>
Total operating expenses	<u>230,380</u>	<u>203,993</u>	<u>277,921</u>
Less: expenses reimbursed	-	(20,508)	(21)
<b>Operating gain</b>	<u>392,692</u>	<u>235,716</u>	<u>179,610</u>
<b>Increase in net assets from operations attributable to holders of redeemable participating shares</b>	<u>\$ 392,692</u>	<u>\$ 235,716</u>	<u>\$ 179,610</u>

**SCOTIABANK MONEY MARKET FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS**

**QUARTER ENDED JUNE 30, 2018**

**(expressed in United States dollars)**

	<b><u>30-Jun-18</u></b>	<b><u>31-Mar-18</u></b>	<b><u>30-Jun-17</u></b>
<b><u>Shareholders' Equity</u></b>			
Share Capital	\$ 87,965	\$ 80,410	\$ 109,460
Share Premium	97,296,869	87,348,034	125,434,434
Retained Earnings	18,482,555	18,246,839	17,687,435
Increase in net assets for the current period	<u>392,692</u>	<u>235,716</u>	<u>179,610</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 116,260,081</u>	<u>\$ 105,910,999</u>	<u>\$ 143,410,939</u>

**SCOTIABANK MONEY MARKET FUND**  
**UNAUDITED STATEMENTS OF CASH FLOWS**  
**QUARTER ENDED JUNE 30, 2018**  
**(expressed in United States dollars)**

	<b><u>30-Jun-18</u></b>	<b><u>31-Mar-18</u></b>	<b><u>30-Jun-17</u></b>
<b>Cash flows from operating activities</b>			
Interest received	\$ 414,642	\$ 455,153	\$ 508,868
Operating expenses paid	(211,377)	(236,850)	(290,694)
Reimbursements received from manager	13,969	6,539	-
Purchase of financial assets at fair value through profit and loss	(171,283,661)	(118,925,679)	(148,324,921)
Proceeds from sale and maturity of financial assets at fair value through profit and loss	<u>162,127,758</u>	<u>127,695,431</u>	<u>172,605,316</u>
Net cash provided by operating activities	<u>(8,938,669)</u>	<u>8,994,594</u>	<u>24,498,569</u>
<b>Cash flows from financing activities</b>			
Proceeds from subscriptions of redeemable participating shares	35,439,608	19,800,932	26,198,270
Payments for redemption of redeemable participating shares	<u>(25,880,531)</u>	<u>(27,295,669)</u>	<u>(51,533,802)</u>
Net cash used in financing activities	<u>9,559,077</u>	<u>(7,494,737)</u>	<u>(25,335,532)</u>
<b>Net change in cash and cash equivalents</b>	<b>620,408</b>	<b>1,499,857</b>	<b>(836,963)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b><u>3,876,798</u></b>	<b><u>2,376,941</u></b>	<b><u>3,735,972</u></b>
<b>Cash and cash equivalents at end of period</b>	<b><u>\$ 4,497,206</u></b>	<b><u>\$ 3,876,798</u></b>	<b><u>\$ 2,899,009</u></b>

**SCOTIABANK MONEY MARKET FUND**  
**UNAUDITED NOTES TO FINANCIAL STATEMENTS**  
**QUARTER ENDED JUNE 30, 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.