

Scotia Private Pools[®] and Pinnacle Portfolios

Interim Report

June 30, 2018

Money Market Fund

Scotia Private Short Term Income Pool

Bond Funds

Scotia Private Income Pool

Scotia Private High Yield Income Pool

Scotia Private American Core-Plus Bond Pool

Scotia Private Global High Yield Pool

Balanced Fund

Scotia Private Strategic Balanced Pool

Canadian Equity Funds

Scotia Private Canadian Value Pool

Scotia Private Canadian Mid Cap Pool

Scotia Private Canadian Growth Pool

Scotia Private Canadian Small Cap Pool

Foreign Equity Funds

Scotia Private U.S. Value Pool

Scotia Private U.S. Mid Cap Value Pool

Scotia Private U.S. Large Cap Growth Pool

Scotia Private International Equity Pool

Scotia Private International Small to Mid Cap Value Pool

Scotia Private Emerging Markets Pool

Scotia Private Global Equity Pool

Scotia Private Global Infrastructure Pool

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	3,335,773	5,927,249
Cash	76,518	67,947
Subscriptions receivable	—	1,250,000
Accrued investment income and other	479	601
	<u>3,412,770</u>	<u>7,245,797</u>
LIABILITIES		
Current liabilities		
Management fee payable	50	—
Redemptions payable	7,685	9,917
Accrued expenses	1,907	—
Distributions payable	39	29
	<u>9,681</u>	<u>9,946</u>
Net assets attributable to holders of redeemable units	<u>3,403,089</u>	<u>7,235,851</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	3,297,885	7,084,875
Series F	105,204	150,976
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	10.00	10.00
Series F	10.00	10.00

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Interest for distribution purposes	36,351	21,531
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	36,351	21,531
Securities lending (note 11)	—	2
Total income (loss), net	<u>36,351</u>	<u>21,533</u>
EXPENSES		
Management fees (note 5)	343	185
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	140	—
Audit fees	5,591	5,139
Custodian fees	5,798	897
Filing fees	7,842	8,093
Legal fees	1	32
Unitholder administration costs	707	17,298
Unitholder reporting costs	1,212	2,129
Harmonized Sales Tax/Goods and Services Tax	2,512	2,982
Total expenses	24,733	37,331
Expenses absorbed by the Manager	(9,811)	(22,022)
Net expenses	<u>14,922</u>	<u>15,309</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>21,429</u>	<u>6,224</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	20,928	6,172
Series F	501	52
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.04	0.01
Series F	0.04	0.01
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	513,837	540,090
Series F	13,815	7,416

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	7,084,875	5,889,671
Series F	150,976	74,115
	<u>7,235,851</u>	<u>5,963,786</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	20,928	6,172
Series F	501	52
	<u>21,429</u>	<u>6,224</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(20,927)	(6,172)
Series F	(502)	(52)
	<u>(21,429)</u>	<u>(6,224)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	3,729,450	1,415,295
Series F	6,000	6,000
Reinvested distributions		
Pinnacle Series	20,705	6,097
Series F	502	52
Payments on redemption		
Pinnacle Series	(7,537,146)	(2,074,534)
Series F	(52,273)	(4,057)
	<u>(3,832,762)</u>	<u>(651,147)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(3,786,990)	(653,142)
Series F	(45,772)	1,995
	<u>(3,832,762)</u>	<u>(651,147)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	3,297,885	5,236,529
Series F	105,204	76,110
	<u>3,403,089</u>	<u>5,312,639</u>
STATEMENTS OF CASH FLOWS		
For the periods ended June 30 (note 1),		
(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	21,429	6,224
Adjustments for:		
Purchases of portfolio investments	(15,506,363)	(9,795,860)
Proceeds from sale of portfolio investments	18,097,839	10,465,763
Accrued investment income and other	122	(80)
Accrued expenses and other payables	1,957	2,405
Net cash provided by (used in) operating activities	<u>2,614,984</u>	<u>678,452</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	4,985,450	1,425,291
Amounts paid on redemption of redeemable units	(7,591,651)	(2,078,390)
Distributions to unitholders of redeemable units	(212)	(85)
Net cash provided by (used in) financing activities	<u>(2,606,413)</u>	<u>(653,184)</u>
Net increase (decrease) in cash	8,571	25,268
Cash (bank overdraft), beginning of period	67,947	126,264
CASH (BANK OVERDRAFT), END OF PERIOD	<u>76,518</u>	<u>151,532</u>
Interest paid ⁽¹⁾	140	—
Interest received, net of withholding taxes ⁽¹⁾	34,247	21,451

⁽¹⁾ Classified as operating items.

Scotia Private Short Term Income Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
MONEY MARKET INSTRUMENTS – 98.0%			
Bankers' Acceptances – 12.0%			
Canadian Imperial Bank of Commerce 0.00% Aug 13, 2018	100,000	99,609	99,805
Canadian Imperial Bank of Commerce 0.00% Sep 24, 2018	100,000	99,327	99,584
HSBC Bank of Canada 0.00% Oct 30, 2018	100,000	98,333	99,441
Toronto-Dominion Bank, The 0.00% Aug 09, 2018	110,000	109,589	109,805
		<u>406,858</u>	<u>408,635</u>
Promissory Notes – 16.7%			
Province of Alberta 0.00% Jul 31, 2018	500,000	498,555	499,401
Province of Prince Edward Island 0.00% Jul 18, 2018	70,000	69,810	69,952
		<u>568,365</u>	<u>569,353</u>
Short Term Bonds – 35.2%			
Bank of Montreal (Floating Rate) 1.60% Apr 11, 2019	200,000	200,633	201,425
BMW Canada Inc. 2.27% Nov 26, 2018	100,000	100,667	100,483
Caisse Centrale Desjardins 2.80% Nov 19, 2018	100,000	100,642	100,667
Genesis Trust II 1.68% Sep 17, 2018	100,000	99,883	100,433
Honda Canada Finance Inc. (Floating Rate) 2.02% Dec 03, 2018	60,000	60,374	60,262
John Deere Canada Funding Inc. 2.65% Jul 16, 2018	100,000	101,100	101,251
Master Credit Card Trust II 2.72% Nov 21, 2018	180,000	181,107	181,061
Royal Bank of Canada (Floating Rate) 1.38% Aug 01, 2018	150,000	150,000	150,207
Toyota Credit Canada Inc. 2.75% Jul 18, 2018	100,000	101,190	101,291
Wells Fargo Canada Corporation 2.78% Nov 15, 2018	100,000	101,087	100,751
		<u>1,196,683</u>	<u>1,197,831</u>
Treasury Bills – 34.1%			
Province of Ontario 0.00% Jan 30, 2019	250,000	247,510	247,533
Province of Ontario 0.00% Sep 05, 2018	575,000	570,397	573,430
Province of Ontario 0.00% Sep 12, 2018	340,000	338,378	338,991
		<u>1,156,285</u>	<u>1,159,954</u>
TOTAL INVESTMENT PORTFOLIO		<u>3,328,191</u>	3,335,773
OTHER ASSETS, LESS LIABILITIES – 2.0%			67,316
NET ASSETS – 100.0%			<u>3,403,089</u>

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to preserve investment capital while providing interest income and maintaining liquidity by investing primarily in highly liquid, senior investment grade money market instruments (i.e. federal and provincial treasury bills and bond) and bankers acceptances with a minimum credit rating of R-1(low) or A-1(low).

Risks associated with financial instruments (note 4)

Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	3,335,773	5,927,249
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	3,335,773	5,927,249

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$1,399 or approximately 0.0% (December 31, 2017 – \$1,782 or approximately 0.0%).

Currency risk

The Fund did not have significant currency risk exposure as at June 30, 2018 or December 31, 2017.

Price risk

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at June 30, 2018 and December 31, 2017.

Credit risk

The table below summarizes the credit ratings of bond and debentures and money market instruments held by the Fund.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total money market instruments (%)	Percentage of net assets (%)	Percentage of total money market instruments (%)	Percentage of net assets (%)
Short Term Rating				
A-1+	18.3	17.9	18.9	15.5
A-1	45.9	44.9	56.7	46.4
A-2	-	-	5.1	4.1
Bond Credit Rating				
AAA	8.4	8.3	-	-
AA	7.5	7.4	11.5	9.4
A	19.9	19.5	6.1	5.0
NOT RATED	-	-	1.7	1.4
	100.0	98.0	100.0	81.8

The accompanying notes are an integral part of the financial statements.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Bankers' Acceptances	12.0	6.0
Bearer's Deposit Notes	-	1.9
Commercial Paper	-	13.8
Promissory Notes	16.7	17.4
Short Term Bonds	35.2	15.9
Treasury Bills	34.1	27.0

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Money market instruments	-	2,137,942	-	2,137,942
Short term bonds	-	1,197,831	-	1,197,831
	-	3,335,773	-	3,335,773

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Money market instruments	-	4,779,539	-	4,779,539
Short term bonds	-	1,147,710	-	1,147,710
	-	5,927,249	-	5,927,249

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private Income Pool (Unaudited)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	529,862,848	424,906,079
Cash	12,718,004	89,786,109
Subscriptions receivable	861,330	7,449,784
Accrued investment income and other	2,105,311	2,264,263
	<u>545,547,493</u>	<u>524,406,235</u>
LIABILITIES		
Current liabilities		
Management fee payable	825	–
Redemptions payable	380,542	432,653
Accrued expenses	33,476	–
Distributions payable	36,283	–
	<u>451,126</u>	<u>432,653</u>
Net assets attributable to holders of redeemable units	<u>545,096,367</u>	<u>523,973,582</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	527,862,572	502,154,589
Series F	1,361,166	1,569,977
Series I	15,872,629	20,249,016
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	10.49	10.60
Series F	10.79	11.05
Series I	10.53	10.78

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Interest for distribution purposes	6,564,280	5,501,537
Net realized gain (loss) on non-derivative financial assets	(10,562,338)	(924,215)
Change in unrealized gain (loss) on non-derivative financial assets	5,278,666	2,394,942
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	1,280,608	6,972,264
Net realized and unrealized foreign currency translation gain (loss)	23,210	24,806
Other income	8,343	–
	<u>1,359</u>	<u>3,232</u>
Total income (loss), net	<u>1,313,520</u>	<u>7,000,302</u>
EXPENSES		
Management fees (note 5)		
Fixed administration fees (note 6)	5,324	6,359
Independent Review Committee fees	183,760	172,622
Interest expense and bank overdraft charges	587	576
Harmonized Sales Tax/Goods and Services Tax	4,702	–
	<u>19,471</u>	<u>17,980</u>
Total expenses	<u>213,844</u>	<u>197,537</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>1,099,676</u>	<u>6,802,765</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	1,378,424	6,312,300
Series F	(24,762)	22,066
Series I	(253,986)	468,399
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.03	0.14
Series F	(0.18)	0.13
Series I	(0.15)	0.21
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	49,284,332	45,052,964
Series F	141,221	165,796
Series I	1,639,081	2,260,147

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	502,154,589	464,089,721
Series F	1,569,977	1,889,170
Series I	20,249,016	24,401,495
	<u>523,973,582</u>	<u>490,380,386</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	1,378,424	6,312,300
Series F	(24,762)	22,066
Series I	(253,986)	468,399
	<u>1,099,676</u>	<u>6,802,765</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(6,605,114)	(5,543,236)
Series F	(12,490)	(12,614)
Series I	(211,411)	(276,458)
	<u>(6,829,015)</u>	<u>(5,832,308)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	91,385,059	82,676,050
Series F	117,480	172,271
Series I	20,400	502,200
Reinvested distributions		
Pinnacle Series	6,537,415	5,481,552
Series F	5,249	7,283
Series I	211,410	276,458
Payments on redemption		
Pinnacle Series	(66,987,801)	(57,608,758)
Series F	(294,288)	(332,530)
Series I	(4,142,800)	(1,976,050)
	<u>26,852,124</u>	<u>29,198,476</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	25,707,983	31,317,908
Series F	(208,811)	(143,524)
Series I	(4,376,387)	(1,005,451)
	<u>21,122,785</u>	<u>30,168,933</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	527,862,572	495,407,629
Series F	1,361,166	1,745,646
Series I	15,872,629	23,396,044
	<u>545,096,367</u>	<u>520,549,319</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	1,099,676	6,802,765
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	10,562,338	924,215
Unrealized foreign currency translation (gain) loss	3	-
Change in unrealized (gain) loss on non-derivative financial assets	(5,278,666)	(2,394,942)
Purchases of portfolio investments	(942,748,122)	(468,920,437)
Proceeds from sale of portfolio investments	832,507,679	436,813,653
Accrued investment income and other	158,952	249,448
Accrued expenses and other payables	34,301	33,113
Net cash provided by (used in) operating activities	<u>(103,663,839)</u>	<u>(26,492,185)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	98,111,394	82,576,254
Amounts paid on redemption of redeemable units	(71,477,000)	(59,609,143)
Distributions to unitholders of redeemable units	(38,657)	(36,548)
Net cash provided by (used in) financing activities	26,595,737	22,930,563
Unrealized foreign currency translation gain (loss)	(3)	-
Net increase (decrease) in cash	(77,068,102)	(3,561,622)
Cash (bank overdraft), beginning of period	89,786,109	11,909,637
CASH (BANK OVERDRAFT), END OF PERIOD	<u>12,718,004</u>	<u>8,348,015</u>
Interest paid ⁽¹⁾	4,702	-
Interest received, net of withholding taxes ⁽¹⁾	6,723,232	5,750,987

⁽¹⁾ Classified as operating items.

Scotia Private Income Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 97.1%				BONDS AND DEBENTURES (cont'd)			
Corporate Bonds – 33.4%				Corporate Bonds (cont'd)			
AIMCo Realty Investors LP 3.04% Jun 01, 2028	4,598,000	4,598,001	4,528,468	Rogers Communications Inc. 5.34% Mar 22, 2021	840,000	906,578	896,059
Alimentation Couche-Tard Inc. (Callable) 3.06% May 26, 2024	3,500,000	3,491,840	3,433,505	Royal Bank of Canada (Callable) 3.04% Jul 17, 2019	2,929,000	2,963,884	2,942,100
Alimentation Couche-Tard Inc. (Callable) 3.60% Mar 02, 2025	1,605,000	1,649,940	1,613,503	Royal Bank of Canada 1.65% Jul 15, 2021	2,728,000	2,632,349	2,643,241
Allied Properties Real Estate Investment Trust (Callable) 3.64% Feb 21, 2025	1,775,000	1,717,668	1,731,608	Royal Bank of Canada 2.36% Dec 05, 2022	16,687,000	16,625,770	16,343,213
Allied Properties Real Estate Investment Trust 3.75% May 13, 2020	1,500,000	1,550,700	1,521,364	Royal Bank of Canada 2.86% Mar 04, 2021	4,873,000	4,915,834	4,896,156
Allied Properties Real Estate Investment Trust 3.93% Nov 14, 2022	970,000	996,093	984,074	Royal Bank of Canada 2.95% May 01, 2023	1,648,000	1,648,000	1,651,194
Anheuser-Busch InBev Finance Inc. 3.38% Jan 25, 2023	812,000	832,779	822,624	TELUS Corporation (Callable) 3.75% Oct 17, 2024	5,310,000	5,595,184	5,431,796
Bank of America Corporation 3.23% Jun 22, 2022	3,089,000	3,164,489	3,114,400	TMX Group Ltd. 3.00% Dec 11, 2024	6,105,000	6,044,381	6,056,731
Bank of Montreal (Callable) 3.12% Sep 19, 2019	2,739,000	2,774,990	2,753,154	Toronto-Dominion Bank, The (Callable) 3.22% Jul 25, 2024	4,630,000	4,611,133	4,529,733
Bank of Montreal 1.61% Oct 28, 2021	3,368,000	3,324,845	3,247,558	Toronto-Dominion Bank, The 1.91% Jul 18, 2023	4,539,000	4,552,677	4,331,885
Bank of Montreal 2.10% Oct 06, 2020	1,447,000	1,465,466	1,430,579	Toronto-Dominion Bank, The 3.01% May 30, 2023	1,928,000	1,928,000	1,938,827
Bank of Montreal 2.89% Jun 20, 2023	53,000	52,909	52,909	Toyota Credit Canada Inc. (Floating Rate) 1.78% Jul 24, 2020	620,000	620,000	619,150
Bank of Nova Scotia, The 1.90% Dec 02, 2021 [†]	3,500,000	3,504,165	3,398,977	Toyota Credit Canada Inc. 2.20% Feb 25, 2021	1,505,000	1,510,012	1,485,718
Bank of Nova Scotia, The 2.29% Jun 28, 2024 [†]	4,660,000	4,584,461	4,475,859	Walt Disney Co, The 2.76% Oct 07, 2024	695,000	695,000	685,344
Bank of Nova Scotia, The 2.36% Nov 08, 2022 [†]	2,373,000	2,373,068	2,322,094			<u>184,574,766</u>	<u>182,189,741</u>
Bank of Nova Scotia, The 2.98% Apr 17, 2023 [†]	1,241,000	1,240,653	1,243,342	Federal Bonds – 32.0%			
bclMC Realty Corporation (Callable) 2.84% Mar 03, 2025	7,045,000	7,136,377	6,947,412	Canada Housing Trust No. 1 2.00% Dec 15, 2019	94,700,000	94,680,469	94,786,292
Bell Canada (Callable) 3.35% Dec 22, 2022	972,000	1,001,741	982,981	Canada Housing Trust No. 1 2.65% Mar 15, 2028	10,000,000	9,824,900	10,076,176
Bell Canada (Callable) 4.70% Jun 11, 2023	1,122,000	1,212,916	1,200,629	Government of Canada 1.50% Mar 01, 2020	50,832,000	50,451,637	50,506,495
BP Capital Markets PLC 3.47% May 15, 2025	1,759,000	1,760,682	1,775,758	Government of Canada 2.00% Jun 01, 2028	338,000	333,403	333,011
Brookfield Asset Management Inc. (Callable) 4.82% Oct 28, 2025	7,030,000	7,725,970	7,505,037	Government of Canada 2.75% Dec 01, 2048	16,841,000	18,236,818	18,877,919
Brookfield Asset Management Inc. (Callable) 5.04% Dec 08, 2023	2,300,000	2,550,148	2,475,955			<u>173,527,227</u>	<u>174,579,893</u>
Canadian Imperial Bank of Commerce (Callable) 3.45% Apr 04, 2023	1,034,000	1,033,669	1,027,267	Mortgage-Backed Securities – 6.1%			
Canadian Imperial Bank of Commerce 2.30% Jul 11, 2022	10,466,000	10,365,336	10,258,304	Canadian Mortgage Pools 1.80% Nov 01, 2020	33,714,093	33,506,077	33,446,740
Choice Properties Real Estate Investment Trust (Callable) 3.56% Jul 09, 2024	4,802,000	4,797,465	4,785,782	Provincial Bonds – 25.6%			
CI Financial Corporation 3.90% Sep 27, 2027	1,832,000	1,832,000	1,858,620	Province of Alberta 2.55% Jun 01, 2027	16,100,000	16,141,723	15,795,685
CU Inc. (Callable) 3.55% May 22, 2047	15,788,000	15,804,677	15,816,611	Province of Alberta 3.05% Dec 01, 2048	20,400,000	20,287,152	20,682,936
Daimler Canada Finance Inc. 1.91% Jul 08, 2021	2,500,000	2,511,975	2,429,286	Province of Ontario 2.60% Jun 02, 2027	28,409,000	28,462,550	27,929,895
Dollarama Inc. 2.34% Jul 22, 2021	2,495,000	2,517,901	2,458,218	Province of Ontario 2.80% Jun 02, 2048	20,180,000	18,805,400	19,382,293
Enbridge Income Fund 3.94% Jan 13, 2023	2,305,000	2,422,555	2,368,525	Province of Ontario 4.00% Jun 02, 2021	53,300,000	55,872,260	55,855,665
EPCOR Utilities Inc. 3.55% Nov 27, 2047	5,976,000	5,976,000	5,970,591			<u>139,569,085</u>	<u>139,646,474</u>
Fortis Inc. (Callable) 2.85% Oct 12, 2023	4,610,000	4,638,628	4,545,218	TOTAL INVESTMENT PORTFOLIO		<u>531,177,155</u>	529,862,848
Intact Financial Corporation (Callable) 3.77% Dec 02, 2025	1,271,000	1,330,196	1,310,715	OTHER ASSETS, LESS LIABILITIES – 2.9%			15,233,519
Loblaw Companies Limited (Callable) 4.86% Jun 12, 2023	2,316,000	2,510,739	2,490,739	NET ASSETS – 100.0%			<u>545,096,367</u>
Manufacturers Life Insurance Company, The (Callable) 2.81% Feb 21, 2019	4,000,000	4,069,520	4,016,070				
McDonald's Corporation 3.13% Mar 04, 2025	1,850,000	1,862,123	1,835,866				
North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 3.20% Apr 23, 2024	2,305,000	2,358,476	2,318,566				
OMERS Realty Corporation (Callable) 3.33% Apr 05, 2025	2,515,000	2,515,000	2,554,806				
OMERS Realty Corporation (Callable) 3.63% Mar 05, 2030	2,515,000	2,515,000	2,585,795				
Pembina Pipeline Corporation (Callable) 2.99% Nov 22, 2023	1,573,000	1,554,722	1,545,825				

[†] These securities are investments in related parties (note 10).

