

SCOTIABANK US GROWTH FUND  
UNAUDITED FINANCIAL STATEMENTS  
QUARTER ENDED JUNE 30, 2017

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INDEX TO UNAUDITED FINANCIAL STATEMENTS  
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**SCOTIABANK US GROWTH FUND**

**UNAUDITED STATEMENT OF FINANCIAL POSITION**

**AS OF JUNE 30, 2017**

**(expressed in United States dollars)**

	<u>30-Jun-17</u>	<u>31-Mar-17</u>	<u>30-Jun-16</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 2,089,499	\$ 2,206,253	\$ 1,044,763
Financial assets at fair value through profit or loss (Cost: \$29,970,605 (March 2017: \$28,661,076; June 2016: \$28,102,415))	40,372,794	38,018,126	33,394,462
Dividends receivable	22,510	24,288	28,766
Receivable for investments sold	14,112	453,322	1,668,255
Subscriptions receivable	496	10,533	45,542
Prepaid assets	-	-	5,373
Receivable from Manager	-	-	2,743
	<hr/>	<hr/>	<hr/>
Total assets	42,499,411	40,712,522	36,189,904
<b>LIABILITIES</b>			
Payable for investments purchased	104,634	111,528	812,585
Management fee payable	47,252	46,261	36,892
Redemptions payable	32,963	176	3,745
Accrued expenses	29,591	30,907	34,293
Tax withholding liability	5,586	5,774	8,731
	<hr/>	<hr/>	<hr/>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	220,026	194,646	896,246
	<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>42,278,385</u>	\$ <u>40,516,876</u>	\$ <u>35,292,658</u>
Net asset value per redeemable participating share			
Class A			
\$31,068,265/2,082,908 shares (March 2017: \$29,092,068/2,020,153 shares; June 2016: \$24,890,756/1,986,047 shares)	\$ <u>14.92</u>	\$ <u>14.40</u>	\$ <u>12.53</u>
Class NU			
\$551,851/36,519 shares (March 2017: \$553,002/37,862 shares; June 2016: \$697,774/54,711 shares)	\$ <u>15.11</u>	\$ <u>14.61</u>	\$ <u>12.75</u>
Class IU			
\$9,339,618/587,608 shares (March 2017: \$9,604,212/628,593 shares; June 2016: \$8,615,374/656,495 shares)	\$ <u>15.89</u>	\$ <u>15.28</u>	\$ <u>13.12</u>
Class IJ			
JMC169,240,301/1,115,061 shares (March 2017: JMC162,422,798/1,115,061 shares; June 2016: JMC137,836,279/1,115,061 shares)	JMC <u>151.78</u>	JMC <u>145.66</u>	JMC <u>123.61</u>

Approved for issuance on behalf of Scotiabank US Growth Fund's Board of Directors by:

Sloane Muldoon  
Sloane Muldoon  
Director

Sarah Hobbs  
Sarah Hobbs  
Director

Date : August 11, 2017

**SCOTIABANK US GROWTH FUND**

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME**

**QUARTER ENDED JUNE 30, 2017**

**(expressed in United States dollars)**

	<b><u>30-Jun-17</u></b>	<b><u>31-Mar-17</u></b>	<b><u>30-Jun-16</u></b>
<b>Income</b>			
Dividend income	\$ 163,844	\$ 119,698	\$ 132,056
Net realized gain on financial assets at fair value through profit or loss and foreign currencies	511,533	116,669	343,544
Net change in unrealized appreciation on financial assets at fair value through profit or loss and foreign currencies	<u>1,045,139</u>	<u>1,405,525</u>	<u>875,524</u>
Total net income	<u>1,720,516</u>	<u>1,641,892</u>	<u>1,351,124</u>
<b>Expenses</b>			
Management fees	134,929	126,310	123,794
Custodian and administration fees	17,752	15,367	18,034
Other expenses	15,992	14,948	15,850
Professional fees	<u>5,810</u>	<u>5,745</u>	<u>5,144</u>
Total operating expenses	<u>174,483</u>	<u>162,370</u>	<u>162,822</u>
<b>Operating gain</b>	<u>1,546,033</u>	<u>1,479,522</u>	<u>1,188,302</u>
Withholding taxes on dividend income	<u>(47,328)</u>	<u>(33,823)</u>	<u>(39,545)</u>
<b>Increase in net assets from operations attributable to holders of redeemable participating shares</b>	<u>\$ 1,498,705</u>	<u>\$ 1,445,699</u>	<u>\$ 1,148,757</u>

**SCOTIABANK US GROWTH FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS**

**QUARTER ENDED JUNE 30, 2017**

**(expressed in United States dollars)**

	<b><u>30-Jun-17</u></b>	<b><u>31-Mar-17</u></b>	<b><u>30-Jun-16</u></b>
<b>Shareholders' Equity</b>			
Share Capital	\$ 28,211	\$ 28,007	\$ 28,113
Share Premium	26,013,141	25,750,541	25,793,744
Retained Earnings	14,738,328	13,292,629	8,322,044
Increase in net assets for the quarter	<u>1,498,705</u>	<u>1,445,699</u>	<u>1,148,757</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 42,278,385</u>	<u>\$ 40,516,876</u>	<u>\$ 35,292,658</u>

**SCOTIABANK US GROWTH FUND**

**UNAUDITED NOTES TO FINANCIAL STATEMENTS**

**QUARTER ENDED JUNE 30, 2017**

**1. General**

Scotiabank US Growth 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.