

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

**SCOTIABANK MONEY MARKET FUND**  
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**SCOTIABANK MONEY MARKET FUND**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**

**AS OF SEPTEMBER 30, 2018**

**(expressed in United States dollars)**

	<u>30-Sep-18</u>	<u>30-Jun-18</u>	<u>30-Sep-17</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 6,168,003	\$ 4,497,206	\$ 1,862,943
Financial assets at fair value through profit and loss (Amortized cost: \$117,440,863 (June 2018: \$112,738,650; September 2017: \$119,803,404))	117,440,863	112,738,650	119,803,404
Interest receivable	376,015	399,240	235,605
Subscriptions receivable	95,955	214,468	158,195
Receivable from Manager	-	-	13,282
	<hr/>	<hr/>	<hr/>
Total assets	124,080,836	117,849,564	122,073,429
	<hr/>	<hr/>	<hr/>
<b>LIABILITIES</b>			
Payable for investments purchased	2,995,350	1,482,025	-
Management fee payable	58,091	62,128	60,771
Accrued expenses	37,895	30,530	39,570
Redemptions payable	20,038	13,800	100,640
	<hr/>	<hr/>	<hr/>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	3,111,374	1,588,483	200,981
	<hr/>	<hr/>	<hr/>
Management shares	1,000	1,000	1,000
	<hr/>	<hr/>	<hr/>
<b>Net assets attributable to holders of redeemable participating shares</b>	<u>\$ 120,968,462</u>	<u>\$ 116,260,081</u>	<u>\$ 121,871,448</u>
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Net asset value per redeemable participating share			
Class A \$120,967,426/9,117,634 shares (June 2018: \$116,259,051/8,796,419 shares September 2017: \$121,870,431/9,287,453 shares)	<u>\$ 13.27</u>	<u>\$ 13.22</u>	<u>\$ 13.12</u>
	<hr/>	<hr/>	<hr/>
Class IU \$1,036/100 shares (June 2018: \$1,030/100 shares September 2017: \$1,017/100 shares)	<u>\$ 10.36</u>	<u>\$ 10.30</u>	<u>\$ 10.17</u>
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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 : November 5, 2018

**SCOTIABANK MONEY MARKET FUND**

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**

**QUARTER ENDED SEPTEMBER 30, 2018**

**(expressed in United States dollars)**

	<b><u>30-Sep-18</u></b>	<b><u>30-Jun-18</u></b>	<b><u>30-Sep-17</u></b>
<b>Income</b>			
Interest income	\$ 671,740	\$ 584,422	\$ 435,899
Net realized (loss) gain on financial assets at fair value through profit or loss	(3,346)	(341)	6,546
Net change in unrealized appreciation on financial assets at fair value through profit or loss and foreign currencies	<u>-</u>	<u>38,991</u>	<u>-</u>
Total net income	<u>668,394</u>	<u>623,072</u>	<u>442,445</u>
<b>Expenses</b>			
Management fees	176,290	187,343	194,888
Custodian and administration fees	20,991	19,416	23,939
Other expenses	18,221	18,024	17,492
Professional fees	<u>5,659</u>	<u>5,597</u>	<u>5,495</u>
Total operating expenses	<u>221,161</u>	<u>230,380</u>	<u>241,814</u>
Operating gain	<u>447,233</u>	<u>392,692</u>	<u>200,631</u>
Increase in net assets from operations attributable to holders of redeemable participating shares	<u>\$ 447,233</u>	<u>\$ 392,692</u>	<u>\$ 200,631</u>

**SCOTIABANK MONEY MARKET FUND**  
**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS**  
**QUARTER ENDED SEPTEMBER 30, 2018**  
**(expressed in United States dollars)**

	<b><u>30-Sep-18</u></b>	<b><u>30-Jun-18</u></b>	<b><u>30-Sep-17</u></b>
<b><u>Shareholders' Equity</u></b>			
Share Capital	\$ 91,177	\$ 87,965	\$ 92,875
Share Premium	101,554,805	97,296,869	103,710,897
Retained Earnings	18,875,247	18,482,555	17,867,045
Increase in net assets for the current period	<u>447,233</u>	<u>392,692</u>	<u>200,631</u>
Net assets attributable to holders of redeemable participating shares	<b><u>\$ 120,968,462</u></b>	<b><u>\$ 116,260,081</u></b>	<b><u>\$ 121,871,448</u></b>

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

	<b><u>30-Sep-18</u></b>	<b><u>30-Jun-18</u></b>	<b><u>30-Sep-17</u></b>
<b>Cash flows from operating activities</b>			
Interest received	\$ 523,027	\$ 414,642	\$ 420,806
Operating expenses paid	(217,833)	(211,377)	(249,327)
Reimbursements received from manager	-	13,969	-
Purchase of financial assets at fair value through profit and loss	(168,110,710)	(171,283,661)	(108,903,638)
Proceeds from sale and maturity of financial assets at fair value through profit and loss	<u>165,090,413</u>	<u>162,127,758</u>	<u>129,158,206</u>
Net cash (used in) provided by operating activities	<u>(2,715,103)</u>	<u>(8,938,669)</u>	<u>20,426,047</u>
 <b>Cash flows from financing activities</b>			
Proceeds from subscriptions of redeemable participating shares	16,272,382	35,439,608	7,542,413
Payments for redemption of redeemable participating shares	<u>(11,886,482)</u>	<u>(25,880,531)</u>	<u>(29,004,526)</u>
Net cash provided by (used in) financing activities	<u>4,385,900</u>	<u>9,559,077</u>	<u>(21,462,113)</u>
 <b>Net change in cash and cash equivalents</b>	 1,670,797	 620,408	 (1,036,066)
 <b>Cash and cash equivalents at beginning of period</b>	 <u>4,497,206</u>	 <u>3,876,798</u>	 <u>2,899,009</u>
 <b>Cash and cash equivalents at end of period</b>	 <u>\$ 6,168,003</u>	 <u>\$ 4,497,206</u>	 <u>\$ 1,862,943</u>

**SCOTIABANK MONEY MARKET FUND**  
**UNAUDITED NOTES TO FINANCIAL STATEMENTS**  
**QUARTER ENDED SEPTEMBER 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.