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to preserve investment capital while seeking to achieve increased income by investing primarily in a portfolio of Canadian government and corporate bonds, preferred shares of Canadian corporations and loans of supranational organizations.

Risks associated with financial instruments (note 4)

Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	4,016,070	-
1-3 years	251,139,472	41,940,494
3-5 years	56,259,767	71,410,199
5-10 years	130,601,661	253,440,269
> 10 years	87,845,878	58,115,117
	529,862,848	424,906,079

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$7,982,580 or approximately 1.5% (December 31, 2017 – \$7,716,505 or approximately 1.5%).

Currency risk

The Fund's exposure to currency risk is summarized in the table below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable. The Fund did not have any exposure to currency risk as at December 31, 2017.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	1,108	-	1,108	0.0
	1,108	-	1,108	0.0

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$111 or 0.0% (December 31, 2017 – nil. or 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

The Fund did not have significant price risk exposure to equities, underlying funds, derivatives or commodities, if applicable, as at June 30, 2018 and December 31, 2017.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA	39.3	38.2	15.3	12.4
AA	11.5	11.1	32.4	26.3
A	40.6	39.4	43.3	35.1
BBB	8.6	8.4	9.0	7.3
	100.0	97.1	100.0	81.1

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Corporate Bonds	33.4	37.7
Federal Bonds	32.0	5.4
Mortgage-Backed Securities	6.1	0.3
Provincial Bonds	25.6	37.7

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds and debentures	-	529,862,848	-	529,862,848
	-	529,862,848	-	529,862,848

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds and debentures	-	424,906,079	-	424,906,079
	-	424,906,079	-	424,906,079

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	1,018,258,562	1,274,989,765
Derivatives	3,642,720	6,139,249
Cash	2,619,844	61,451
Subscriptions receivable	676,178	4,194,412
Accrued investment income and other	14,714,823	16,276,867
	<u>1,039,912,127</u>	<u>1,301,661,744</u>
LIABILITIES		
Current liabilities		
Management fee payable	84,389	–
Payable for securities purchased	10,315,713	–
Redemptions payable	861,523	411,263
Accrued expenses	39,427	3
Distributions payable	751,387	987
	<u>12,052,439</u>	<u>412,253</u>
Net assets attributable to holders of redeemable units	<u>1,027,859,688</u>	<u>1,301,249,491</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	149,641,830	233,876,810
Series F	15,269,214	16,042,557
Series I	571,784,332	556,189,200
Series K	13,534,883	11,197,921
Series M	277,629,429	483,943,003
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	8.67	8.97
Series F	9.01	9.32
Series I	8.70	9.00
Series K	9.55	9.88
Series M	8.72	9.02

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	48,093	1,398,157
Interest for distribution purposes	30,654,391	31,213,056
Net realized gain (loss) on non-derivative financial assets	904,346	34,034,263
Change in unrealized gain (loss) on non-derivative financial assets	9,697,493	(70,110,540)
Net realized gain (loss) on derivatives	(44,408,159)	8,776,289
Change in unrealized gain (loss) on derivatives	(2,496,529)	9,827,882
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	(5,600,365)	15,139,107
Securities lending (note 11)	18,504	81
Net realized and unrealized foreign currency translation gain (loss)	2,284,908	968,403
Other income	81	1,074
Total income (loss), net	<u>(3,296,872)</u>	<u>16,108,665</u>
EXPENSES		
Management fees (note 5)	532,268	784,715
Fixed administration fees (note 6)	248,483	283,875
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	33,118	924
Foreign withholding taxes/tax reclaims	–	142,699
Harmonized Sales Tax/Goods and Services Tax	76,469	102,772
Transaction costs	–	19,853
Total expenses	<u>890,925</u>	<u>1,335,414</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>(4,187,797)</u>	<u>14,773,251</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	(649,997)	2,880,295
Series F	(125,410)	231,816
Series I	(1,976,191)	5,493,525
Series K	(48,180)	6,511
Series M	(1,388,019)	6,161,104
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	(0.03)	0.12
Series F	(0.07)	0.13
Series I	(0.03)	0.10
Series K	(0.04)	0.01
Series M	(0.04)	0.12
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	21,735,537	24,262,904
Series F	1,698,268	1,754,585
Series I	63,390,753	57,170,173
Series K	1,280,983	457,883
Series M	35,208,420	51,184,192

* The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

Scotia Private High Yield Income Pool (Unaudited - Continued)

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	233,876,810	222,187,763
Series F	16,042,557	16,993,904
Series I	556,189,200	525,927,796
Series K	11,197,921	1,327,050
Series M	483,943,003	475,501,100
	<u>1,301,249,491</u>	<u>1,241,937,613</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	(649,997)	2,880,295
Series F	(125,410)	231,816
Series I	(1,976,191)	5,493,525
Series K	(48,180)	6,511
Series M	(1,388,019)	6,161,104
	<u>(4,187,797)</u>	<u>14,773,251</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(5,701,600)	(6,211,214)
Series F	(400,676)	(388,976)
Series I	(17,270,411)	(15,011,474)
Series K	(388,555)	(177,663)
Series M	(8,269,651)	(12,460,903)
	<u>(32,030,893)</u>	<u>(34,250,230)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	23,181,739	26,468,387
Series F	375,648	677,697
Series I	28,897,075	25,261,920
Series K	4,306,691	6,923,115
Series M	31,569,307	62,363,150
Reinvested distributions		
Pinnacle Series	5,642,143	6,150,496
Series F	91,002	85,432
Series I	17,270,411	15,011,474
Series K	388,555	177,663
Series M	6,737,907	10,244,907
Payments on redemption		
Pinnacle Series	(106,707,265)	(20,133,095)
Series F	(713,907)	(851,936)
Series I	(11,325,752)	(5,411,595)
Series K	(1,921,549)	(222,179)
Series M	(234,963,118)	(57,768,353)
	<u>(237,171,113)</u>	<u>68,977,083</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(84,234,980)	9,154,869
Series F	(773,343)	(245,967)
Series I	15,595,132	25,343,850
Series K	2,336,962	6,707,447
Series M	(206,313,574)	8,539,905
	<u>(273,389,803)</u>	<u>49,500,104</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	149,641,830	231,342,632
Series F	15,269,214	16,747,937
Series I	571,784,332	551,271,646
Series K	13,534,883	8,034,497
Series M	277,629,429	484,041,005
	<u>1,027,859,688</u>	<u>1,291,437,717</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	(4,187,797)	14,773,251
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(904,346)	(34,034,263)
Unrealized foreign currency translation (gain) loss	7,080	118
Change in unrealized (gain) loss on non-derivative financial assets	(9,697,493)	70,110,540
Change in unrealized (gain) loss on derivatives	2,496,529	(9,827,882)
Non-cash transactions	-	(446,828)
Purchases of portfolio investments	(617,040,821)	(1,062,972,308)
Proceeds from sale of portfolio investments	894,689,575	990,825,511
Accrued investment income and other	1,562,044	(1,219,279)
Accrued expenses and other payables	123,813	191,074
	<u>267,048,584</u>	<u>(32,600,066)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	91,788,271	117,352,867
Amounts paid on redemption of redeemable units	(355,120,906)	(83,295,714)
Distributions to unitholders of redeemable units	(1,150,476)	(1,427,594)
	<u>(264,483,111)</u>	<u>32,629,559</u>
Net cash provided by (used in) operating activities	267,048,584	(32,600,066)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	91,788,271	117,352,867
Amounts paid on redemption of redeemable units	(355,120,906)	(83,295,714)
Distributions to unitholders of redeemable units	(1,150,476)	(1,427,594)
	<u>(264,483,111)</u>	<u>32,629,559</u>
Unrealized foreign currency translation gain (loss)	(7,080)	(118)
Net increase (decrease) in cash	2,565,473	29,493
Cash (bank overdraft), beginning of period	61,451	12,505
	<u>2,619,844</u>	<u>41,880</u>
CASH (BANK OVERDRAFT), END OF PERIOD		
Interest paid ⁽¹⁾	33,118	924
Interest received, net of withholding taxes ⁽¹⁾	31,906,550	29,786,555
Dividends received, net of withholding taxes ⁽¹⁾	48,093	1,015,854

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 96.1%				BONDS AND DEBENTURES (cont'd)			
Corporate Bonds – 95.7%				Corporate Bonds (cont'd)			
Adecoagro SA (Callable) 6.00% Sep 21, 2022	USD 600,000	731,279	654,820	CIT Group Inc. 5.38% May 15, 2020	USD 311,000	436,099	421,401
ADT Corporation, The 4.13% Jun 15, 2023	USD 3,250,000	3,958,600	4,010,416	CNX Resources Corporation (Callable) 5.88% Jan 22, 2018	USD 3,000,000	3,943,127	3,977,208
AerCap Ireland Capital DAC / AerCap Global Aviation Trust (Callable) 3.65% Apr 21, 2027	USD 1,000,000	1,261,878	1,198,727	Coty Inc. (Callable) 6.50% Apr 15, 2021	USD 6,500,000	8,296,240	8,225,491
AES Corporation (Callable) 4.88% May 15, 2018	USD 912,000	1,196,137	1,204,963	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corporation (Callable) 6.25% Apr 01, 2018	USD 10,000,000	14,060,269	13,431,886
AES Corporation (Callable) 5.13% Sep 01, 2022	USD 7,000,000	8,966,863	9,225,097	CSC Holdings LLC (Callable) 10.13% Jan 15, 2019	USD 2,000,000	3,102,550	2,906,594
AGT Food & Ingredients Inc. (Callable) 5.88% Dec 21, 2018	6,500,000	6,539,375	6,386,250	CSC Holdings LLC (Callable) 5.38% Feb 01, 2023	USD 2,500,000	3,124,253	3,049,623
AK Steel Corporation (Callable) 6.38% Oct 15, 2020	USD 12,650,000	15,673,344	15,514,270	DAE Funding LLC (Callable) 4.50% Aug 01, 2019	USD 1,000,000	1,253,400	1,273,207
AK Steel Corporation (Callable) 7.00% Mar 15, 2022	USD 4,500,000	5,731,411	5,680,189	DISH DBS Corporation 5.00% Mar 15, 2023	USD 3,700,000	4,108,095	4,244,387
AK Steel Corporation (Callable) 7.63% Oct 01, 2021	USD 4,500,000	4,885,541	6,067,430	DISH DBS Corporation 5.88% Jul 15, 2022	USD 6,000,000	7,921,340	7,438,330
American International Group Inc. (Callable) 2.30% Jun 16, 2019	USD 12,000,000	16,434,104	15,690,559	DISH DBS Corporation 5.88% Nov 15, 2024	USD 15,300,000	19,668,500	17,138,399
American International Group Inc. 3.38% Aug 15, 2020	USD 9,800,000	13,397,868	12,909,271	DPL Inc. (Callable) 6.75% Sep 01, 2019	USD 1,485,000	2,054,328	2,043,696
American International Group Inc. 4.88% Jun 01, 2022	USD 1,300,000	1,936,251	1,785,256	DPL Inc. (Callable) 7.25% Jul 15, 2021	USD 5,400,000	5,708,528	7,708,391
Amkor Technology Inc. (Callable) 6.38% Oct 01, 2022	USD 12,300,000	15,136,653	16,581,398	Dynegy Inc. (Callable) 5.88% Jun 01, 2018	USD 5,000,000	6,209,514	6,782,887
Andeavor (Callable) 4.75% Oct 15, 2023	USD 4,000,000	5,631,653	5,470,237	Enbridge Inc. (Callable) 6.25% Mar 01, 2028	USD 12,100,000	15,185,577	15,150,860
Armstrong Energy Inc. (Callable) 11.75% Dec 15, 2019	USD 10,925,000	8,636,084	2,696,837	Exela Intermediate LLC / Exela Finance Inc. (Callable) 10.00% Jul 15, 2020	USD 8,000,000	10,419,244	10,843,360
Axalta Coating Systems LLC (Callable) 4.88% Aug 15, 2019	USD 5,000,000	7,088,928	6,550,425	Fairfax Financial Holdings Limited 4.95% Mar 03, 2025	800,000	845,280	847,711
Baffinland Iron Mines Corporation / Baffinland Iron Mines LP (Callable) 8.75% Jul 15, 2021	USD 1,000,000	1,317,366	1,317,082	Fairfax Financial Holdings Limited 6.40% May 25, 2021	1,500,000	1,502,020	1,639,178
Bank of Nova Scotia, The (Callable) 3.04% Oct 18, 2019 ^a	11,000,000	10,837,600	11,064,494	First Data Corporation (Callable) 5.00% Jan 15, 2019	USD 2,450,000	3,330,180	3,207,775
Banro Corporation (Callable) 10.00% Mar 01, 2021*	USD 6,750,000	8,437,843	3,045,019	First Data Corporation (Callable) 5.75% Jan 15, 2019	USD 16,000,000	21,175,414	21,254,702
Baytex Energy Corporation (Callable) 5.13% Jun 01, 2021	USD 1,000,000	1,098,378	1,270,813	First Quantum Minerals Ltd. (Callable) 7.00% Feb 15, 2018	USD 4,015,000	3,695,481	5,347,912
Bellatrix Exploration Ltd. (Callable) 8.50% May 15, 2020	USD 9,020,000	10,853,411	7,903,800	First Quantum Minerals Ltd. (Callable) 7.25% May 15, 2022	USD 1,400,000	1,816,367	1,865,550
Brookfield Residential Properties Inc. (Callable) 6.13% May 15, 2018	4,500,000	4,631,250	4,572,563	First Quantum Minerals Ltd. (Callable) 7.25% Oct 01, 2019	USD 2,000,000	2,549,348	2,634,611
Calpine Corporation (Callable) 5.25% Jun 01, 2021	USD 8,000,000	10,160,020	9,962,701	Fly Leasing Ltd. (Callable) 5.25% Oct 15, 2020	USD 7,300,000	9,132,991	9,030,622
Calpine Corporation (Callable) 5.50% Feb 01, 2019	USD 7,750,000	9,652,356	9,370,249	Ford Credit Canada Ltd. 2.92% Sep 16, 2020	3,000,000	3,085,800	2,992,782
Cameco Corporation (Callable) 4.19% Mar 24, 2024	4,000,000	3,998,400	3,973,699	Ford Credit Canada Ltd. 2.94% Feb 19, 2019	3,000,000	3,052,500	3,009,910
Cascades Inc. 5.50% Jul 15, 2021	12,000,000	11,955,000	12,208,750	Freeport-McMoRan Inc. (Callable) 3.55% Dec 01, 2021	USD 2,400,000	2,986,674	3,007,102
CCO Holdings LLC / CCO Holdings Capital Corporation (Callable) 5.38% May 01, 2020	USD 3,250,000	4,170,730	4,146,171	Frontier Communications Corporation (Callable) 11.00% Jun 15, 2025	USD 9,500,000	12,750,323	10,057,750
CCO Holdings LLC / CCO Holdings Capital Corporation (Callable) 5.50% May 01, 2021	USD 14,050,000	18,302,904	17,972,170	Frontier Communications Corporation 8.75% Apr 15, 2022	USD 2,100,000	2,285,506	2,327,748
CenturyLink Inc. 5.80% Mar 15, 2022	USD 7,850,000	9,111,374	10,235,230	Gibson Energy Inc. (Callable) 5.25% Jul 15, 2020	15,300,000	15,301,976	15,300,000
Charter Communications Operating LLC / Charter Communications Operating Capital (Callable) 4.50% Jan 01, 2024	USD 3,000,000	3,973,416	3,956,172	Golf Town Canada Inc. (Callable) 10.50% Jul 24, 2018*	14,435,000	12,476,655	–
Cheniere Corpus Christi Holdings LLC (Callable) 5.13% Jan 01, 2027	USD 4,950,000	6,416,686	6,492,212	Harvest Operations Corporation 2.33% Apr 14, 2021	USD 4,950,000	6,201,627	6,276,755
CHS/ Community Health Systems Inc. (Callable) 6.25% Mar 31, 2020	USD 3,500,000	4,728,177	4,231,403	HCA Inc. (Callable) 4.50% Aug 15, 2026	USD 10,000,000	13,359,364	12,523,476
CHS/Community Health Systems Inc. (Callable) 5.13% Aug 01, 2021	USD 10,000,000	13,266,313	12,237,420	HCA Inc. 6.50% Feb 15, 2020	USD 3,000,000	4,371,665	4,121,104
CIT Group Inc. 3.88% Feb 19, 2019	USD 2,050,000	2,793,709	2,704,803	Hertz Corp, The (Callable) 6.25% Oct 15, 2022	USD 10,206,000	12,913,108	12,031,789
				HSBC Bank of Canada 2.94% Jan 14, 2020	5,000,000	4,895,100	5,029,149
				HSBC Holdings PLC 2.65% Jan 05, 2022	USD 5,000,000	6,551,299	6,365,902
				IGM Financial Inc. (Callable) 3.44% Oct 26, 2026	2,250,000	2,248,493	2,242,124
				Jaguar Land Rover Automotive PLC (Callable) 3.50% Dec 15, 2019	USD 3,050,000	3,808,136	3,961,582

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Guardian Capital LP

Scotia Private High Yield Income Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				BONDS AND DEBENTURES (cont'd)			
Corporate Bonds (cont'd)				Corporate Bonds (cont'd)			
JBS USA LLC / JBS USA Finance Inc. (Callable) 5.75% Jun 15, 2020	USD 20,500,000	25,132,912	25,237,427	Quebecor Media Inc. 6.63% Jan 15, 2023	6,750,000	6,753,938	7,285,946
Kinder Morgan Inc. (Callable) 4.30% Mar 01, 2025	USD 3,300,000	4,070,287	4,322,456	Radian Group Inc. (Callable) 4.50% Jul 01, 2024	USD 1,500,000	1,827,441	1,908,686
Kindred Healthcare Inc. 8.00% Jan 15, 2020	USD 3,500,000	4,824,455	4,955,395	RioCan Real Estate Investment Trust 3.72% Dec 13, 2021	4,290,000	4,277,988	4,382,271
Kruger Products LP (Callable) 6.00% Apr 24, 2021	2,000,000	2,000,000	2,022,981	Rite Aid Corporation (Callable) 6.13% Apr 01, 2018	USD 9,750,000	12,681,284	13,069,416
Largo Resources Ltd. (Callable) 9.25% Jun 01, 2019	USD 6,000,000	7,525,822	7,930,663	Rockies Express Pipeline LLC 5.63% Apr 15, 2020	USD 10,000,000	13,056,521	13,446,024
Level 3 Financing Inc. (Callable) 5.38% Jan 15, 2019	USD 4,000,000	5,038,105	5,167,530	Rockies Express Pipeline LLC 6.00% Jan 15, 2019	USD 8,615,000	11,569,389	11,487,158
Loblaw Companies Limited 3.75% Mar 12, 2019	5,000,000	5,243,650	5,053,222	Rockpoint Gas Storage Canada Ltd. (Callable) 7.00% Mar 31, 2020	USD 1,000,000	1,208,730	1,318,489
Lundin Mining Corporation (Callable) 7.88% Nov 01, 2018	USD 4,500,000	5,678,151	6,229,121	Royal Bank of Canada (Callable) 2.99% Dec 06, 2019	5,000,000	4,821,650	5,029,839
Mattamy Group Corporation (Callable) 6.50% Oct 01, 2020	USD 4,250,000	5,617,653	5,510,232	Russel Metals Inc. (Callable) 6.00% Mar 16, 2021	2,250,000	2,250,000	2,258,438
MEG Energy Corporation (Callable) 6.38% Jan 30, 2023	USD 9,925,000	10,784,738	12,169,788	Sabine Pass Liquefaction LLC (Callable) 4.20% Sep 15, 2027	USD 1,000,000	1,326,909	1,266,506
MEG Energy Corporation (Callable) 7.00% Sep 30, 2018	USD 7,000,000	8,326,603	8,638,464	Scientific Games International Inc. (Callable) 10.00% Dec 01, 2018	USD 2,425,000	3,182,728	3,410,832
MGM Resorts International 6.63% Dec 15, 2021	USD 1,500,000	1,727,041	2,084,719	Seven Generations Energy Ltd. (Callable) 5.38% Sep 30, 2020	USD 3,500,000	4,383,121	4,447,201
Midcontinent Express Pipeline LLC 6.70% Sep 15, 2019	USD 7,500,000	10,263,049	10,170,434	SFR Group SA (Callable) 7.38% May 01, 2021	USD 5,000,000	6,555,944	6,438,501
Morgan Stanley 1.49% Jan 24, 2019	USD 9,000,000	11,926,303	11,868,414	Shaw Communications Inc. (Callable) 4.35% Oct 31, 2023	8,000,000	8,426,000	8,375,137
Moss Creek Resources Holdings Inc. (Callable) 7.50% Jan 15, 2021	USD 4,000,000	4,986,785	5,222,348	Sherritt International Corporation (Callable) 7.88% Oct 11, 2018	10,250,000	9,966,250	9,165,207
Netflix Inc. 4.88% Apr 15, 2028	USD 4,000,000	5,070,281	5,013,915	Sherritt International Corporation (Callable) 8.00% Nov 15, 2018	5,153,211	5,295,049	5,121,003
New Gold Inc. (Callable) 6.25% Nov 15, 2022	USD 3,900,000	4,397,376	5,186,989	Six Flags Entertainment Corporation (Callable) 5.50% Apr 15, 2022	USD 8,000,000	10,277,875	10,245,522
Newalta Corporation (Callable) 5.88% Apr 01, 2021	6,650,000	6,658,000	6,636,146	Sobeys Inc. 3.52% Aug 08, 2018	4,300,000	4,443,577	4,307,573
Newalta Corporation (Callable) 7.75% Nov 14, 2019	2,500,000	2,500,000	2,497,917	Source Energy Services Canada LP (Callable) 10.50% Dec 15, 2018	12,056,809	12,715,559	12,915,857
NGPL PipeCo LLC (Callable) 4.88% Feb 15, 2027	USD 2,500,000	3,125,234	3,255,912	Southern Pacific Resource Corporation (Callable) 8.75% Jan 25, 2025*	6,000,000	5,540,250	-
NGPL PipeCo LLC 7.77% Dec 15, 2037	USD 5,000,000	7,558,023	7,843,859	Springleaf Finance Corporation 7.13% Mar 15, 2026	USD 1,000,000	1,285,496	1,311,913
Norbord Inc. 6.25% Apr 15, 2023	USD 3,500,000	4,379,053	4,810,808	Sprint Communications Inc. 9.00% Nov 15, 2018	USD 8,750,000	12,689,384	11,735,926
Novelis Corporation (Callable) 5.88% Sep 30, 2021	USD 16,200,000	21,577,868	20,515,583	Sprint Corporation (Callable) 7.63% Nov 15, 2024	USD 1,000,000	1,350,917	1,348,140
NRG Energy Inc. (Callable) 6.63% Jul 15, 2021	USD 2,500,000	3,391,380	3,377,404	Sprint Corporation 7.13% Jun 15, 2024	USD 3,000,000	3,977,234	3,922,956
NuVista Energy Ltd. (Callable) 6.50% Mar 02, 2020	10,000,000	10,000,000	10,089,583	Sprint Corporation 7.25% Sep 15, 2021	USD 11,350,000	14,055,848	15,534,784
Parkland Fuel Corporation (Callable) 5.50% May 28, 2021	3,800,000	3,762,000	3,871,250	Superior Plus Corporation (Callable) 5.25% Feb 27, 2020	10,800,000	10,849,500	10,505,250
Parkland Fuel Corporation (Callable) 5.63% May 09, 2020	2,500,000	2,511,250	2,515,104	Superior Plus LP (Callable) 5.13% Feb 27, 2021	4,000,000	3,715,880	3,825,000
Parkland Fuel Corporation (Callable) 5.75% Sep 16, 2019	3,000,000	3,030,000	3,037,500	Talen Energy Supply LLC (Callable) 6.50% Jun 01, 2020	USD 4,300,000	4,515,878	4,319,850
Parkland Fuel Corporation (Callable) 6.00% Nov 21, 2022	500,000	500,625	513,125	Taseko Mines Ltd. (Callable) 8.75% Jun 15, 2019	USD 8,930,000	11,949,153	12,009,003
PetSmart Inc. (Callable) 5.88% Jun 01, 2020	USD 3,300,000	3,615,923	3,353,818	TerraForm Power Operating LLC (Callable) 4.25% Oct 31, 2022	USD 5,500,000	7,039,732	6,994,969
Postmedia Network Inc. (Callable) 8.25% Jul 15, 2021	3,143,501	3,157,504	2,980,039	TerraForm Power Operating LLC (Callable) 5.00% Jul 31, 2027	USD 3,750,000	4,797,465	4,699,263
Precision Drilling Corporation (Callable) 5.25% May 15, 2019	USD 4,500,000	5,832,356	5,624,793	Tidewater Midstream and Infrastructure Ltd. (Callable) 6.75% Dec 19, 2019	5,000,000	4,973,950	5,001,295
Precision Drilling Corporation (Callable) 7.13% Nov 15, 2020	USD 4,350,000	5,571,142	5,898,594	T-Mobile US Inc. (Callable) 6.50% Jan 15, 2021	USD 3,000,000	4,089,694	4,091,650
Precision Drilling Corporation (Callable) 7.75% Dec 15, 2019	USD 4,800,000	6,597,169	6,646,290				

BOND FUNDS

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Guardian Capital LP

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)/ Number of Shares	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
Corporate Bonds (cont'd)			
Transcontinental Inc. 3.90% May 13, 2019	10,000,000	10,090,909	10,086,184
Tribune Media Company (Callable) 5.88% Jul 15, 2018	USD 3,000,000	3,987,798	3,983,678
Trinidad Drilling Ltd. (Callable) 6.63% Feb 15, 2020	USD 2,500,000	3,108,063	3,179,482
United Rentals North America Inc. (Callable) 5.50% May 15, 2022	USD 4,600,000	6,096,934	5,885,488
United Rentals North America Inc. (Callable) 5.88% Sep 15, 2021	USD 1,613,000	2,231,916	2,179,016
Viacom Inc. (Callable) 2.75% Nov 15, 2019	USD 6,105,000	8,128,709	7,976,791
Wells Fargo Canada Corporation 3.04% Jan 29, 2021	15,250,000	15,417,598	15,361,314
Wynn Las Vegas LLC (Callable) 4.25% Feb 28, 2023	USD 5,500,000	5,766,958	6,903,356
Wynn Las Vegas LLC (Callable) 5.50% Dec 01, 2024	USD 1,750,000	2,183,483	2,262,198
Zayo Group LLC / Zayo Capital Inc. (Callable) 5.75% Jan 15, 2022	USD 12,500,000	17,413,270	16,195,222
		<u>1,015,393,983</u>	<u>983,446,007</u>
Federal Bonds – 0.4%			
Canada Housing Trust No. 1 1.15% Dec 15, 2021	4,000,000	3,992,120	3,856,079
TOTAL BONDS AND DEBENTURES		<u>1,019,386,103</u>	<u>987,302,086</u>
EQUITIES – 1.0%			
Energy – 0.9%			
Canadian International Oil Corporation, Warrants Feb 14, 2020*	520,000	–	–
Connacher Oil and Gas Ltd.*	309,158	3,312,451	–
Prairie Provident Resources Inc.	408,004	5,967,216	161,162
Source Energy Services Ltd.	42,555	446,828	211,498
Tourmaline Oil Corporation	282,900	12,501,485	6,645,321
Trident Exploration Corporation, Restricted*	8,471,215	3,213,132	2,287,228
		<u>25,441,112</u>	<u>9,305,209</u>
Materials – 0.1%			
Banro Corporation*	388,202	698,764	–
Hycroft Mining Corporation	90,163	13,443,760	8,301
Sherritt International Corporation, Warrants Jul 29, 2021	1,453,099	–	890,087
Trevali Mining Corporation, Warrants Dec 30, 2020	285,824	–	153,989
		<u>14,142,524</u>	<u>1,052,377</u>
TOTAL EQUITIES		<u>39,583,636</u>	<u>10,357,586</u>

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
MONEY MARKET INSTRUMENTS – 2.0%			
Commercial Paper – 0.2%			
Farm Credit Canada 0.00% Jul 25, 2018	USD 1,175,000	1,559,818	1,543,236
Promissory Notes – 0.4%			
Province of British Columbia 1.95% Jul 27, 2018	USD 3,300,000	4,254,670	4,333,840
Treasury Bills – 1.4%			
Government of Canada 0.00% Aug 09, 2018	475,000	474,435	474,449
Government of Canada 0.00% Aug 15, 2018	USD 4,300,000	5,457,384	5,640,990
Government of Canada 0.00% Jul 26, 2018	3,200,000	3,197,440	3,197,705
Province of Quebec 0.00% Aug 03, 2018	USD 3,000,000	3,865,904	3,938,069
United States Treasury Bills 0.00% Aug 02, 2018	USD 1,120,000	1,438,521	1,470,601
		<u>14,433,684</u>	<u>14,721,814</u>
TOTAL MONEY MARKET INSTRUMENTS		<u>20,248,172</u>	<u>20,598,890</u>
TOTAL INVESTMENT PORTFOLIO		<u><u>1,079,217,911</u></u>	<u>1,018,258,562</u>
Unrealized Gain (Loss) on Derivatives – 0.4%			3,642,720
OTHER ASSETS, LESS LIABILITIES – 0.5%			5,958,406
NET ASSETS – 100.0%			<u><u>1,027,859,688</u></u>

* These securities have no quoted values and are classified as Level 3 securities.

† These securities are investments in related parties (note 10).

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

SCHEDULE OF DERIVATIVE INSTRUMENTS

UNREALIZED GAIN ON CURRENCY FORWARD CONTRACTS

Counterparty	Credit Rating	Settlement Date	Currency To Be Received	Contractual Amount	Currency To Be Delivered	Contractual Amount	Contract Price	Market Price	Unrealized Gain (\$)
HSBC Bank Canada	A-1+	Aug. 23, 2018	Canadian Dollar	314,666,350	US Dollar	239,290,000	0.76	0.762	530,293
Royal Bank of Canada	A-1+	Aug. 24, 2018	Canadian Dollar	264,726,045	US Dollar	201,000,000	0.759	0.762	863,411
Bank of Nova Scotia, The	A-1	Aug. 27, 2018	Canadian Dollar	225,404,700	US Dollar	170,000,000	0.754	0.762	2,249,016
									<u>3,642,720</u>

BOND FUNDS

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns and to provide income as well as capital growth by investing primarily in high yield, lower rated Canadian corporate bonds, preferred shares and short term money market securities. The Fund can invest up to 100% of its assets in foreign securities.

Risks associated with financial instruments (note 4)
Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	90,017,287	196,098,590
1-3 years	189,527,552	231,427,797
3-5 years	301,367,821	313,053,131
5-10 years	403,993,597	500,506,063
> 10 years	22,994,719	21,903,695
	1,007,900,976	1,262,989,276

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$7,045,866 or approximately 0.7% (December 31, 2017 – \$9,395,067 or approximately 0.7%).

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	796,580,995	(801,154,375)	(4,573,380)	(0.4)
	796,580,995	(801,154,375)	(4,573,380)	(0.4)

Currency	December 31, 2017			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	904,218,269	(441,572,219)	462,646,050	35.6
European Euro	5,716,020	–	5,716,020	0.4
	909,934,289	(441,572,219)	468,362,070	36.0

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$457,338 or 0.0% (December 31, 2017 – \$46,836,207 or 3.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 1.0% (December 31, 2017 – 1.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$1,035,759 (December 31, 2017 – \$1,200,049). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
Short Term Rating				
A-1+	2.0	2.0	6.8	6.6
Bond Credit Rating				
AAA	0.4	0.4	2.9	2.8
AA	1.1	1.1	1.8	1.8
A	4.0	3.9	5.0	4.8
BBB	15.7	15.4	14.6	14.3
BB	35.6	34.9	32.8	31.9
B	38.9	38.2	33.0	32.0
CCC	1.2	1.2	1.0	1.0
NOT RATED	1.1	1.0	2.1	2.0
	100.0	98.1	100.0	97.2

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Commercial Paper	0.2	–
Corporate Bonds	95.7	88.3
Energy	0.9	0.8
Federal Bonds	0.4	2.1
Materials	0.1	0.2
Promissory Notes	0.4	1.7
Treasury Bills	1.4	4.9

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	7,026,282	–	2,287,228	9,313,510
Bonds and debentures	–	984,257,067	3,045,019	987,302,086
Money market instruments	–	20,598,890	–	20,598,890
Warrants, rights and options	–	1,044,076	–	1,044,076
Unrealized gain on currency forward contracts	–	3,642,720	–	3,642,720
	7,026,282	1,009,542,753	5,332,247	1,021,901,282

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	7,020,101	52,038	2,893,767	9,965,906
Bonds and debentures	–	1,177,110,275	–	1,177,110,275
Money market instruments	–	85,879,001	–	85,879,001
Warrants, rights and options	–	2,034,583	–	2,034,583
Unrealized gain on currency forward contracts	–	6,139,249	–	6,139,249
	7,020,101	1,271,215,146	2,893,767	1,281,129,014

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Reconciliation of Level 3 financial instruments

The following table presents the movement in the Fund's Level 3 financial instruments for the periods ended:

	June 30, 2018 (\$)	December 31, 2017 (\$)
Beginning of period	2,893,767	3,213,132
Purchases	–	–
Sales	–	(12,268)
Transfers into Level 3	–	–
Transfers out of Level 3	–	–
Net realized gains (losses)	–	(1,892,338)
Net change in unrealized gain (loss)*	2,438,480	1,585,241
End of period	5,332,247	2,893,767

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at June 30, 2018 and December 31, 2017 was \$2,438,480 and \$(319,365), respectively.

Level 3 valuation techniques

The tables below summarize the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs in the valuation techniques to estimate the fair values of level 3 investments can vary considerably over time to time depending on company specific factors and economic or market conditions. The tables also illustrate the potential impact on the Fund if the significant unobservable inputs used in the valuation techniques had increased or decreased by 5%, with all other variables held constant. Certain significant unobservable inputs used in the valuation techniques are not reasonably expected to shift and are indicated in the tables below as "n/a". Securities where the reasonable possible

shift in the significant unobservable input did not result in a material impact on the Fund are indicated in the table below as nil.

Security	Valuation technique	Significant unobservable input	Carrying value as at June 30, 2018 (\$)	Change in valuation (\$)
Equities	Fundamental model analysis based on financial data	Price to book multiple, peers performance & discount rate	3,045,019	(106)/115
Debt	Fundamental model analysis based on financial data	Discount rate	2,287,228	169,424/(84,712)
			5,332,247	–

Security	Valuation technique	Significant unobservable input	Carrying value as at December 31, 2017 (\$)	Change in valuation (\$)
Equities	Fundamental model analysis based on financial data	Discount rate	2,893,767	–
			2,893,767	–

Offsetting of financial assets and liabilities (note 2)

The following tables present offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

	June 30, 2018			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Financial assets – by type				
Currency forward contracts	3,642,720	–	–	3,642,720
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	3,642,720	–	–	3,642,720

	June 30, 2018			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Financial liabilities – by type				
Currency forward contracts	–	–	–	–
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	–	–	–	–

FUND SPECIFIC NOTES

For the periods indicated in Note 1

December 31, 2017				
Financial assets – by type	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	6,139,249	–	–	6,139,249
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	6,139,249	–	–	6,139,249

Financial liabilities – by type	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	–	–	–	–
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	–	–	–	–

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread.

	June 30, 2018		December 31, 2017	
	Net asset value per unit (\$)	Net assets per unit (\$)	Net asset value per unit (\$)	Net assets per unit (\$)
Pinnacle Series	8.66	8.67	8.89	8.89
Series F	9.01	9.01	9.34	9.34
Series I	8.69	8.70	9.02	9.02
Series K	9.54	9.55	9.88	9.88
Series M	8.72	8.72	9.04	9.04

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	856,826,239	891,684,546
Derivatives	10,651,554	3,729,930
Cash	34,366,397	38,516,489
Receivable for securities sold	5,321,680	—
Subscriptions receivable	217,817	3,301,885
Accrued investment income and other	4,789,793	4,420,605
	<u>912,173,480</u>	<u>941,653,455</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	16,559	29,935
Management fee payable	168	—
Payable for securities purchased	64,937,484	75,274,756
Redemptions payable	568,567	606,276
Accrued expenses	36,168	—
Distributions payable	4,133	—
	<u>65,563,079</u>	<u>75,910,967</u>
Net assets attributable to holders of redeemable units	<u>846,610,401</u>	<u>865,742,488</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	102,744,802	111,222,090
Series F	267,409	324,556
Series I	743,598,190	754,195,842
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	8.91	9.23
Series F	9.12	9.44
Series I	9.18	9.51

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Interest for distribution purposes	16,040,136	14,060,343
Net realized gain (loss) on non-derivative financial assets	(7,607,729)	5,732,877
Change in unrealized gain (loss) on non-derivative financial assets	18,326,323	(22,038,405)
Net realized gain (loss) on derivatives	(46,948,163)	25,149,314
Change in unrealized gain (loss) on derivatives	6,935,000	530,266
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>(13,254,433)</u>	<u>23,434,395</u>
Securities lending (note 11)	18,187	50,633
Net realized and unrealized foreign currency translation gain (loss)	192,414	2,234,886
Other income	1,643	446
Total income (loss), net	<u>(13,042,189)</u>	<u>25,720,360</u>
EXPENSES		
Management fees (note 5)	1,193	784
Fixed administration fees (note 6)	206,885	199,705
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	457	317
Foreign withholding taxes/tax reclaims	39,189	(7,352)
Harmonized Sales Tax/Goods and Services Tax	21,303	20,374
Total expenses	<u>269,614</u>	<u>214,404</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>(13,311,803)</u>	<u>25,505,956</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	(1,746,926)	3,103,492
Series F	(6,569)	6,668
Series I	(11,558,308)	22,395,796
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	(0.15)	0.29
Series F	(0.19)	0.30
Series I	(0.15)	0.29
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	11,734,215	10,863,097
Series F	34,430	22,218
Series I	79,705,207	76,851,587

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	111,222,090	96,235,733
Series F	324,556	217,232
Series I	754,195,842	710,614,835
	<u>865,742,488</u>	<u>807,067,800</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	(1,746,926)	3,103,492
Series F	(6,569)	6,668
Series I	(11,558,308)	22,395,796
	<u>(13,311,803)</u>	<u>25,505,956</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(2,010,760)	(1,736,026)
Series F	(4,646)	(2,800)
Series I	(14,741,906)	(13,208,351)
	<u>(16,757,312)</u>	<u>(14,947,177)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	16,740,829	17,339,255
Series F	(2,249)	27,903
Series I	16,038,856	27,585,111
Reinvested distributions		
Pinnacle Series	2,004,134	1,729,513
Series F	1,938	1,335
Series I	14,741,906	13,208,351
Payments on redemption		
Pinnacle Series	(23,464,565)	(11,343,368)
Series F	(45,621)	(33,087)
Series I	(15,078,200)	(4,721,090)
	<u>10,937,028</u>	<u>43,793,923</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(8,477,288)	9,092,866
Series F	(57,147)	19
Series I	(10,597,652)	45,259,817
	<u>(19,132,087)</u>	<u>54,352,702</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	102,744,802	105,328,599
Series F	267,409	217,251
Series I	743,598,190	755,874,652
	<u>846,610,401</u>	<u>861,420,502</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	(13,311,803)	25,505,956
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	7,607,729	(5,732,877)
Unrealized foreign currency translation (gain) loss	28,559	1,668,008
Change in unrealized (gain) loss on non-derivative financial assets	(18,326,323)	22,038,405
Change in unrealized (gain) loss on derivatives	(6,935,000)	(530,266)
Purchases of portfolio investments	(1,805,310,732)	(1,649,809,010)
Proceeds from sale of portfolio investments	1,835,228,683	1,538,627,856
Accrued investment income and other	(369,188)	99,164
Accrued expenses and other payables	36,336	37,254
Net cash provided by (used in) operating activities	<u>(1,351,739)</u>	<u>(68,095,510)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	35,861,503	44,679,559
Amounts paid on redemption of redeemable units	(38,626,095)	(15,877,710)
Distributions to unitholders of redeemable units	(5,202)	(4,337)
Net cash provided by (used in) financing activities	<u>(2,769,794)</u>	<u>28,797,512</u>
Unrealized foreign currency translation gain (loss)	(28,559)	(1,668,008)
Net increase (decrease) in cash	(4,121,533)	(39,297,998)
Cash (bank overdraft), beginning of period	38,516,489	100,182,876
CASH (BANK OVERDRAFT), END OF PERIOD	<u>34,366,397</u>	<u>59,216,870</u>
Interest paid ⁽¹⁾	457	317
Interest received, net of withholding taxes ⁽¹⁾	15,555,137	14,166,859

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer		Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 95.3%				
Australian Dollar – 0.7%				
International Bank for Reconstruction & Development 3.00% Oct 19, 2026	AUD	4,100,000	4,232,254	3,971,481
Morgan Stanley 4.75% Nov 16, 2018	AUD	1,590,000	1,621,407	1,559,121
			<u>5,853,661</u>	<u>5,530,602</u>
Euro – 0.3%				
America Movil S.A.B. de C.V. 3.26% Jul 22, 2023	EUR	1,400,000	1,905,514	2,417,809
Indian Rupee – 0.5%				
International Finance Corporation 5.85% Nov 25, 2022	INR	220,000,000	4,292,757	3,957,585
Malaysian Ringgit – 0.4%				
Malaysia Government Bond 4.06% Sep 30, 2024	MYR	11,003,000	3,497,828	3,585,312
Mexican Peso – 0.2%				
Mexican Bonos de Desarrollo 8.00% Dec 07, 2023	MXN	23,000,000	1,679,261	1,547,068
New Zealand dollar – 0.6%				
Goldman Sachs Group Inc., The 5.20% Dec 17, 2019	NZD	3,310,000	2,967,085	3,041,335
JPMorgan Chase & Co. 4.25% Nov 02, 2018	NZD	2,300,000	1,991,204	2,053,625
			<u>4,958,289</u>	<u>5,094,960</u>
United States Dollar – 92.6%				
21st Century Fox America Inc. 6.65% Nov 15, 2037	USD	1,605,000	2,792,655	2,619,983
21st Century Fox America Inc. 7.43% Oct 01, 2026	USD	511,000	821,061	798,961
AbbVie Inc. (Callable) 2.50% Apr 14, 2020	USD	2,280,000	2,942,792	2,968,192
Access Group Inc. (Floating Rate) 1.11% Aug 25, 2037	USD	911,970	940,750	1,150,959
Access Group Inc. (Floating Rate) 1.42% Jul 01, 2038	USD	908,367	1,038,607	1,184,257
Access Group Inc. 1.42% Jul 01, 2038	USD	1,394,885	1,657,949	1,835,807
AccessLex Institute 2.63% May 25, 2036	USD	1,997,694	2,534,824	2,592,204
Adjustable Rate Mortgage Trust Series 2005-10 2.71% Jan 25, 2036	USD	12,398	12,681	16,198
Alternative Loan Trust Series 2006-2CB 5.50% Mar 25, 2036	USD	10,980	14,483	11,419
Altria Group Inc. 10.20% Feb 06, 2039	USD	997,000	1,827,232	2,085,080
Altria Group Inc. 9.95% Nov 10, 2038	USD	195,000	389,323	410,191
Amazon.com Inc. (Callable) 5.20% Sep 03, 2025	USD	1,170,000	1,677,925	1,695,580
American Express Co (Callable) 2.20% Sep 29, 2020	USD	810,000	1,022,754	1,042,483
American Express Co (Callable) 3.00% Sep 29, 2024	USD	2,410,000	2,989,230	3,036,130
AmeriCredit Automobile Receivables Trust 2014-1 2.15% Mar 09, 2020	USD	584,254	752,407	768,647
Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificate Series 2003-11 1.59% Dec 25, 2033	USD	978,484	1,254,748	1,311,565
Amgen Inc. (Callable) 5.65% Dec 15, 2041	USD	850,000	1,249,470	1,250,495
Anheuser-Busch InBev Worldwide Inc. (Callable) 4.75% Oct 15, 2057	USD	1,135,000	1,482,374	1,460,599
Anthem Inc. 2.50% Nov 21, 2020	USD	3,040,000	3,831,054	3,937,299
Anthem Inc. 3.30% Jan 15, 2023	USD	695,000	962,832	894,952
Apache Corporation 6.90% Sep 15, 2018	USD	540,000	784,439	716,281
Asset Backed Securities Corporation Home Equity Loan Trust Series 2002-HE1 2.13% Mar 15, 2032	USD	1,842,152	2,413,556	2,488,759
AstraZeneca PLC (Callable) 2.38% May 12, 2022	USD	1,345,000	1,806,880	1,701,133

Issuer		Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				
United States Dollar (cont'd)				
AstraZeneca PLC 2.38% Nov 16, 2020	USD	1,679,000	2,234,779	2,173,112
AT&T Inc. (Callable) 5.25% Sep 01, 2036	USD	1,900,000	2,508,500	2,473,393
Athene Holding Ltd. (Callable) 4.13% Oct 12, 2027	USD	2,080,000	2,550,631	2,510,354
AutoNation Inc. (Callable) 3.80% Aug 15, 2027	USD	740,000	944,567	905,696
Banco Santander S.A. 3.85% Apr 12, 2023	USD	1,400,000	1,778,839	1,804,088
BANK 2018-BNK10 3.69% Feb 15, 2061	USD	3,655,000	4,636,677	4,784,875
Bank of America Alternative Loan Trust Series 2005-5 6.00% Jun 25, 2035	USD	52,788	48,339	69,400
Bank of America Commercial Mortgage Trust 2007-1 5.42% Jan 15, 2049	USD	307,476	402,534	403,343
Bank of America Corporation (Callable) 3.37% Jan 23, 2025	USD	1,520,000	1,887,683	1,921,900
Bank of America Corporation, Perpetual 5.88%	USD	1,595,000	2,057,560	2,066,280
Bank of America Mortgage Trust Series 2005-3 5.50% Apr 25, 2035	USD	660,773	760,712	890,523
Bank of America Mortgage Trust Series 2005-G 2.87% Aug 25, 2035	USD	85,870	72,991	108,675
Bank of America Mortgage Trust, Series 2003-J 3.62% Nov 25, 2051	USD	50,843	49,703	69,791
Barclays PLC (Callable) 4.34% May 16, 2023	USD	1,420,000	1,825,404	1,843,419
Barclays PLC (Callable) 4.97% May 16, 2028	USD	1,285,000	1,655,026	1,678,431
Barrick North America Finance LLC 4.40% May 30, 2021	USD	1,690,000	2,385,916	2,308,475
Bear Stearns ARM Trust Series 2004-5 3.27% Jul 25, 2034	USD	244,925	246,450	324,781
Becton Dickinson and Company (Callable) 2.89% May 06, 2022	USD	1,725,000	2,331,333	2,200,581
Broadcom Corporation / Broadcom Cayman Finance Ltd. (Callable) 3.88% Oct 15, 2026	USD	1,755,000	2,212,641	2,185,798
California Republic Auto Receivables Trust 2015-1 1.82% Sep 15, 2020	USD	791,114	995,946	1,037,105
California Republic Auto Receivables Trust 2017-1 1.90% Mar 15, 2021	USD	1,970,000	2,587,508	2,580,784
CarMax Auto Owner Trust 2015-1 1.38% Nov 15, 2019	USD	121,128	151,309	159,254
CarMax Auto Owner Trust 2016-2 1.52% Feb 16, 2021	USD	2,021,669	2,577,124	2,640,382
Celgene Corporation (Callable) 3.90% Nov 20, 2027	USD	1,470,000	1,840,796	1,835,267
Cengage Learning Inc. (First Lien Term Loan B) Jun 07, 2023	USD	2,928,741	3,778,430	3,546,622
CenturyLink Inc. (First Lien Term Loan B) Jun 31, 2025	USD	1,492,500	2,010,806	1,925,720
CF Industries Inc. 5.38% Mar 15, 2044	USD	3,320,000	3,673,828	3,872,096
Charter Communications Operating LLC / Charter Communications Operating Capital (Callable) 4.91% Apr 23, 2025	USD	3,325,000	4,314,092	4,434,354
Charter Communications Operating LLC / Charter Communications Operating Capital (Callable) 6.38% Apr 23, 2035	USD	1,530,000	2,125,811	2,101,149
CHL Mortgage Pass-Through Trust Series 2004-HYB4 2.72% Sep 20, 2034	USD	31,695	30,743	42,515
Cigna Corporation (Callable) 3.05% Jul 15, 2027	USD	1,530,000	1,890,514	1,825,299
Citigroup Capital III 7.63% Dec 01, 2036	USD	1,025,000	1,682,705	1,789,861
Citigroup Commercial Mortgage Trust 2013-GC17 3.85% Nov 10, 2046	USD	1,000,000	1,328,354	1,340,986
Citigroup Inc. 8.13% Jul 15, 2039	USD	1,309,000	2,622,091	2,434,658
Citigroup Mortgage Loan Trust Inc. (Floating Rate) 2.26% Aug 25, 2034	USD	869,384	1,074,080	1,179,770
CNH Equipment Trust 2015-B (Callable) 1.89% Apr 15, 2019	USD	1,150,000	1,476,291	1,505,511

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Logan Circle Partners, L.P.

Scotia Private American Core-Plus Bond Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States Dollar (cont'd)			
CNOOC Finance 2013 Ltd. 3.00% May 09, 2023	USD 920,000	849,880	1,169,747
COMM 2006-C8 Mortgage Trust 5.38% Dec 10, 2046	USD 87,364	115,031	116,432
COMM 2013-CCRE10 Mortgage Trust 2.97% Aug 10, 2046	USD 658,830	816,820	868,135
COMM 2013-CCRE12 Mortgage Trust 2.90% Oct 10, 2046	USD 1,372,572	1,754,493	1,809,152
COMM 2014-LC17 Mortgage Trust 3.65% Oct 10, 2047	USD 1,100,000	1,381,123	1,452,674
Comm 2014-UBS2 Mortgage Trust 3.96% Mar 10, 2047	USD 1,190,000	1,730,694	1,605,116
COMM 2015-CCRE25 Mortgage Trust 3.76% Aug 10, 2048	USD 1,694,000	2,276,828	2,250,219
COMM 2015-CCRE26 Mortgage Trust 4.64% Oct 10, 2048	USD 1,800,000	2,288,490	2,363,255
Credit Suisse First Boston Mortgage Securities Corporation 4.88% Jul 15, 2037	USD 216,599	276,747	285,565
CSAIL 2015-C3 Commercial Mortgage Trust 3.45% Aug 15, 2048	USD 2,095,066	2,870,753	2,731,778
CSMC Mortgage-Backed Trust Series 2007-5 6.00% Oct 25, 2024	USD 192,695	247,759	232,735
CVS Health Corporation (Callable) 3.70% Feb 09, 2023	USD 3,070,000	3,909,966	4,010,554
CVS Health Corporation (Callable) 3.88% Apr 20, 2025	USD 720,000	895,616	927,092
CVS Health Corporation (Callable) 4.10% Jan 25, 2025	USD 1,760,000	2,246,764	2,306,837
CVS Health Corporation (Callable) 4.30% Dec 25, 2027	USD 1,580,000	2,008,283	2,048,375
CVS Health Corporation (Callable) 4.78% Sep 25, 2037	USD 1,165,000	1,509,514	1,510,797
CVS Health Corporation (Callable) 5.05% Sep 25, 2047	USD 1,405,000	1,858,800	1,878,209
Dell International LLC (First Lien Term Loan B) Sep 07, 2023	USD 1,293,205	1,678,561	1,694,719
Deutsche Telekom International Finance BV 8.75% Jun 15, 2030	USD 630,000	1,123,132	1,108,868
Devon Financing Co LLC 7.88% Sep 30, 2031	USD 1,191,000	1,995,852	1,986,820
Digicel International Finance Ltd. (First Lien Term Loan B) May 10, 2024	USD 908,139	1,241,998	1,146,609
Discovery Communications LLC 5.63% Aug 15, 2019	USD 1,093,000	1,557,999	1,476,428
Discovery Communications LLC 6.35% Jun 01, 2040	USD 1,655,000	2,308,444	2,372,633
Drive Auto Receivables Trust 2018-1 (Callable) 2.23% Aug 15, 2022	USD 2,770,000	3,589,319	3,642,985
Ecopetrol S.A. 5.88% May 28, 2045	USD 550,000	649,640	682,104
Energy Transfer Partners LP (Callable) 6.05% Dec 01, 2040	USD 1,785,000	2,190,373	2,319,873
EnLink Midstream Partners LP (Callable) 4.15% Mar 01, 2025	USD 545,000	699,459	668,610
EnLink Midstream Partners LP (Callable) 5.05% Oct 01, 2044	USD 725,000	788,617	781,544
Equifax Inc. (Callable) 3.95% May 15, 2023	USD 1,645,000	2,120,407	2,152,980
Exelon Corporation (Callable) 2.85% May 15, 2020	USD 1,475,000	1,828,656	1,927,021
Export-Import Bank of Korea 5.00% Apr 11, 2022	USD 400,000	403,409	552,100
Fannie Mae 2.00% Dec 25, 2042	USD 1,405,000	1,357,140	1,680,429
Fannie Mae 2.50% May 25, 2041	USD 98,484	100,576	127,719
Fannie Mae 3.00% Dec 01, 2099	USD 610,000	761,981	777,264
Fannie Mae 3.50% Dec 01, 2099	USD 19,770,000	25,286,927	25,881,674
Fannie Mae 4.00% Dec 01, 2099	USD 5,110,000	6,724,320	6,853,516

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States Dollar (cont'd)			
Fannie Mae 4.00% Nov 25, 2029	USD 467,525	483,654	629,036
Fannie Mae 4.50% Aug 25, 2023	USD 13,582	12,655	18,391
Fannie Mae 4.50% Dec 01, 2099	USD 11,390,000	15,338,859	15,600,411
Fannie Mae 4.50% Jun 25, 2029	USD 158,551	182,971	217,755
Fannie Mae 4.50% Sep 25, 2024	USD 233,004	273,738	314,846
Fannie Mae 5.00% Oct 25, 2024	USD 35,369	37,223	47,653
Fannie Mae 5.50% Sep 25, 2035	USD 45,403	54,349	61,310
Fannie Mae 7.00% Nov 25, 2042	USD 1,013,536	1,457,432	1,483,772
Fannie Mae 7.50% Nov 25, 2026	USD 3,823	5,542	5,578
Fannie Mae Grantor Trust 2003-T4 5.02% Sep 26, 2033	USD 13,306	15,232	18,995
Fannie Mae Grantor Trust Series 2001-T4 7.50% Jul 25, 2041	USD 318,702	447,016	474,148
Fannie Mae Pass-Through Certificates Pool 2.55% Jul 01, 2026	USD 1,208,372	1,577,054	1,512,918
Fannie Mae Pass-Through Certificates Pool 2.57% Jun 01, 2022	USD 837,614	1,066,300	1,074,047
Fannie Mae Pass-Through Certificates Pool 2.68% Aug 01, 2022	USD 715,206	952,836	897,973
Fannie Mae Pass-Through Certificates Pool 3.00% Dec 01, 2046	USD 13,225,798	17,824,789	16,866,265
Fannie Mae Pass-Through Certificates Pool 3.00% Mar 01, 2047	USD 4,429,958	5,838,633	5,656,428
Fannie Mae Pass-Through Certificates Pool 3.50% Aug 01, 2047	USD 6,134,925	7,916,172	8,038,886
Fannie Mae Pass-Through Certificates Pool 3.50% Dec 01, 2046	USD 1,022,775	1,377,421	1,340,820
Fannie Mae Pass-Through Certificates Pool 3.50% May 01, 2045	USD 4,179,355	5,778,104	5,484,131
Fannie Mae Pass-Through Certificates Pool 3.50% May 01, 2045	USD 1,599,597	2,198,951	2,098,984
Fannie Mae Pass-Through Certificates Pool 3.50% Oct 01, 2046	USD 2,655,635	3,632,322	3,484,706
Fannie Mae Pass-Through Certificates Pool 3.66% Feb 01, 2027	USD 510,240	704,545	680,498
Fannie Mae Pass-Through Certificates Pool 4.00% Apr 01, 2046	USD 4,095,529	5,740,250	5,514,185
Fannie Mae Pass-Through Certificates Pool 4.00% Aug 01, 2047	USD 913,738	1,209,486	1,227,828
Fannie Mae Pass-Through Certificates Pool 4.00% Jul 01, 2042	USD 758,852	1,013,190	1,023,303
Fannie Mae Pass-Through Certificates Pool 4.00% Jul 01, 2047	USD 1,366,297	1,808,256	1,836,339
Fannie Mae Pass-Through Certificates Pool 4.00% Jun 01, 2042	USD 713,839	952,809	962,551
Fannie Mae Pass-Through Certificates Pool 4.00% Sep 01, 2043	USD 1,147,041	1,591,501	1,548,660
Fannie Mae Pass-Through Certificates Pool 4.50% Apr 01, 2035	USD 1,452,291	2,025,451	2,004,036
Fannie Mae Pass-Through Certificates Pool 5.00% Feb 01, 2031	USD 2,566,349	3,733,395	3,589,090
Fannie Mae Pass-Through Certificates Pool 5.25% Aug 01, 2029	USD 846,230	1,269,171	1,209,394
Fannie Mae Pass-Through Certificates Pool 5.26% Jun 01, 2023	USD 246,730	308,468	333,238
Fannie Mae Pass-Through Certificates Pool 5.50% Aug 01, 2037	USD 254,168	311,505	363,681
Fannie Mae Pass-Through Certificates Pool 5.50% Feb 01, 2038	USD 443,767	559,049	634,903
Fannie Mae Pass-Through Certificates Pool 6.00% Sep 01, 2039	USD 104,536	157,241	151,162
Fannie Mae Pool 2.73% Sep 01, 2023	USD 383,687	493,587	493,587
Fannie Mae Pool 3.50% Oct 01, 2045	USD 787,617	1,076,973	1,032,060

BOND FUNDS

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Logan Circle Partners, L.P.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States Dollar (cont'd)			
Fannie Mae Pool 3.50% Sep 01, 2045	USD 1,179,111	1,634,886	1,545,051
Fannie Mae Pool 3.62% Dec 01, 2020	USD 613,273	863,086	814,246
Fannie Mae Pool 4.00% Aug 01, 2047	USD 1,608,086	2,085,258	2,169,574
Fannie Mae Pool 4.00% Jul 01, 2047	USD 2,416,288	3,237,205	3,226,481
Fannie Mae Pool 4.00% May 01, 2047	USD 1,749,821	2,502,077	2,334,972
Fannie Mae Pool 4.00% May 01, 2048	USD 3,528,546	4,615,622	4,711,451
Fannie Mae Pool 4.50% Mar 01, 2046	USD 1,391,713	2,004,313	1,928,974
Fannie Mae Pool 5.00% Jan 01, 2036	USD 2,103	2,334	2,913
Fannie Mae Pool 5.00% Nov 01, 2033	USD 1,271	1,649	1,727
Fannie Mae Pool 5.00% Nov 01, 2034	USD 623	739	836
Fannie Mae Pool 5.00% Nov 01, 2034	USD 639	762	856
Fannie Mae Pool 5.50% Apr 01, 2036	USD 1,087,336	1,552,517	1,555,843
Fannie Mae Pool 5.50% Feb 01, 2038	USD 1,350,377	1,977,803	1,922,333
Fannie Mae Pool 5.50% Jan 01, 2040	USD 132,017	189,439	186,725
Fannie Mae Pool 5.50% Jul 01, 2040	USD 1,334,844	1,951,495	1,908,224
Fannie Mae Pool 7.50% Apr 01, 2032	USD 1,533	2,226	2,346
Fannie Mae Pool 7.50% Jun 01, 2031	USD 912	1,462	1,379
Fannie Mae Series A 3.00% Dec 01, 2099	USD 7,965,000	10,223,824	10,416,652
Fannie Mae Whole Loan (Callable) 6.50% Jun 25, 2023	USD 69,298	87,386	104,490
Fannie Mae Whole Loan 6.00% Feb 25, 2047	USD 458,466	588,512	692,288
Fannie Mae Whole Loan 6.50% May 25, 2044	USD 26,995	32,592	38,840
Fannie Mae Whole Loan 7.00% Jul 25, 2044	USD 528,111	634,265	791,767
Federal Home Loan Mortgage Corporation 2.00% Dec 15, 2041	USD 226,794	230,342	280,334
Federal Home Loan Mortgage Corporation 2.50% May 15, 2041	USD 582,229	604,652	733,640
Federal Home Loan Mortgage Corporation 3.00% Jan 15, 2042	USD 312,544	330,603	401,367
Federal Home Loan Mortgage Corporation 4.00% Nov 15, 2036	USD 192,709	210,117	258,449
Federal Home Loan Mortgage Corporation 4.50% Dec 15, 2033	USD 381,000	404,720	540,334
Federal Home Loan Mortgage Corporation 4.50% Nov 15, 2029	USD 220,000	229,963	309,438
FHLMC Multifamily Structured Pass Through Certificates (Floating Rate) 1.15% Sep 25, 2022	USD 722,424	961,781	953,615
FHLMC Multifamily Structured Pass Through Certificates 2.85% Mar 25, 2026	USD 2,685,000	3,468,626	3,419,602
FHLMC Structured Pass Through Securities 5.23% May 25, 2043	USD 323,887	368,725	440,787
FHLMC Structured Pass Through Securities 6.50% Sep 25, 2043	USD 11,419	16,440	17,286
Fifth Third Bankcorp (Callable) 2.88% Sep 01, 2021	USD 2,710,000	3,189,944	3,519,340
Ford Credit Floorplan Master Owner Trust A (Floating Rate) 1.30% Jul 15, 2020	USD 1,490,000	1,960,255	1,961,282
Ford Motor Credit Company LLC 2.55% Oct 05, 2018	USD 990,000	1,319,398	1,301,665
Freddie Mac 3.00% May 15, 2041	USD 176,124	185,788	227,045
Freddie Mac 4.00% Aug 15, 2024	USD 290,000	343,589	389,627
Freddie Mac 4.50% Apr 15, 2030	USD 1,024,919	1,212,022	1,391,126
Freddie Mac 5.00% Feb 15, 2040	USD 512,997	746,568	717,090
Freddie Mac 5.00% Jun 15, 2033	USD 42,817	46,548	60,645
Freddie Mac 5.00% May 15, 2026	USD 42,717	43,692	58,615
Freddie Mac 5.00% May 15, 2033	USD 131,355	138,417	180,694
Freddie Mac 7.00% May 15, 2024	USD 3,226	4,219	4,570
Freddie Mac Gold Pool 3.00% Dec 01, 2047	USD 3,843,780	4,909,275	4,898,172
Freddie Mac Gold Pool 3.50% Jul 01, 2043	USD 872,231	1,302,192	1,143,851
Freddie Mac Gold Pool 3.50% Mar 01, 2048	USD 1,267,683	1,601,402	1,662,433
Freddie Mac Gold Pool 3.50% Nov 01, 2045	USD 968,957	1,468,717	1,273,440
Freddie Mac Gold Pool 3.50% Sep 01, 2047	USD 3,783,425	4,783,401	4,953,827
Freddie Mac Gold Pool 4.00% Aug 01, 2044	USD 1,351,123	1,597,011	1,823,251

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States Dollar (cont'd)			
Freddie Mac Gold Pool 4.00% Feb 01, 2046	USD 2,602,510	3,683,100	3,502,615
Freddie Mac Gold Pool 4.00% Jan 01, 2045	USD 2,714,880	3,834,807	3,653,641
Freddie Mac Gold Pool 4.00% Nov 01, 2047	USD 4,499,439	6,078,837	6,035,815
Freddie Mac Gold Pool 4.50% Mar 01, 2046	USD 432,332	630,323	594,685
Freddie Mac Gold Pool 5.00% Sep 01, 2033	USD 4,283	5,835	5,953
Freddie Mac Gold Pool 5.50% Jun 01, 2041	USD 550,742	823,037	786,756
Freddie Mac Gold Pool Nov 01, 2047 3.50%	USD 6,228,263	8,166,977	8,155,016
Freddie Mac Multifamily Structured Pass Through Certificates 2.98% Nov 25, 2025	USD 1,780,000	2,316,519	2,306,612
Freddie Mac Multifamily Structured Pass Through Certificates 3.00% Jun 25, 2027	USD 935,000	1,138,582	1,193,329
Freddie Mac REMICS 3.00% May 15, 2048	USD 5,340,689	6,591,631	6,750,348
Freddie Mac Strips 3.00% Aug 15, 2042	USD 3,264,265	4,273,413	4,217,284
Freddie Mac Whole Loan Securities Trust 2016-SC01 3.50% Jul 25, 2046	USD 791,131	1,005,549	1,035,291
Freeport-McMoRan Inc. (Callable) 5.45% Sep 15, 2042	USD 4,770,000	5,380,947	5,496,127
FRESB 2018-SB50 Mortgage Trust 3.35% Apr 25, 2028	USD 1,995,000	2,567,609	2,586,082
General Motors Corporation 4.88% Oct 02, 2023	USD 2,405,000	3,287,100	3,252,478
Gilead Sciences Inc. 2.55% Sep 01, 2020	USD 2,805,000	3,745,023	3,660,087
Ginnie Mae I Pool 7.00% Dec 15, 2034	USD 13,800	16,881	20,195
Ginnie Mae I Pool 7.50% Feb 15, 2032	USD 1,001	1,460	1,506
Ginnie Mae II Pool 2.00% Feb 20, 2040	USD 61,158	66,979	83,043
Ginnie Mae II Pool 2.00% Jan 20, 2040	USD 282,513	339,226	379,055
Ginnie Mae II Pool 3.00% Apr 20, 2040	USD 318,975	353,619	432,227
Ginnie Mae II Pool 3.50% Jun 20, 2040	USD 41,870	43,786	57,568
Ginnie Mae II Pool 4.51% Jan 20, 2067	USD 3,841,773	5,647,719	5,366,666
Ginnie Mae II Pool 4.55% Dec 20, 2066	USD 1,833,171	2,692,045	2,555,910
Ginnie Mae II Pool 4.56% Nov 20, 2062	USD 1,396,882	1,535,914	1,873,637
Ginnie Mae II Pool 4.63% Jun 20, 2062	USD 198,785	284,599	264,884
Ginnie Mae II Pool 4.65% Jan 20, 2063	USD 148,435	164,024	204,138
Ginnie Mae II Pool 4.66% Jan 20, 2063	USD 54,377	60,148	74,740
Ginnie Mae II Pool 4.68% Aug 20, 2064	USD 162,193	198,526	214,613
Ginnie Mae II Pool 4.73% Apr 20, 2063	USD 79,951	91,403	106,611
Ginnie Mae II Pool 4.81% Feb 20, 2061	USD 730,127	853,651	967,404
Ginnie Mae II Pool 4.85% May 20, 2062	USD 71,612	83,231	95,265
Ginnie Mae II Pool 5.07% Apr 20, 2062	USD 108,408	126,489	145,365
Ginnie Mae II Pool 5.50% Sep 20, 2043	USD 395,752	584,481	551,374
Ginnie Mae Pool 4.50% Dec 01, 2099	USD 7,109,622	9,387,521	9,845,773
GlaxoSmithKline Capital Inc. 3.38% May 15, 2023	USD 2,585,000	3,282,986	3,403,943
GMACM Mortgage Loan Trust 2005-AR2 3.39% May 25, 2035	USD 142,630	140,736	186,025
Goldman Sachs Group Inc., The (Callable) 2.64% Oct 28, 2026	USD 1,440,000	1,923,728	1,963,821
Goldman Sachs Group Inc., The (Callable) 3.27% Sep 29, 2024	USD 2,435,000	2,989,461	3,042,245
Goldman Sachs Group Inc., The (Callable) 4.22% May 01, 2028	USD 2,340,000	2,982,377	3,000,831
Goldman Sachs Group Inc., The (Floating Rate) 3.49% May 15, 2026	USD 970,000	1,241,505	1,262,030
Government National Mortgage Association (Floating Rate) 2.60% Jun 20, 2065	USD 3,386,118	4,273,747	4,465,428
Government National Mortgage Association 1.81% Nov 20, 2066	USD 2,718,021	3,629,467	3,516,464
Government National Mortgage Association 4.50% Jun 16, 2039	USD 35,452	38,225	47,315
Government National Mortgage Association 4.74% May 20, 2066	USD 1,425,192	1,869,364	1,890,129
Government National Mortgage Association 5.47% Nov 20, 2059	USD 28,912	32,391	38,468

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Logan Circle Partners, L.P.

BOND FUNDS

Scotia Private American Core-Plus Bond Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States Dollar (cont'd)			
Great Plains Energy Inc. (Callable) 5.29% Mar 15, 2022	USD 2,000,000	2,362,965	2,757,845
GS Mortgage Securities Trust 2013-GC12 3.78% Jun 10, 2046	USD 250,000	334,450	326,717
Harris Corporation (Callable) 4.40% Mar 15, 2028	USD 1,630,000	2,102,712	2,162,472
HCA Inc. (Callable) 5.50% Dec 15, 2046	USD 1,035,000	1,413,057	1,252,770
Homestar Mortgage Acceptance Corporation 0.90% Oct 25, 2034	USD 38,774	36,823	51,078
HSBC Bank PLC 7.65% May 01, 2025	USD 964,000	1,590,523	1,467,351
HSBC Bank USA N.A. 5.88% Nov 01, 2034	USD 1,610,000	2,398,055	2,411,983
HSBC Holdings PLC (Callable) 3.95% May 18, 2023	USD 1,300,000	1,658,798	1,708,402
HSBC Holdings PLC (Callable) 4.58% Jun 19, 2028	USD 485,000	631,231	644,873
John Deere Owner Trust 2015-B 1.44% Oct 15, 2019	USD 74,756	94,526	98,200
JP Morgan Chase Commercial Mortgage Securities Trust Series 2004-LN2 5.27% Jul 15, 2041	USD 690,000	758,811	825,193
JP Morgan Chase Commercial Mortgage Securities Trust Series 2005-CIBC12 4.99% Sep 12, 2037	USD 218,158	264,425	286,082
JP Morgan Chase Commercial Mortgage Securities Trust Series 2007-LDP10 5.46% Jan 15, 2049	USD 1,752,318	2,250,931	2,309,075
JP Morgan Mortgage Trust Series 2005-A4 2.61% Jul 25, 2035	USD 215,639	241,652	285,442
JP Morgan Mortgage Trust Series 2005-A4 2.66% Jul 25, 2035	USD 6,183	6,210	8,249
JP Morgan Mortgage Trust Series 2005-A6 2.74% Sep 25, 2035	USD 40,424	44,759	54,071
JP Morgan Mortgage Trust Series 2006-A6 2.69% Oct 25, 2036	USD 75,295	65,581	93,956
JPMBB Commercial Mortgage Securities Trust 2014-C18 2.88% Feb 15, 2047	USD 2,065,663	2,620,823	2,722,779
JPMBB Commercial Mortgage Securities Trust 2014-C25 4.35% Nov 15, 2047	USD 895,000	1,180,479	1,196,474
JPMDB Commercial Mortgage Securities Trust 2017-C5 3.60% Mar 15, 2050	USD 2,451,000	3,367,188	3,226,346
Kohl's Corporation (Callable) 5.55% Jan 17, 2045	USD 2,015,000	2,540,521	2,571,276
Kraft Heinz Foods Co (Callable) 4.63% Oct 30, 2028	USD 1,910,000	2,455,069	2,496,522
LB-UBS Commercial Mortgage Trust Series 2005-C7 5.35% Nov 15, 2040	USD 890,000	1,157,046	1,178,629
Lloyds Banking Group PLC (Callable) 2.91% Nov 07, 2022	USD 1,200,000	1,548,008	1,510,345
LyondellBasell Industries NV (Callable) 5.00% Jan 15, 2019	USD 880,000	1,244,770	1,171,167
MacDermid Inc. (First Lien Term Loan B6) Jun 07, 2023	USD 2,017,379	2,309,024	2,660,170
MASTR Adjustable Rate Mortgages Trust Series 2006-2 2.81% Feb 25, 2036	USD 224,932	246,237	293,895
McGraw-Hill Global Education Holdings LLC (First Lien Term Loan) May 04, 2022	USD 2,851,569	3,743,869	3,676,166
Mercury General Corporation (Callable) 4.40% Dec 15, 2026	USD 1,170,000	1,560,701	1,499,246
Merrill Lynch Mortgage Investors Trust MLMI Series 2005-A10 0.66% Feb 25, 2036	USD 469,848	481,892	605,523
Merrill Lynch Mortgage Investors Trust Series 2005-2 2.52% Oct 25, 2035	USD 192,585	245,720	253,146

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States Dollar (cont'd)			
Merrill Lynch Mortgage Investors Trust Series MLMI 2005-A1 2.76% Dec 25, 2034	USD 42,070	36,898	55,365
Merrill Lynch Mortgage Trust 2005-CK11 5.35% Nov 12, 2037	USD 109,308	145,915	143,671
Morgan Stanley (Callable) 2.28% Oct 24, 2022	USD 1,730,000	2,271,325	2,323,068
Morgan Stanley (Callable) 3.77% Jan 24, 2028	USD 1,590,000	1,974,616	2,013,336
Morgan Stanley 3.75% Feb 25, 2023	USD 2,640,000	3,415,293	3,474,613
Morgan Stanley Bank of America Merrill Lynch Trust 2012-C6 3.48% Nov 15, 2045	USD 551,000	685,451	725,636
Morgan Stanley Bank of America Merrill Lynch Trust 2013-C13 2.94% Nov 15, 2046	USD 222,586	282,913	293,335
Morgan Stanley Bank of America Merrill Lynch Trust 2014-C14 4.83% Feb 15, 2047	USD 135,000	188,514	178,837
Morgan Stanley Bank of America Merrill Lynch Trust Series 2015-C24 4.35% May 15, 2048	USD 1,305,000	1,621,869	1,649,134
Mortgage IT Trust Series 2005-1 (Callable) 1.09% Feb 25, 2035	USD 2,768,827	3,560,026	3,587,400
MortgageIT Trust 2004-2 (Floating Rate) 2.61% Dec 25, 2034	USD 521,905	656,031	698,022
MPLX LP (Callable) 4.50% Oct 15, 2037	USD 1,365,000	1,720,399	1,665,327
Municipal Electric Authority of Georgia 6.64% Apr 01, 2057	USD 2,169,000	3,126,516	3,637,669
Municipal Electric Authority of Georgia 7.06% Apr 01, 2057	USD 1,499,000	1,696,989	2,339,514
Navistar Inc. (First Lien Term Loan B) Nov 03, 2024	USD 2,992,500	3,812,419	3,943,138
NBCUniversal Media LLC 5.95% Apr 01, 2041	USD 1,015,000	1,607,235	1,505,493
NCUA Guaranteed Notes Trust Series 2010-R3 2.40% Dec 08, 2020	USD 58,745	58,373	77,310
Newell Brands Inc. (Callable) 5.00% Nov 15, 2018	USD 2,840,000	3,923,648	3,817,718
Newell Brands Inc. (Callable) 5.50% Oct 01, 2045	USD 2,695,000	3,593,849	3,460,055
Nokia Oyj 6.63% May 15, 2039	USD 2,150,000	2,516,265	2,945,074
NovaStar Mortgage Funding Trust Series 2003-3 (Floating Rate) 0.84% Dec 25, 2033	USD 2,012,697	2,508,491	2,654,035
NVR Inc. (Callable) 3.95% Jun 15, 2022	USD 1,227,000	1,303,935	1,627,485
PacifiCorp (Callable) 2.95% Nov 01, 2021	USD 1,520,000	1,657,915	1,978,675
Petco Animal Supplies Inc. (First Lien Term Loan B1) Jan 26, 2023	USD 2,841,855	3,709,282	2,708,216
Petrobras Global Finance BV 6.13% Jan 17, 2022	USD 3,027,000	4,018,662	4,034,182
Petrobras Global Finance BV 8.75% May 23, 2026	USD 2,530,000	3,358,926	3,603,471
Petroleos Mexicanos 5.63% Jan 23, 2046	USD 1,380,000	1,430,798	1,546,987
Petroleos Mexicanos 8.63% Feb 01, 2022	USD 1,000,000	1,344,780	1,457,795
PQ Corporation (First Lien Term Loan B) Feb 08, 2025	USD 3,404,632	4,432,332	4,466,021
Prudential Financial Inc. 5.40% Jun 13, 2035	USD 3,374,000	5,185,293	4,835,687
Public Service Co of Colorado (Callable) 2.25% Mar 15, 2022	USD 1,810,000	2,346,922	2,286,067
QUALCOMM Inc. (Callable) 2.60% Dec 30, 2022	USD 1,675,000	2,165,569	2,105,503
QUALCOMM Inc. (Callable) 4.30% Nov 20, 2046	USD 1,860,000	2,292,787	2,284,086
QUALCOMM Inc. 2.10% May 20, 2020	USD 1,700,000	2,176,921	2,235,842
QVC Inc. 4.38% Mar 15, 2023	USD 1,440,000	1,842,672	1,874,941
Renaissance Home Equity Loan Trust Series 2006-1 5.61% May 25, 2036	USD 135,359	124,412	126,008
Reynolds American Inc. (Callable) 4.45% Mar 12, 2025	1,481,000	1,959,939	1,963,084

BOND FUNDS

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Logan Circle Partners, L.P.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)/ Number of Shares	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				BONDS AND DEBENTURES (cont'd)			
United States Dollar (cont'd)				United States Dollar (cont'd)			
Reynolds American Inc. 6.88% May 01, 2020	USD 1,295,000	1,949,573	1,809,916	United States Treasury Notes 2.75% May 31, 2023	USD 16,900,000	22,046,104	22,257,794
Reynolds American Inc. 8.13% May 01, 2040	USD 1,045,000	1,941,283	1,860,684	United States Treasury Notes 2.88% May 15, 2028	USD 9,915,000	12,975,835	13,081,100
Royal Bank of Scotland Group PLC 3.88% Sep 12, 2023	USD 2,025,000	2,599,944	2,595,901	United States Treasury Notes 2.88% May 31, 2025	USD 26,095,000	33,798,894	34,478,389
Sabine Pass Liquefaction LLC (Callable) 5.00% Sep 15, 2026	USD 740,000	1,016,084	988,738	United States Treasury Notes 3.00% Feb 15, 2048	22,335,000	28,385,753	29,541,573
Sabine Pass Liquefaction LLC (Callable) 6.25% Dec 15, 2021	USD 3,095,000	4,516,490	4,380,784	United States Treasury Notes 3.13% May 15, 2048	USD 7,720,000	10,427,157	10,461,557
Santander Drive Auto Receivables Trust 2015-2 2.44% Apr 15, 2021	USD 1,593,072	2,056,129	2,094,750	Vale Overseas Ltd. 6.88% Nov 10, 2039	USD 1,196,000	1,506,671	1,784,279
Santander Drive Auto Receivables Trust 2018-1 (Callable) 2.32% Jan 15, 2022	USD 2,345,000	2,912,089	3,062,790	Valero Energy Corporation (Callable) 4.35% Mar 01, 2028	USD 816,000	1,043,481	1,078,409
Scientific Games International Inc. (First Lien Term Loan B) May 30, 2018	USD 2,338,265	2,918,133	3,058,959	Validus Holdings Ltd. 8.88% Jan 26, 2040	USD 1,870,000	3,162,320	3,530,272
Select Income Real Estate Investment Trust (Callable) 4.25% Feb 15, 2024	USD 925,000	1,246,846	1,171,068	Verizon Communications Inc. 4.67% Mar 15, 2055	USD 1,140,000	1,391,454	1,342,110
Sequoia Mortgage Trust Series 2004-11 1.04% Dec 20, 2034	USD 123,808	138,600	160,870	Viacom Inc. (Callable) 6.25% Feb 28, 2027	USD 1,770,000	2,277,027	2,235,744
Shire Acquisitions Investments Ireland DAC 1.90% Sep 23, 2019	USD 2,585,000	3,410,993	3,352,555	Vodafone Group PLC 6.15% Feb 27, 2037	USD 1,380,000	2,141,509	1,999,679
SLM Private Credit Student Loan Trust 2002-A 1.18% Dec 16, 2030	USD 1,201,797	1,524,767	1,578,298	Vodafone Group PLC 6.25% Nov 30, 2032	USD 1,085,000	1,684,787	1,601,015
SLM Private Credit Student Loan Trust 2004-A (Floating Rate) 2.52% Sep 15, 2022	USD 2,595,917	3,241,742	3,383,203	Vodafone Group PLC 7.88% Feb 15, 2030	USD 740,000	1,269,991	1,211,578
SLM Private Credit Student Loan Trust 2004-B (Callable) 1.65% Sep 15, 2024	USD 411,271	510,965	540,030	Wachovia Bank Commercial Mortgage Trust Series 2006-C26 6.01% Jun 15, 2045	USD 190,315	247,737	250,374
SLM Private Credit Student Loan Trust 2006-A 1.88% Jun 15, 2039	USD 4,838,310	6,014,686	6,241,801	WaMu Mortgage Pass-Through Certificates Series 2003-AR10 Trust 2.54% Oct 25, 2033	USD 92,458	87,302	125,075
SMART Trust Series 2015-3US 1.66% Aug 14, 2019	USD 116,877	153,122	153,961	WaMu Mortgage Pass-Through Certificates Series 2003-AR7 Trust 2.43% Aug 25, 2033	USD 170,565	197,427	226,818
South Carolina Student Loan Corporation Series 2015-A 1.95% Jan 25, 2036	USD 2,183,931	2,827,093	2,897,111	WaMu Mortgage Pass-Through Certificates Series 2004-AR1 Trust 2.77% Mar 25, 2034	USD 174,017	224,636	231,599
Sprint Capital Corporation 8.75% Mar 15, 2032	USD 2,935,000	3,333,284	4,091,973	Wells Fargo & Company (Callable) 3.07% Jan 24, 2022	USD 2,025,000	2,591,218	2,596,927
Structured Adjustable Rate Mortgage Loan Trust 2.92% Dec 25, 2034	USD 1,363	1,643	1,804	Wells Fargo Mortgage Backed Securities Series 2004-P Trust 2.74% Sep 25, 2034	USD 44,596	41,139	59,826
Structured Asset Securities Corporation 3.08% Nov 25, 2033	USD 110,463	107,246	149,094	Wells Fargo Mortgage Backed Securities Series 2005-AR16 Trust 2.90% Oct 25, 2035	USD 15,586	15,962	20,333
Sungard Availability Services Capital Inc. (First Lien Term Loan) 11.70% Oct 01, 2022	USD 1,867,205	2,358,705	2,427,251	Wells Fargo Mortgage Backed Securities Series 2005-AR2 Trust 2.87% Mar 25, 2035	USD 33,477	29,577	44,250
Sunoco Logistics Partners Operations LP (Callable) 5.40% Apr 01, 2047	USD 885,000	1,083,703	1,078,461	Wells Fargo Mortgage Backed Securities Series 2006-AR10 Trust 2.92% Jul 25, 2036	USD 13,901	10,631	18,386
Tennessee Gas Pipeline Co., LLC 8.38% Jun 15, 2032	USD 1,637,000	2,743,114	2,709,778	Wells Fargo Mortgage Backed Securities Series 2006-AR6 Trust 2.76% Mar 25, 2036	USD 32,607	33,515	44,128
Time Warner Cable LLC 6.75% Jun 15, 2039	USD 1,045,000	1,482,573	1,468,015	Wells Fargo Mortgage Backed Securities Series 2007-8 Trust 6.00% Jul 25, 2037	USD 5,808	5,916	7,544
Time Warner Entertainment Co LP 8.38% Jul 15, 2033	USD 781,000	1,342,810	1,264,423	WFRBS Commercial Mortgage Trust 2013-C17 2.92% Dec 15, 2046	USD 500,000	618,563	658,741
Time Warner Inc. 4.75% Mar 29, 2021	USD 2,187,000	3,080,000	2,971,235	WFRBS Commercial Mortgage Trust 2014-C20 3.04% May 15, 2047	USD 495,725	642,246	653,116
Total Capital SA 2.13% Aug 10, 2018	USD 1,740,000	1,858,788	2,288,587	WFRBS Commercial Mortgage Trust 2014-C22 4.37% Sep 15, 2057	USD 500,000	647,589	667,731
Twenty-First Century Fox Inc. 6.40% Dec 15, 2035	USD 815,000	1,198,017	1,289,102	WFRBS Commercial Mortgage Trust Series 2013-C12 4.28% Mar 15, 2048	USD 100,000	125,376	129,704
Union Pacific Corporation (Callable) 3.95% Jun 10, 2028	USD 780,000	1,009,612	1,031,853	Williams Partners LP (Callable) 3.60% Jan 15, 2022	USD 1,635,000	2,158,339	2,138,441
Union Pacific Corporation (Callable) 4.38% Mar 10, 2038	USD 650,000	842,170	868,576	Williams Partners LP (Callable) 4.30% Dec 04, 2023	USD 650,000	860,365	859,659
Union Pacific Corporation (Callable) 4.50% Mar 10, 2048	USD 1,705,000	2,220,437	2,289,890	Williams Partners LP (Callable) 5.80% May 15, 2043	USD 1,340,000	1,899,538	1,868,024
United Airlines 2018-1 Class B Pass Through Trust 4.60% Mar 01, 2026	USD 449,000	579,129	592,609			773,007,106	784,054,901
United States Treasury Notes 2.25% Nov 15, 2027	11,505,000	14,017,559	14,405,839	TOTAL BONDS AND DEBENTURES		795,194,416	806,188,237
United States Treasury Notes 2.63% Feb 15, 2028	5,820,000	7,356,605	7,601,731	Equities – 0.0%			
				NRG Energy, Inc.	3	69	121
				TOTAL EQUITIES		69	121

BOND FUNDS

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Logan Circle Partners, L.P.

Scotia Private American Core-Plus Bond Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
MONEY MARKET INSTRUMENTS – 6.0%			
United States Treasury Bills 0.00%			
Jul 12, 2018	USD 38,525,000	51,226,955	50,637,881
TOTAL MONEY MARKET INSTRUMENTS		51,226,955	50,637,881
Transaction Costs		(41,579)	
TOTAL INVESTMENT PORTFOLIO		846,379,861	856,826,239
Unrealized Gain (Loss) on Derivatives – 1.3%			10,634,995
OTHER ASSETS, LESS LIABILITIES – (2.6%)			(20,850,833)
NET ASSETS – 100.0%			846,610,401

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

SCHEDULE OF DERIVATIVE INSTRUMENTS

UNREALIZED GAIN ON CURRENCY FORWARD CONTRACTS

Counterparty	Credit Rating	Settlement Date	Currency To Be Received	Contractual Amount	Currency To Be Delivered	Contractual Amount	Contract Price	Market Price	Unrealized Gain (\$)
Standard Chartered Bank	A-1	Jul. 31, 2018	Canadian Dollar	830,177,875	US Dollar	624,034,363	0.752	0.761	10,632,851
Bank of America, N.A.	A-1	Jul. 31, 2018	US Dollar	5,754,453	New Zealand Dollar	8,467,474	1.471	1.475	18,703
									10,651,554

UNREALIZED LOSS ON CURRENCY FORWARD CONTRACTS

Counterparty	Credit Rating	Settlement Date	Currency To Be Received	Contractual Amount	Currency To Be Delivered	Contractual Amount	Contract Price	Market Price	Unrealized Loss (\$)
Barclays PLC	A-2	Jul. 31, 2018	US Dollar	1,291,416	Mexican Peso	26,107,234	20.216	20.021	(16,559)
									(16,559)

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns and to provide income as well as capital growth by investing primarily in a portfolio of U.S. government and corporate bonds and mortgage pass through securities. The Fund may also invest in the U.S. dollar denominated emerging markets, non-investment grade debt and non-U.S. investment grade sovereign and corporate debt.

Risks associated with financial instruments (note 4)
Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	59,728,327	72,485,321
1-3 years	48,932,886	87,411,262
3-5 years	101,183,654	100,640,481
5-10 years	176,934,355	182,205,185
> 10 years	470,046,896	448,942,048
	856,826,118	891,684,297

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$14,267,688 or approximately 1.7% (December 31, 2017 – \$13,814,539 or approximately 1.6%).

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Australian Dollar	5,659,152	–	5,659,152	0.7
Indian Rupee	3,981,104	–	3,981,104	0.5
Malaysian Ringgit	3,711,662	–	3,711,662	0.4
European Euro	2,483,430	–	2,483,430	0.3
US Dollar	810,852,466	(810,280,434)	572,032	0.1
New Zealand Dollar	7,633,539	(7,549,560)	83,979	0.0
Norwegian Krone	9,696	–	9,696	0.0
Mexican Peso	1,706,336	(1,715,030)	(8,694)	0.0
	836,037,385	(819,545,024)	16,492,361	2.0

Currency	December 31, 2017			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Australian Dollar	5,612,636	–	5,612,636	0.6
Malaysian Ringgit	4,328,620	–	4,328,620	0.5
Indian Rupee	4,309,027	–	4,309,027	0.5
European Euro	2,416,487	–	2,416,487	0.3
Mexican Peso	3,065,391	(1,194,860)	1,870,531	0.2
Norwegian Krone	9,198	–	9,198	0.0
New Zealand Dollar	7,520,825	(7,535,340)	(14,515)	0.0
US Dollar	831,668,421	(838,749,898)	(7,081,477)	(0.8)
	858,930,605	(847,480,098)	11,450,507	1.3

The accompanying notes are an integral part of the financial statements.

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$ 1,649,236 or 0.2% (December 31, 2017 – \$1,145,051 or 0.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 0.0% (December 31, 2017 – 0.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$12 (December 31, 2017 – \$25). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
Short Term Rating				
A-1+	5.9	6.0	6.2	6.4
Bond Credit Rating				
AAA	52.4	52.9	54.1	55.7
AA	2.2	2.2	2.4	2.4
A	10.5	10.7	8.9	9.2
BBB	20.8	21.1	19.4	20.0
BB	4.4	4.5	4.8	4.9
B	2.5	2.5	3.4	3.5
CCC	0.5	0.5	0.1	0.2
NOT RATED	0.8	0.9	0.7	0.7
	100.0	101.3	100.0	103.0

Scotia Private American Core-Plus Bond Pool (Unaudited - Continued)

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, currency, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Australian Dollar	0.7	0.6
European Euro	0.3	0.3
Indian Rupee	0.5	-
Malaysian Ringgit	0.4	0.5
Mexican Peso	0.2	0.3
New Zealand dollar	0.6	0.9
Treasury Bills	6.0	6.4
US Dollar	92.6	93.5

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	121	-	-	121
Bonds and debentures	-	806,188,237	-	806,188,237
Money market instruments	-	50,637,881	-	50,637,881
Unrealized gain on currency forward contracts	-	10,651,554	-	10,651,554
	121	867,477,672	-	867,477,793
Unrealized loss on currency forward contracts	-	(16,559)	-	(16,559)
	121	867,461,113	-	867,461,234

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	249	-	-	249
Bonds and debentures	-	836,584,407	-	836,584,407
Money market instruments	-	55,099,890	-	55,099,890
Unrealized gain on currency forward contracts	-	3,729,930	-	3,729,930
	249	895,414,227	-	895,414,476
Unrealized loss on currency forward contracts	-	(29,935)	-	(29,935)
	249	895,384,292	-	895,384,541

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

The following table presents offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements.

Financial assets – by type	June 30, 2018			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	10,651,554	-	-	10,651,554
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	10,651,554	-	-	10,651,554

Financial liabilities – by type	December 31, 2017			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	16,559	-	-	16,559
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	16,559	-	-	16,559

Financial assets – by type	December 31, 2017			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	3,729,930	(9)	-	3,729,921
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	3,729,930	(9)	-	3,729,921

Financial liabilities – by type	December 31, 2017			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	29,935	(9)	-	29,926
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	29,935	(9)	-	29,926

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	367,306,277	—
Derivatives	3,685,751	—
Cash	10,366,220	150,000
Cash collateral deposited on derivatives	222,269	—
Receivable for securities sold	1,624,036	—
Subscriptions receivable	601,537	—
Accrued investment income and other	5,292,490	—
	<u>389,098,580</u>	<u>150,000</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	9,673,390	—
Management fee payable	109,847	—
Payable for securities purchased	4,631,726	—
Redemptions payable	376,812	—
Accrued expenses	26,591	—
Distributions payable	134,075	—
	<u>14,952,441</u>	<u>—</u>
Net assets attributable to holders of redeemable units	<u>374,146,139</u>	<u>150,000</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	88,181,115	75,000
Series M	285,965,024	75,000
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	9.57	10.00
Series M	9.58	10.00

STATEMENT OF COMPREHENSIVE INCOME

For the period ended June 30 (note 1),

(in dollars except average units)	2018
INCOME	
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	
Interest for distribution purposes	8,105,800
Net realized gain (loss) on non-derivative financial assets	(1,378,617)
Change in unrealized gain (loss) on non-derivative financial assets	(1,796,286)
Net realized gain (loss) on derivatives	(6,344,728)
Change in unrealized gain (loss) on derivatives	(5,987,639)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	(7,401,470)
Net realized and unrealized foreign currency translation gain (loss)	397,908
Other income	480
Total income (loss), net	<u>(7,003,082)</u>
EXPENSES	
Management fees (note 5)	551,546
Fixed administration fees (note 6)	105,953
Independent Review Committee fees	587
Interest expense and bank overdraft charges	3,698
Foreign withholding taxes/tax reclaims	25,122
Harmonized Sales Tax/Goods and Services Tax	63,325
Transaction costs	252
Total expenses	<u>750,483</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>(7,753,565)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES	
Pinnacle Series	(1,223,089)
Series M	(6,530,476)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]	
Pinnacle Series	(0.24)
Series M	(0.26)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES	
Pinnacle Series	5,162,064
Series M	25,394,325

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended June 30 (note 1),

(in dollars)	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD	
Pinnacle Series	75,000
Series M	75,000
	<u>150,000</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS	
Pinnacle Series	(1,223,089)
Series M	(6,530,476)
	<u>(7,753,565)</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	
From net investment income	
Pinnacle Series	(1,852,442)
Series M	(5,501,857)
	<u>(7,354,299)</u>
REDEEMABLE UNIT TRANSACTIONS	
Proceeds from issue	
Pinnacle Series	92,384,640
Series M	322,199,650
Reinvested distributions	
Pinnacle Series	1,848,063
Series M	5,372,161
Payments on redemption	
Pinnacle Series	(3,051,057)
Series M	(29,649,454)
	<u>389,104,003</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	
Pinnacle Series	88,106,115
Series M	285,890,024
	<u>373,996,139</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD	
Pinnacle Series	88,181,115
Series M	285,965,024
	<u>374,146,139</u>

STATEMENT OF CASH FLOWS

For the period ended June 30 (note 1),

(in dollars)	2018
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase (decrease) in net assets attributable to holders of redeemable units	(7,753,565)
Adjustments for:	
Net realized (gain) loss on non-derivative financial assets	1,378,617
Unrealized foreign currency translation (gain) loss	20,448
Change in unrealized (gain) loss on non-derivative financial assets	1,796,286
Change in unrealized (gain) loss on derivatives	5,987,639
Purchases of portfolio investments	(490,144,688)
Proceeds from sale of portfolio investments	122,671,197
Cash collateral deposited on derivatives	(222,269)
Accrued investment income and other	(5,292,490)
Accrued expenses and other payables	136,438
Net cash provided by (used in) operating activities	<u>(371,422,387)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	413,982,753
Amounts paid on redemption of redeemable units	(32,323,698)
Net cash provided by (used in) financing activities	381,659,055
Unrealized foreign currency translation gain (loss)	(20,448)
Net increase (decrease) in cash	10,236,668
Cash (bank overdraft), beginning of period	150,000
CASH (BANK OVERDRAFT), END OF PERIOD	<u>10,366,220</u>
Interest paid ⁽¹⁾	3,698
Interest received, net of withholding taxes ⁽¹⁾	2,788,188

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 95.1%			
Argentina – 0.4%			
YPF S.A. 8.50% Jul 28, 2025	USD 1,200,000	1,680,185	1,498,801
Australia – 0.5%			
Nufarm Australia Ltd. / Nufarm Americas Inc. (Callable) 5.75% Apr 30, 2021	USD 1,350,000	1,713,304	1,732,971
Austria – 0.8%			
Erste Group Bank AG Perpetual 8.88%	EUR 1,600,000	3,022,724	2,877,510
Belgium – 0.2%			
Nyrstar Netherlands Holdings BV (Callable) 6.88% Mar 15, 2020	EUR 550,000	896,087	785,135
Brazil – 2.1%			
Banco do Brasil S.A. Perpetual 8.50%	USD 217,000	295,924	301,096
Petrobras Global Finance BV 4.75% Jan 14, 2025	EUR 1,140,000	1,947,602	1,805,103
Petrobras Global Finance BV 6.25% Dec 14, 2026	GBP 500,000	954,904	875,733
Vale SA 3.75% Jan 10, 2023	EUR 1,085,000	1,874,902	1,836,796
Voto-Votorantim Overseas Trading Operations IV Ltd. 7.75% Jun 24, 2020	USD 2,250,000	3,085,945	3,112,415
		8,159,277	7,931,143
Canada – 1.5%			
China Evergrande Group 7.00% Mar 23, 2020	USD 1,800,000	2,310,368	2,349,098
Country Garden Holdings Co., Ltd. (Callable) 4.75% Jul 25, 2020	USD 1,850,000	2,315,793	2,335,919
Eagle Intermediate Global Holding BV/Ruyi US Finance LLC (Callable) 5.38% May 01, 2020	EUR 650,000	1,021,670	992,675
		5,647,831	5,677,692
Chile – 0.9%			
VTR Finance BV (Callable) 6.88% Jan 15, 2019	USD 2,450,000	3,217,359	3,250,228
Colombia – 0.6%			
Millicom International Cellular SA (Callable) 6.00% Mar 15, 2020	USD 1,750,000	2,312,224	2,319,416
France – 1.8%			
Credit Agricole SA Perpetual 8.13%	USD 1,150,000	1,719,667	1,607,011
La Financiere Atalian SASU (Callable) 6.63% May 15, 2021	GBP 1,000,000	1,784,479	1,669,581
Paprec Holding SA (Callable) 4.00% Mar 31, 2021	EUR 1,150,000	1,821,091	1,743,446
SFR Group SA (Callable) 7.38% May 01, 2021	USD 1,300,000	1,617,834	1,674,010
		6,943,071	6,694,048
Germany – 1.7%			
DEMIRE Deutsche Mittelstand Real Estate AG (Callable) 2.88% Jul 15, 2019	EUR 1,200,000	1,879,232	1,864,984
KME AG (Callable) 6.75% Feb 01, 2020	EUR 600,000	952,234	914,809
KME AG (Callable) 6.75% Feb 01, 2020	EUR 450,000	688,821	687,254
Platin 1426 GmbH (Callable) 5.38% Dec 15, 2019	EUR 1,150,000	1,765,090	1,693,173
T-Mobile US Inc. (Callable) 6.50% Jan 15, 2019	USD 1,000,000	1,309,584	1,372,485
		6,594,961	6,532,705
Ireland – 1.4%			
Ardagh Packaging Finance PLC / Ardagh Holdings USA Inc. (Callable) 6.75% May 15, 2019	EUR 1,950,000	3,285,632	3,225,157
Virgin Media Receivables Financing Notes II DAC (Callable) 5.75% Sep 15, 2019	GBP 1,150,000	2,096,308	2,024,887
		5,381,940	5,250,044
Israel – 0.9%			
Teva Pharmaceutical Finance Netherlands II BV (Callable) 3.25% Jan 15, 2022	EUR 2,250,000	3,596,785	3,515,858
Italy – 1.8%			
Assicurazioni Generali SpA (Callable) 5.00% Jun 08, 2028	EUR 550,000	973,772	857,532
Cooperativa Muratori & Cementisti-CMC di Ravenna SC (Callable) 6.00% Nov 15, 2019	EUR 1,000,000	1,524,671	1,301,160

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
Italy (cont'd)			
Limacorporate SpA (Callable) 3.75% Aug 15, 2018	EUR 950,000	1,470,655	1,474,404
Nexi Capital SpA (Callable) 3.63% May 31, 2019	EUR 1,700,000	2,612,772	2,575,520
Wind Tre SpA (Callable) 5.00% Nov 03, 2020	USD 600,000	697,380	622,419
		7,279,250	6,831,035
Japan – 0.2%			
Sprint Capital Corporation 8.75% Mar 15, 2032	USD 450,000	612,948	627,389
Luxembourg – 4.5%			
Altice Luxembourg SA (Callable) 6.25% Feb 15, 2020	EUR 400,000	603,408	589,427
Altice Luxembourg SA (Callable) 7.25% Mar 02, 2018	EUR 600,000	931,893	927,933
Altice Luxembourg SA (Callable) 7.63% Feb 15, 2020	USD 250,000	290,813	304,112
Arena Luxembourg Finance S.a. r.l. (Callable) 2.88% Nov 01, 2020	EUR 1,650,000	2,610,594	2,496,224
Crystal Almond S. a. r.l (Callable) 10.00% Nov 01, 2018	EUR 1,950,000	3,335,761	3,166,430
FAGE International SA/ FAGE USA Dairy Industry Inc. (Callable) 5.63% Aug 15, 2021	USD 1,400,000	1,687,991	1,697,284
Garfunkelux Holdco 3 SA (Callable) 3.50% Sep 01, 2018	EUR 950,000	1,416,587	1,284,377
Intralot Capital Luxembourg SA (Callable) 5.25% Sep 15, 2020	EUR 1,150,000	1,785,457	1,483,378
Odyssey Europe Holdco Sarl (Callable) 8.00% May 15, 2020	EUR 800,000	1,217,035	1,209,554
Prague CE S.a. r.l. (Callable) 10.00% Jun 15, 2019	EUR 1,100,000	1,719,982	1,667,053
Telecom Italia Finance SA 7.75% Jan 24, 2033	EUR 900,000	2,146,392	1,903,368
		17,745,913	16,729,140
Netherlands – 3.7%			
Atradius Finance BV (Callable) 5.25% Sep 23, 2024	EUR 1,850,000	3,374,281	3,076,234
GTH Finance BV (Callable) 6.25% Jan 26, 2020	USD 2,100,000	2,738,916	2,812,162
InterXion Holding NV (Callable) 4.75% Jun 15, 2021	EUR 800,000	1,217,193	1,233,917
IPD 3 BV (Callable) 4.50% Jul 15, 2019	EUR 1,050,000	1,665,125	1,630,693
OCI NV (Callable) 5.00% Apr 15, 2020	EUR 690,000	1,076,997	1,080,362
Sunshine Mid BV (Callable) 6.50% May 15, 2021	EUR 1,150,000	1,792,701	1,664,727
United Group BV (Callable) 4.88% Jul 01, 2020	EUR 1,550,000	2,457,050	2,416,659
		14,322,263	13,914,754
Norway – 0.5%			
Aker BP ASA (Callable) 5.88% Mar 31, 2021	USD 1,500,000	2,023,524	2,023,355
Romania – 0.9%			
Digi Communications NV (Callable) 5.00% Oct 15, 2019	EUR 2,050,000	3,357,773	3,287,653
Sweden – 1.6%			
Nordea Bank AB Perpetual 5.50%	USD 1,800,000	2,314,366	2,355,336
Perstorp Holding AB 4.25% Sep 15, 2022	EUR 2,300,000	3,518,558	3,473,583
		5,832,924	5,828,919
Switzerland – 0.2%			
Selecta Group BV (Callable) 5.88% Feb 01, 2020	EUR 600,000	924,034	899,355
United Arab Emirates – 0.5%			
Shelf Drilling Holdings Ltd. (Callable) 8.25% Feb 15, 2021	USD 1,300,000	1,634,152	1,730,167
United Kingdom – 8.0%			
Algeco Scotsman Global Finance 2 PLC (Callable) 10.00% Feb 15, 2020	USD 1,350,000	1,677,352	1,791,883
Amigo Luxembourg SA (Callable) 7.63% Jan 15, 2020	GBP 1,250,000	2,266,380	2,238,884

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Allianz Global Investors U.S. LLC

Scotia Private Global High Yield Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United Kingdom (cont'd)			
Aston Martin Capital Holdings Ltd. (Callable)			
5.75% Apr 15, 2019	GBP 900,000	1,649,766	1,615,735
Avation Capital SA (Callable) 6.50% May 15, 2020	USD 1,150,000	1,477,978	1,527,606
CPUK Finance Ltd. (Callable) 4.25% Aug 28, 2019	GBP 1,300,000	2,300,907	2,266,747
Fiat Chrysler Automobiles NV 5.25% Apr 15, 2023	USD 2,500,000	3,286,324	3,313,271
Hiscox Ltd. (Callable) 6.13% Nov 24, 2025	GBP 1,100,000	2,253,528	2,100,759
Iceland Bondco PLC (Callable) 4.63% Sep 15, 2020	GBP 1,050,000	1,726,798	1,644,643
KCA Deutag UK Finance PLC 7.25% May 15, 2021	USD 1,600,000	1,966,548	2,035,931
Miller Homes Group Holdings PLC (Floating Rate)			
6.04% Oct 15, 2023	GBP 1,000,000	1,759,769	1,734,225
Neptune Energy Bondco PLC (Callable) 6.63%			
May 15, 2021	USD 1,950,000	2,525,214	2,497,718
Pinewood Finco PLC (Callable) 3.75%			
Dec 01, 2019	GBP 950,000	1,668,082	1,648,700
Pinnacle Bidco PLC (Callable) 6.38% Feb 15, 2021	GBP 900,000	1,624,313	1,572,346
Tullow Oil PLC (Callable) 7.00% Mar 01, 2021	USD 1,000,000	1,302,767	1,250,934
TVL Finance PLC (Callable) 5.40% May 15, 2018	GBP 1,600,000	2,779,515	2,742,595
		30,265,241	29,981,977
United States – 60.4%			
AES Corporation/VA (Callable) 6.00%			
May 15, 2021	USD 1,350,000	1,813,179	1,838,055
AK Steel Corporation (Callable) 6.38%			
Oct 15, 2020	USD 750,000	944,933	919,819
Albertsons Cos Inc. (Floating Rate) 6.12%			
Jan 15, 2024	USD 1,100,000	1,471,101	1,459,380
Alcoa Nederland Holding BV (Callable) 6.75%			
Sep 30, 2019	USD 2,800,000	3,839,062	3,872,510
Alliance One International Inc. (Callable) 9.88%			
Mar 05, 2018	USD 1,350,000	1,596,064	1,639,712
AMC Entertainment Holdings Inc. (Callable) 6.38%			
Nov 15, 2019	GBP 900,000	1,671,584	1,582,399
APX Group Inc. (Callable) 7.63% Sep 01, 2019	USD 800,000	1,061,386	936,423
Ball Corporation 4.38% Dec 15, 2020	USD 3,000,000	3,872,334	4,004,077
Banco de Sabadell SA 5.63% May 06, 2026	EUR 700,000	1,284,539	1,197,741
Becton Dickinson and Co (Floating Rate) 2.94%			
Mar 01, 2019	USD 1,500,000	1,886,857	1,977,067
Becton Dickinson and Company 3.06%			
Jun 06, 2022	USD 2,350,000	3,085,412	3,106,949
Belden Inc. (Callable) 2.88% Sep 15, 2020	EUR 2,150,000	3,291,377	3,226,997
Boyne USA Inc. (Callable) 7.25% May 01, 2021	USD 1,200,000	1,571,131	1,648,789
BWX Technologies Inc. (Callable) 5.38%			
Jul 15, 2021	USD 2,100,000	2,774,735	2,806,583
Calumet Specialty Products Partners LP / Calumet Finance Corporation (Callable) 6.50%			
Mar 05, 2018	USD 1,650,000	2,060,568	2,164,657
Catalent Pharma Solutions Inc. (Callable) 4.75%			
Dec 15, 2019	EUR 2,050,000	3,359,270	3,287,920
CCO Holdings LLC / CCO Holdings Capital Corporation (Callable) 5.75% Feb 15, 2021	USD 1,700,000	2,208,290	2,206,664
Cedar Fair LP / Canada's Wonderland Company / Magnum Management Corporation / Millennium Op (Callable) 5.38% Apr 15, 2022	USD 1,600,000	2,083,601	2,083,279
Cheniere Corporationus Christi Holdings LLC (Callable) 5.88% Oct 02, 2024	USD 1,950,000	2,658,798	2,681,564
CNX Midstream Partners LP / CNX Midstream Finance Corporation (Callable) 6.50%			
Mar 15, 2021	USD 1,350,000	1,742,174	1,726,162
Commercial Metals Company (Callable) 4.88%			
Feb 15, 2023	USD 550,000	729,785	709,168
Commercial Metals Company (Callable) 5.38%			
Jul 15, 2022	USD 800,000	1,036,542	1,010,074
CommScope Technologies LLC (Callable) 6.00%			
Jun 15, 2020	USD 2,450,000	3,270,468	3,302,058

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States (cont'd)			
Crown Americas LLC / Crown Americas Capital Corporation V (Callable) 4.25% Mar 31, 2026	USD 600,000	706,051	719,406
Crown European Holdings SA (Callable) 3.38%			
Nov 15, 2024	EUR 2,100,000	3,351,212	3,293,991
CSC Holdings LLC (Callable) 10.88% Oct 15, 2020	USD 2,750,000	4,065,722	4,183,737
DCP Midstream Operating LP 6.75% Sep 15, 2037	USD 1,600,000	2,282,010	2,234,884
Denbury Resources Inc. (Callable) 9.25%			
Mar 31, 2019	USD 1,300,000	1,706,274	1,815,664
DISH DBS Corporation 5.13% May 01, 2020	USD 1,400,000	1,802,931	1,830,823
DISH DBS Corporation 7.75% Jul 01, 2026	USD 500,000	653,405	580,977
Dynegy Inc. (Callable) 8.00% Jan 15, 2020	USD 1,300,000	1,872,638	1,841,088
Eldorado Resorts Inc. (Callable) 6.00%			
Apr 01, 2020	USD 1,350,000	1,722,498	1,789,868
Encompass Health Corporation (Callable) 5.75%			
May 31, 2018	USD 300,000	388,967	398,644
Encompass Health Corporation (Callable) 5.75%			
Sep 15, 2020	USD 1,650,000	2,154,725	2,205,129
Energizer Gamma Acquisition Inc. (Callable) 6.38%			
Jul 15, 2021	USD 1,650,000	2,224,927	2,214,720
EnSCO PLC 7.75% Feb 01, 2026	USD 1,100,000	1,326,290	1,374,725
EP Energy LLC / Everest Acquisition Finance Inc. (Callable) 6.38% Jun 15, 2018	USD 1,100,000	771,572	1,000,943
Exela Intermediate LLC / Exela Finance Inc. (Callable) 10.00% Jul 15, 2020	USD 1,100,000	1,391,135	1,490,962
Federal-Mogul LLC / Federal-Mogul Financing Corporation (Callable) 5.00% Jul 15, 2020	EUR 1,150,000	1,876,907	1,841,107
First Quality Finance Company Inc. (Callable) 5.00% Jul 01, 2020	USD 1,700,000	2,147,653	2,056,975
Five Point Operating Co LP / Five Point Capital Corporation (Callable) 7.88% Nov 15, 2020	USD 1,300,000	1,665,364	1,747,171
Freeport-McMoRan Inc. (Callable) 3.88%			
Dec 15, 2022	USD 1,600,000	1,966,585	2,000,810
Freeport-McMoRan Inc. (Callable) 6.88%			
Feb 15, 2020	USD 1,600,000	2,206,898	2,233,148
Freeport-McMoRan Inc. 3.10% Mar 15, 2020	USD 700,000	873,390	907,195
Genesis Energy LP / Genesis Energy Finance Corporation (Callable) 6.25% Feb 15, 2021	USD 2,600,000	3,259,907	3,245,572
Graham Holdings Company (Callable) 5.75%			
Jun 01, 2021	USD 1,600,000	2,087,293	2,133,067
Grifols SA (Callable) 3.20% May 01, 2020	EUR 2,150,000	3,364,094	3,249,487
HCA Inc. (Callable) 5.50% Dec 15, 2046	USD 1,550,000	1,953,530	1,876,129
HCA Inc. 5.25% Apr 15, 2025	USD 1,800,000	2,381,832	2,392,432
Hilton Domestic Operating Company Inc. (Callable) 5.13% May 01, 2021	USD 2,100,000	2,770,034	2,706,684
Huntsman International LLC (Callable) 4.25%			
Jan 01, 2025	EUR 1,800,000	3,176,838	3,148,135
International Game Technology PLC (Callable) 6.50% Aug 15, 2024	USD 1,800,000	2,515,932	2,433,246
Itron Inc. (Callable) 5.00% Jan 15, 2021	USD 1,900,000	2,365,075	2,379,660
Jack Ohio Finance LLC / Jack Ohio Finance 1 Corporation (Callable) 10.25% Nov 15, 2019	USD 1,450,000	2,013,744	2,073,908
Jagged Peak Energy LLC (Callable) 5.88%			
May 01, 2021	USD 800,000	1,028,558	1,039,019
Jeld-Wen Inc. (Callable) 4.63% Dec 15, 2020	USD 1,300,000	1,631,839	1,637,490
Kennedy-Wilson Inc. (Callable) 5.88%			
Apr 01, 2019	USD 1,050,000	1,332,848	1,349,848
Kennedy-Wilson Inc. (Callable) 5.88%			
Apr 01, 2019	USD 550,000	696,004	708,098
Kraton Polymers LLC / Kraton Polymers Capital Corporation (Callable) 5.25% May 15, 2021	EUR 750,000	1,150,587	1,157,096
Kronos International Inc. (Callable) 3.75%			
Sep 15, 2020	EUR 1,600,000	2,538,399	2,362,964

The accompanying notes are an integral part of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States (cont'd)			
Lennar Corporation (Callable) 4.75%			
May 29, 2027	USD 1,500,000	1,836,235	1,859,366
Level 3 Financing Inc. (Callable) 5.38%			
May 21, 2018	USD 2,050,000	2,617,245	2,703,658
Levi Strauss & Company (Callable) 3.38%			
Mar 15, 2022	EUR 1,150,000	1,811,984	1,769,554
LKQ European Holdings BV (Callable) 3.63%			
Apr 01, 2021	EUR 1,150,000	1,827,936	1,741,381
Matthews International Corporation (Callable)			
5.25% Dec 01, 2020	USD 1,955,000	2,479,260	2,471,583
Meredith Corporation (Callable) 6.88%			
Feb 01, 2021	USD 1,350,000	1,798,150	1,756,452
MGM Resorts International (Callable) 5.75%			
Mar 15, 2025	USD 2,100,000	2,814,172	2,766,590
Moss Creek Resources Holdings Inc. (Callable)			
7.50% Jan 15, 2021	USD 750,000	973,375	979,190
MSCI Inc. (Callable) 5.38% May 15, 2022	USD 2,100,000	2,758,885	2,784,418
Navient Corporation 8.00% Mar 25, 2020	USD 2,600,000	3,502,532	3,616,077
NGPL PipeCo LLC 7.77% Dec 15, 2037	USD 1,400,000	2,178,793	2,196,281
Parsley Energy LLC / Parsley Finance Corporation (Callable) 5.63% Oct 15, 2022	USD 2,000,000	2,594,312	2,617,250
PDC Energy Inc. (Callable) 5.75% May 15, 2021	USD 2,050,000	2,682,342	2,689,449
Pilgrim's Pride Corporation (Callable) 5.75%			
Mar 15, 2020	USD 1,850,000	2,358,996	2,348,717
Prime Security Services Borrower LLC / Prime Finance Inc. (Callable) 9.25% May 15, 2019	USD 1,255,000	1,723,659	1,762,569
PulteGroup Inc. (Callable) 5.00% Oct 15, 2026	USD 1,400,000	1,747,824	1,760,007
Quintiles IMS Inc. (Callable) 2.88% Sep 15, 2020	EUR 1,450,000	2,235,359	2,079,451
Reynolds Group Issuer Inc. / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu (Callable) 5.13%			
Jul 15, 2019	USD 1,400,000	1,806,874	1,830,179
Rockies Express Pipeline LLC 6.00% Jan 15, 2019	USD 3,250,000	4,181,720	4,333,519
Seagate HDD Cayman 4.75% Jan 01, 2025	USD 1,300,000	1,608,386	1,644,337
Service Corporation International/US (Callable)			
4.63% Dec 15, 2022	USD 1,450,000	1,807,898	1,802,231
SESI LLC (Callable) 7.75% Sep 15, 2020	USD 1,200,000	1,600,857	1,633,480
Shea Homes LP / Shea Homes Funding Corporation (Callable) 5.88% Apr 01, 2018	USD 1,850,000	2,388,569	2,452,027
Silgan Holdings Inc. (Callable) 3.25%			
Mar 15, 2020	EUR 1,550,000	2,472,260	2,410,960
Simmons Foods Inc. (Callable) 5.75%			
Nov 01, 2020	USD 1,800,000	2,192,220	2,089,197
Six Flags Entertainment Corporation (Callable)			
4.88% Jul 31, 2019	USD 2,500,000	3,177,984	3,214,845
Sonic Automotive Inc. (Callable) 5.00%			
May 15, 2018	USD 2,850,000	3,474,121	3,612,409
Springleaf Finance Corporation 5.25%			
Dec 15, 2019	USD 3,150,000	4,057,553	4,220,563
Sprint Capital Corporation 6.90% May 01, 2019	USD 750,000	980,129	1,012,126
Sprint Communications Inc. 6.00% Nov 15, 2022	USD 600,000	749,275	784,658
Sprint Corporation 7.88% Sep 15, 2023	USD 1,900,000	2,545,788	2,600,624
Sunoco LP / Sunoco Finance Corporation (Callable)			
5.88% Mar 15, 2023	USD 1,450,000	1,837,721	1,802,154
Tallgrass Energy Partners LP / Tallgrass Energy Finance Corporation (Callable) 5.50%			
Jan 15, 2023	USD 1,950,000	2,484,118	2,545,433
Tenet Healthcare Corporation 6.00% Oct 01, 2020	USD 2,350,000	3,093,461	3,198,063
TerraForm Power Operating LLC (Callable) 4.25%			
Oct 31, 2022	USD 2,150,000	2,687,189	2,734,397
Trident Merger Sub Inc. (Callable) 6.63%			
Nov 01, 2020	USD 775,000	974,409	995,073
Universal Hospital Services Inc. 7.63%			
Aug 15, 2020	USD 1,750,000	2,200,205	2,307,586

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States (cont'd)			
Vantiv LLC / Vanity Issuer Corporation (Callable)			
3.88% Nov 15, 2020	GBP 950,000	1,659,966	1,562,852
Viking Cruises Ltd. (Callable) 5.88%			
Sep 15, 2022	USD 1,650,000	2,114,541	2,069,933
Voya Financial Inc. (Callable) 4.70%			
Jan 23, 2028	USD 2,100,000	2,557,589	2,461,563
Warrior Met Coal Inc. (Callable) 8.00%			
Nov 01, 2020	USD 1,200,000	1,564,781	1,635,453
Waste Pro USA Inc. (Callable) 5.50%			
Feb 15, 2021	USD 1,500,000	1,902,878	1,903,754
Whiting Petroleum Corporation (Callable) 6.63%			
Oct 15, 2025	USD 950,000	1,238,260	1,292,384
WildHorse Resource Development Corporation (Callable) 6.88% Feb 01, 2020	USD 1,250,000	1,613,031	1,687,321
WMG Acquisition Corporation (Callable) 4.13%			
Nov 01, 2019	EUR 1,550,000	2,512,674	2,460,436
WPX Energy Inc. 5.25% Sep 15, 2024	USD 1,750,000	2,234,690	2,287,608
Wynn Las Vegas LLC (Callable) 5.50%			
Dec 01, 2024	USD 1,150,000	1,449,801	1,486,588
Wynn Las Vegas LLC / Wynn Las Vegas Capital Corporation (Callable) 5.25% Feb 15, 2027	USD 800,000	1,008,748	986,901
		<u>224,855,613</u>	<u>226,003,496</u>
TOTAL BONDS AND DEBENTURES		<u>358,019,383</u>	<u>355,922,791</u>
MONEY MARKET INSTRUMENTS – 3.0%			
United States Treasury Bills 0.00% Oct 11, 2018	USD 8,700,000	11,014,717	11,383,486
TOTAL MONEY MARKET INSTRUMENTS		<u>11,014,717</u>	<u>11,383,486</u>
TOTAL INVESTMENT PORTFOLIO		<u>369,034,100</u>	<u>367,306,277</u>
Unrealized Gain (Loss) on Derivatives – (1.6%)			(5,987,639)
OTHER ASSETS, LESS LIABILITIES – 3.5%			<u>12,827,501</u>
NET ASSETS – 100.0%			<u>374,146,139</u>

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

Scotia Private Global High Yield Pool (Unaudited - Continued)

SCHEDULE OF DERIVATIVE INSTRUMENTS

UNREALIZED GAIN ON CURRENCY FORWARD CONTRACTS

Counterparty	Credit Rating	Settlement Date	Currency To Be Received	Contractual Amount	Currency To Be Delivered	Contractual Amount	Contract Price	Market Price	Unrealized Gain (\$)
Barclays PLC	A-2	Jul. 19, 2018	US Dollar	80,062,345	European Euro	66,872,874	0.835	0.855	2,440,716
Barclays PLC	A-2	Jul. 19, 2018	US Dollar	22,102,085	British Pound	16,275,947	0.736	0.757	788,097
Barclays PLC	A-2	Jul. 19, 2018	US Dollar	688,471	Canadian Dollar	886,397	1.287	1.314	18,244
Barclays PLC	A-2	Jul. 19, 2018	US Dollar	2,254,696	Canadian Dollar	2,916,000	1.293	1.314	46,625
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	European Euro	1,759,047	Canadian Dollar	2,664,304	1.515	1.537	38,832
Barclays PLC	A-2	Jul. 19, 2018	British Pound	794,645	Canadian Dollar	1,368,681	1.722	1.736	10,702
Barclays PLC	A-2	Jul. 19, 2018	European Euro	1,073,179	Canadian Dollar	1,648,546	1.536	1.537	640
Barclays PLC	A-2	Jul. 19, 2018	European Euro	1,647,556	Canadian Dollar	2,529,128	1.535	1.537	2,717
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	1,021,021	US Dollar	770,008	0.754	0.761	9,250
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	1,243,477	European Euro	806,802	0.649	0.651	3,674
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	2,813,919	US Dollar	2,113,082	0.751	0.761	37,384
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	66,264	US Dollar	49,750	0.751	0.761	894
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	181,963	US Dollar	137,032	0.753	0.761	1,907
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	1,765,903	US Dollar	1,326,750	0.751	0.761	22,588
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	4,137,088	US Dollar	3,107,917	0.751	0.761	53,366
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	3,461,874	US Dollar	2,605,673	0.753	0.761	38,087
									3,513,723

UNREALIZED LOSS ON CURRENCY FORWARD CONTRACTS

Counterparty	Credit Rating	Settlement Date	Currency To Be Received	Contractual Amount	Currency To Be Delivered	Contractual Amount	Contract Price	Market Price	Unrealized Loss (\$)
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	351,877,835	US Dollar	274,840,143	0.781	0.761	(9,254,999)
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	2,371,914	European Euro	1,569,164	0.662	0.651	(39,402)
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	1,763,000	US Dollar	1,370,665	0.777	0.761	(38,018)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	1,315,231	US Dollar	1,030,144	0.783	0.761	(38,351)
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	166,811	European Euro	110,032	0.66	0.651	(2,273)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	204,145	US Dollar	156,812	0.768	0.761	(1,902)
Barclays PLC	A-2	Jul. 19, 2018	European Euro	963,000	US Dollar	1,128,574	1.172	1.169	(3,116)
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	3,842,495	US Dollar	2,976,379	0.775	0.761	(68,390)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	4,588,047	US Dollar	3,547,208	0.773	0.761	(72,893)
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	3,925,986	US Dollar	3,032,962	0.773	0.761	(59,248)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	655,292	US Dollar	506,258	0.773	0.761	(9,918)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	51,777	US Dollar	39,917	0.771	0.761	(673)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	Canadian Dollar	2,583,798	US Dollar	1,991,095	0.771	0.761	(32,449)
Barclays PLC	A-2	Jul. 19, 2018	Canadian Dollar	311,309	US Dollar	239,062	0.768	0.761	(2,813)
Barclays PLC	A-2	Jul. 19, 2018	US Dollar	730,397	European Euro	628,306	0.86	0.855	(5,780)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	US Dollar	1,058,010	Canadian Dollar	1,406,553	1.329	1.314	(16,385)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	British Pound	364,662	Canadian Dollar	641,392	1.759	1.736	(8,384)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	European Euro	597,423	Canadian Dollar	926,788	1.551	1.537	(8,700)
Canadian Imperial Bank of Commerce	A-1	Jul. 19, 2018	European Euro	941,549	Canadian Dollar	1,456,614	1.547	1.537	(9,696)
									(9,673,390)

UNREALIZED GAIN ON FUTURES CONTRACTS

Expiry Date	Number of Contracts	Futures Contracts	Counterparty	Contractual Value	Fair Value	Unrealized Gain (\$)	
							Credit Risk
INDEX FUTURES CONTRACTS							
Sep. 2018	(40)	S&P 500 Composite Stock Index -E-Mini Futures	Credit Suisse Securities (USA) LLC	A-1	(7,330,931)	(7,158,903)	172,028
						<u>172,028</u>	

BOND FUNDS

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's objective is to achieve long term total returns through income generation and capital growth by investing primarily in non-investment grade fixed income securities around the world.

Risks associated with financial instruments (note 4)
Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	16,729,131	–
1-3 years	36,063,320	–
3-5 years	71,467,011	–
5-10 years	218,571,723	–
> 10 years	24,475,092	–
	367,306,277	–

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$2,393,027 or approximately 0.6% (December 31, 2017 – nil or approximately 0.0%).

Currency risk

The Fund's exposure to currency risk is summarized in the table below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable. The Fund did not have any exposure to currency risk as at December 31, 2017.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
British Pound	25,676,125	(26,272,107)	(595,982)	(0.2)
European Euro	95,869,355	(96,947,888)	(1,078,533)	(0.3)
US Dollar	255,765,853	(258,146,188)	(2,380,335)	(0.6)
	377,311,333	(381,366,183)	(4,054,850)	(1.1)

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$405,485 or 0.1% (December 31, 2017 – nil or 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a

market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 0.0% (December 31, 2017 – 0.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$17,203 (December 31, 2017 – nil). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
Short Term Rating				
A-1+	3.1	3.0	–	–
Bond Credit Rating				
BBB	6.2	6.0	–	–
BB	49.7	48.8	–	–
B	38.3	37.6	–	–
CCC	2.7	2.7	–	–
	100.0	98.1	–	–

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Argentina	0.4	–
Australia	0.5	–
Austria	0.8	–
Belgium	0.2	–
Brazil	2.1	–
Canada	1.5	–
Chile	0.9	–
Colombia	0.6	–
France	1.8	–
Germany	1.7	–
Ireland	1.4	–
Israel	0.9	–
Italy	1.8	–
Japan	0.2	–
Luxembourg	4.5	–
Netherlands	3.7	–
Norway	0.5	–
Romania	0.9	–
Sweden	1.6	–
Switzerland	0.2	–
United Arab Emirates	0.5	–
United Kingdom	8.0	–
United States	60.4	–

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

The table below illustrates the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds and debentures	-	355,922,791	-	355,922,791
Money market instruments	-	11,383,486	-	11,383,486
Unrealized gain on currency forward contracts	-	3,513,723	-	3,513,723
Unrealized gain on futures contracts	172,028	-	-	172,028
	172,028	370,820,000	-	370,992,028
Liability for written options	-	-	-	-
Unrealized loss on currency forward contracts	-	(9,673,390)	-	(9,673,390)
	172,028	361,146,610	-	361,318,638

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

The following table presents offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements. As at December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Financial assets – by type	June 30, 2018			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	3,513,723	(3,513,723)	-	-
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	3,513,723	(3,513,723)	-	-

Financial liabilities – by type	June 30, 2018			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	9,673,390	(3,513,723)	-	6,159,667
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	9,673,390	(3,513,723)	-	6,159,667

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

The accompanying notes are an integral part of the financial statements.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	60,733,951	60,340,116
Cash	951,411	551,666
Receivable for securities sold	1,589,567	-
Subscriptions receivable	105	6,455
Accrued investment income and other	273,116	259,040
	<u>63,548,150</u>	<u>61,157,277</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	5,123	-
Management fee payable	962	-
Payable for securities purchased	1,696,668	-
Redemptions payable	61,194	75,590
Accrued expenses	16,524	-
Distributions payable	22,093	-
	<u>1,802,564</u>	<u>75,590</u>
Net assets attributable to holders of redeemable units	<u>61,745,586</u>	<u>61,081,687</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	60,596,472	59,855,309
Series F	<u>1,149,114</u>	<u>1,226,378</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	18.41	18.53
Series F	<u>18.64</u>	<u>18.76</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	570,168	477,261
Interest for distribution purposes	437,637	440,125
Net realized gain (loss) on non-derivative financial assets	88,494	323,755
Change in unrealized gain (loss) on non-derivative financial assets	(489,332)	(1,285,934)
Net realized gain (loss) on derivatives	-	(4,395)
Change in unrealized gain (loss) on derivatives	(5,123)	13,970
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>601,844</u>	<u>(35,218)</u>
Securities lending (note 11)	1,206	8,400
Net realized and unrealized foreign currency translation gain (loss)	20,435	(1,023)
Total income (loss), net	<u>623,485</u>	<u>(27,841)</u>
EXPENSES		
Management fees (note 5)	6,057	5,043
Fixed administration fees (note 6)	90,352	86,317
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	-	97
Foreign withholding taxes/tax reclaims	6,680	6,399
Harmonized Sales Tax/Goods and Services Tax	9,621	9,369
Transaction costs	5,053	7,077
Total expenses	<u>118,350</u>	<u>114,878</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>505,135</u>	<u>(142,719)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	500,636	(140,799)
Series F	<u>4,499</u>	<u>(1,920)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.15	(0.05)
Series F	<u>0.07</u>	<u>(0.04)</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	3,290,587	3,123,353
Series F	<u>65,858</u>	<u>54,536</u>

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

Scotia Private Strategic Balanced Pool (Unaudited - Continued)

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	59,855,309	56,419,693
Series F	1,226,378	791,596
	<u>61,081,687</u>	<u>57,211,289</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	500,636	(140,799)
Series F	4,499	(1,920)
	<u>505,135</u>	<u>(142,719)</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(915,892)	(844,901)
Series F	(12,374)	(10,716)
	<u>(928,266)</u>	<u>(855,617)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	7,705,153	10,292,486
Series F	38,994	339,086
Reinvested distributions		
Pinnacle Series	875,715	821,300
Series F	3,390	4,126
Payments on redemption		
Pinnacle Series	(7,424,449)	(7,256,911)
Series F	(111,773)	(145,512)
	<u>1,087,030</u>	<u>4,054,575</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	741,163	2,871,175
Series F	(77,264)	185,064
	<u>663,899</u>	<u>3,056,239</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	60,596,472	59,290,868
Series F	1,149,114	976,660
	<u>61,745,586</u>	<u>60,267,528</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	505,135	(142,719)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(88,494)	(323,755)
Unrealized foreign currency translation (gain) loss	949	1,194
Change in unrealized (gain) loss on non-derivative financial assets	489,332	1,285,934
Change in unrealized (gain) loss on derivatives	5,123	(13,970)
Purchases of portfolio investments	(10,617,460)	(11,422,562)
Proceeds from sale of portfolio investments	9,929,888	9,560,628
Accrued investment income and other	(14,076)	1,320
Accrued expenses and other payables	17,486	16,864
Net cash provided by (used in) operating activities	<u>227,883</u>	<u>(1,037,066)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	7,750,497	9,771,597
Amounts paid on redemption of redeemable units	(7,550,618)	(7,332,813)
Distributions to unitholders of redeemable units	(27,068)	(8,922)
Net cash provided by (used in) financing activities	<u>172,811</u>	<u>2,429,862</u>
Unrealized foreign currency translation gain (loss)	(949)	(1,194)
Net increase (decrease) in cash	400,694	1,392,796
Cash (bank overdraft), beginning of period	551,666	152,974
CASH (BANK OVERDRAFT), END OF PERIOD	<u>951,411</u>	<u>1,544,576</u>
Interest paid ⁽¹⁾	-	97
Interest received, net of withholding taxes ⁽¹⁾	436,578	448,258
Dividends received, net of withholding taxes ⁽¹⁾	550,470	464,048

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 48.1%				BONDS AND DEBENTURES (cont'd)			
Corporate Bonds – 19.2%				Corporate Bonds (cont'd)			
407 International Inc. (Callable) 2.43% Feb 04, 2027	50,000	49,982	47,782	Keyera Corporation (Callable) 3.93% Mar 21, 2028	50,000	50,000	50,216
407 International Inc. (Callable) 3.30% Sep 27, 2044	40,000	40,041	38,409	Loblaw Companies Limited 6.15% Jan 29, 2035	130,000	165,815	160,802
407 International Inc. (Callable) 3.83% Nov 11, 2045	90,000	93,845	94,427	Metro Inc., Series G (Callable) 3.39% Sep 06, 2027	165,000	164,903	161,742
407 International Inc. (Callable) 4.19% Jan 25, 2042	120,000	133,791	132,592	National Bank of Canada 1.81% Jul 26, 2021	185,000	185,039	180,030
Alectra Inc. (Callable) 2.49% Feb 17, 2027	105,000	105,000	100,944	North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 2.10% Jan 23, 2022	145,000	143,038	141,406
AltaGas Ltd. (Callable) 3.57% Mar 12, 2023	105,000	105,426	106,021	North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 3.70% Aug 23, 2042	25,000	24,904	24,649
AltaGas Ltd. (Callable) 3.98% Jul 04, 2027	135,000	135,529	136,036	North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 4.05% Jan 24, 2044	50,000	55,850	52,157
AltaGas Ltd. (Callable) 4.12% Jan 07, 2026	50,000	49,972	51,297	North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 4.15% Dec 01, 2032	30,000	29,924	31,847
AltaLink LP (Callable) 4.05% May 21, 2044	90,000	102,060	98,165	North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 4.25% Mar 01, 2029	50,000	49,861	53,322
AltaLink LP (Callable) 4.09% Dec 30, 2044	115,000	118,360	126,324	Nova Scotia Power Inc. 4.15% Mar 06, 2042	45,000	50,558	48,534
Bank of Montreal (Floating Rate) 3.40% Apr 23, 2021	40,000	42,715	40,752	Nova Scotia Power Inc. 5.61% Jun 15, 2040	30,000	40,174	38,740
Bank of Montreal 1.88% Mar 31, 2021	40,000	39,998	39,154	Reliance LP (Callable) 3.84% Jan 15, 2025	140,000	139,997	139,111
Bank of Montreal 2.12% Mar 16, 2022	340,000	335,453	332,026	Reliance LP 4.08% Aug 02, 2021	90,000	91,152	92,077
Bank of Montreal 2.70% Sep 11, 2024	80,000	79,990	78,622	Rogers Communications Inc. 4.00% Jun 06, 2022	350,000	383,320	363,827
Bank of Montreal 2.84% Jun 04, 2020	835,000	851,054	839,788	Royal Bank of Canada 1.97% Mar 02, 2022	1,025,000	1,007,682	996,160
Bank of Nova Scotia, The 2.29% Jun 28, 2024 ¹	95,000	94,994	91,246	Shaw Communications Inc. (Callable) 4.35% Oct 31, 2023	30,000	33,240	31,407
Bank of Nova Scotia, The 2.36% Nov 08, 2022 ¹	410,000	406,821	401,205	Shaw Communications Inc. 5.50% Dec 07, 2020	160,000	189,040	170,043
Bank of Nova Scotia, The 2.87% Jun 04, 2021 ¹	515,000	538,040	517,066	Sun Life Financial Inc. 4.57% Aug 23, 2021	90,000	104,869	94,889
Bell Canada (Callable) 2.70% Dec 27, 2023	60,000	59,932	58,335	TELUS Corporation (Callable) 4.40% Jul 29, 2045	40,000	39,989	39,543
Bell Canada (Callable) 2.90% May 12, 2026	55,000	54,853	52,771	TELUS Corporation (Callable) 4.75% Jul 17, 2044	160,000	175,565	166,881
Bell Canada (Callable) 3.15% Aug 29, 2021	180,000	189,810	181,504	TELUS Corporation 5.05% Dec 04, 2019	130,000	149,942	135,037
Bell Canada (Callable) 3.55% Dec 02, 2025	40,000	39,850	40,246	Teranet Holdings LP 4.81% Dec 16, 2020	140,000	161,000	145,282
Bell Canada 3.54% Jun 12, 2020	310,000	330,407	315,243	Toronto-Dominion Bank, The 1.91% Jul 18, 2023	55,000	55,000	52,490
Cameco Corporation (Callable) 4.19% Mar 24, 2024	70,000	75,600	69,540	Toronto-Dominion Bank, The 1.99% Mar 23, 2022	185,000	182,646	179,986
Cameco Corporation 3.75% Nov 14, 2022	35,000	37,023	34,672	Toronto-Dominion Bank, The 2.05% Mar 08, 2021	210,000	210,000	206,780
Cameco Corporation 5.67% Sep 02, 2019	170,000	194,650	174,931	Toronto-Dominion Bank, The 3.23% Jul 24, 2024	170,000	180,011	172,480
Canadian Imperial Bank of Commerce 1.85% Jul 14, 2020	115,000	115,390	113,399	TransCanada PipeLines Ltd. (Callable) 4.35% Dec 06, 2045	150,000	150,629	154,604
Canadian Imperial Bank of Commerce 1.90% Apr 26, 2021	195,000	195,646	190,975	TransCanada PipeLines Ltd. 4.55% Nov 15, 2041	140,000	159,250	148,274
Canadian Imperial Bank of Commerce 2.04% Mar 21, 2022	65,000	64,979	63,293	Wells Fargo Canada Corporation 2.94% Jul 25, 2019	210,000	223,146	211,348
Canadian Imperial Bank of Commerce 2.30% Jul 11, 2022	160,000	159,992	156,825	Westcoast Energy Inc. 3.88% Oct 28, 2021	160,000	177,205	165,198
Canadian Imperial Bank of Commerce 2.47% Dec 05, 2022	310,000	308,763	305,100			<u>12,190,542</u>	<u>11,838,630</u>
CCL Industries Inc. (Callable) 3.86% Jan 13, 2028	35,000	35,000	35,499	Federal Bonds – 16.1%			
CU Inc. 4.54% Oct 24, 2041	110,000	130,865	127,385	Canada Housing Trust No 1 2.35% Jun 15, 2027	780,000	804,980	767,832
Enbridge Gas Distribution Inc. 4.04% Nov 23, 2020	190,000	209,302	196,664	Government of Canada 0.75% Mar 01, 2021	125,000	121,783	121,045
Enbridge Income Fund (Callable) 3.95% Aug 19, 2024	160,000	168,616	163,603	Government of Canada 1.75% Sep 01, 2019	3,630,000	3,728,165	3,627,793
Enbridge Pipelines Inc. 4.49% Nov 12, 2019	210,000	237,468	216,334	Government of Canada 2.25% Jun 01, 2025	3,700,000	3,881,954	3,727,688
ENMAX Corporation (Callable) 3.81% Sep 05, 2024	110,000	117,322	112,840	Government of Canada 5.00% Jun 01, 2037	85,000	116,586	121,548
ENMAX Corporation (Callable) 3.84% Mar 05, 2028	50,000	50,000	50,625	Government of Canada Bonds 0.50% Mar 01, 2022	1,275,000	1,212,186	1,207,056
EPCOR Utilities Inc. 4.55% Feb 28, 2042	20,000	24,100	23,111	United States Treasury Notes 3.13% May 15, 2048 USD	275,000	360,495	372,659
Fair Hydro Trust (Callable) 3.36% Nov 15, 2032	145,000	145,004	148,675			<u>10,226,149</u>	<u>9,945,621</u>
FortisAlberta Inc. 4.54% Oct 18, 2041	40,000	48,480	46,369	Provincial Bonds – 12.8%			
FortisBC Energy Inc. (Callable) 3.38% Oct 13, 2044	25,000	25,000	24,312	Province of Alberta 3.45% Dec 01, 2043	160,000	163,619	172,802
FortisBC Energy Inc. 5.80% May 13, 2038	20,000	27,840	26,444	Province of British Columbia 4.30% Jun 18, 2042	355,000	451,825	440,325
Greater Toronto Airports Authority 3.26% Jun 01, 2037	35,000	34,976	35,127	Province of Manitoba 5.70% Mar 05, 2037	320,000	476,991	438,321
Greater Toronto Airports Authority 6.47% Feb 02, 2034	145,000	205,265	204,091	Province of New Brunswick 4.55% Mar 26, 2037	450,000	574,593	537,708
Great-West Lifeco Inc. 3.34% Feb 28, 2028	50,000	50,000	50,484	Province of Ontario 2.85% Jun 02, 2023	2,400,000	2,603,716	2,435,858
Hydro One Inc. 3.20% Jan 13, 2022	40,000	44,140	40,658	Province of Ontario 3.15% Jun 02, 2022	415,000	444,539	426,234
Hydro One Inc. 4.39% Sep 26, 2041	190,000	216,399	213,109	Province of Ontario 3.45% Jun 02, 2045	1,350,000	1,451,525	1,456,762
Hydro One Inc. 6.03% Mar 03, 2039	50,000	73,299	67,500	Province of Ontario 4.70% Jun 02, 2037	50,000	61,685	62,242
Inter Pipeline Ltd. (Callable) 2.61% Jul 13, 2023	210,000	203,740	203,054	Province of Quebec 3.50% Dec 01, 2045	1,480,000	1,572,702	1,625,229
Inter Pipeline Ltd. (Callable) 2.73% Feb 18, 2024	40,000	40,000	38,587	Province of Quebec 5.00% Dec 01, 2038	35,000	44,755	45,807
Inter Pipeline Ltd. (Callable) 3.17% Dec 24, 2024	30,000	28,191	29,311	Province of Saskatchewan 4.75% Jun 01, 2040	205,000	282,941	262,562
Inter Pipeline Ltd. (Callable) 3.48% Sep 16, 2026	150,000	151,820	147,296			<u>8,128,891</u>	<u>7,903,850</u>
				TOTAL BONDS AND DEBENTURES		<u>30,545,582</u>	<u>29,688,101</u>

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Lincluden Investment Management

Scotia Private Strategic Balanced Pool (Unaudited - Continued)

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SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares/ Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 48.4%				EQUITIES (cont'd)			
Consumer Discretionary – 1.3%				Telecommunication Services – 5.6%			
Shaw Communications, Inc., Class B	29,630	794,116	793,491	BCE Inc.	20,725	1,186,139	1,103,399
Consumer Staples – 2.4%				Rogers Communications, Inc., Class B	14,180	719,004	885,399
Metro Inc., Class A	20,570	779,528	919,273	TELUS Corporation	18,270	767,143	853,209
North West Company Inc.	19,335	513,252	566,902	Verizon Communications Inc.	9,315	575,171	616,353
		<u>1,292,780</u>	<u>1,486,175</u>			<u>3,247,457</u>	<u>3,458,360</u>
Energy – 9.9%				Utilities – 2.4%			
ARC Resources Ltd.	40,245	705,939	546,527	Brookfield Renew Energy Partners LP	6,335	222,641	249,979
Cenovus Energy Inc.	61,590	1,097,089	840,704	Hydro One Limited	35,415	816,253	709,717
Crescent Point Energy Corporation	78,425	993,455	757,586	Superior Plus Corporation	42,900	511,616	545,259
Enbridge Inc.	18,955	872,369	890,885			<u>1,550,510</u>	<u>1,504,955</u>
Enbridge Income Fund Holdings Inc.	28,435	935,271	916,744	TOTAL EQUITIES		<u>27,412,509</u>	<u>29,948,374</u>
Enerplus Corporation	22,580	196,241	374,376				
Husky Energy Inc.	44,796	836,872	917,870	MONEY MARKET INSTRUMENTS – 1.8%			
Inter Pipeline Ltd.	35,735	872,520	880,510	Treasury Bills – 1.8%			
		<u>6,509,756</u>	<u>6,125,202</u>	Government of Canada 0.00% Aug 09, 2018	300,000	299,130	299,600
Financials – 15.5%				Government of Canada 0.00% Sep 20, 2018	800,000	797,824	797,876
Bank of Montreal	8,680	514,294	882,062			<u>1,096,954</u>	<u>1,097,476</u>
Bank of Nova Scotia, The [†]	13,115	692,938	976,281	Transaction Costs		<u>(24,734)</u>	
Canadian Imperial Bank of Commerce	4,795	374,746	548,356	TOTAL INVESTMENT PORTFOLIO		<u>59,030,311</u>	<u>60,733,951</u>
Intact Financial Corporation	8,705	745,959	811,741	Unrealized Gain (Loss) on Derivatives – 0.0%			(5,123)
Laurentian Bank of Canada	12,495	591,714	560,526	OTHER ASSETS, LESS LIABILITIES – 1.7%			<u>1,016,758</u>
Manulife Financial Corporation	33,855	736,580	799,655	NET ASSETS – 100.0%			<u>61,745,586</u>
Power Financial Corporation	34,950	1,180,089	1,074,713				
Royal Bank of Canada	14,470	821,490	1,432,385				
Sun Life Financial Inc.	15,290	657,383	807,771				
Toronto-Dominion Bank, The	22,285	1,076,083	1,695,666				
		<u>7,391,276</u>	<u>9,589,156</u>				
Health Care – 5.1%							
Chartwell Retirement Residences	38,755	575,689	594,114				
GlaxoSmithKline PLC – ADR	15,825	861,950	838,974				
Johnson & Johnson	2,845	300,183	454,024				
Merck & Co., Inc.	8,185	603,191	653,431				
Pfizer Inc.	12,385	518,514	590,956				
		<u>2,859,527</u>	<u>3,131,499</u>				
Materials – 1.3%							
Nutrien Ltd.	11,612	630,343	830,490				
Real Estate – 4.9%							
Brookfield Property Partners LP	34,165	959,438	853,100				
Cominar Real Estate Investment Trust	46,465	592,328	595,681				
Dream Industrial Real Estate Investment Trust	28,040	190,170	289,373				
H&R Real Estate Investment Trust	25,360	505,165	510,243				
RioCan Real Estate Investment Trust	32,325	889,643	780,649				
		<u>3,136,744</u>	<u>3,029,046</u>				

[†] These securities are investments in related parties (note 10).

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

BALANCED FUND

SCHEDULE OF DERIVATIVE INSTRUMENTS

UNREALIZED LOSS ON CURRENCY FORWARD CONTRACTS

Counterparty	Credit Rating	Settlement Date	Currency To Be Received	Contractual Amount	Currency To Be Delivered	Contractual Amount	Contract Price	Market Price	Unrealized Loss (\$)
Bank of Nova Scotia, The	A-1	Sep. 06, 2018	Canadian Dollar	349,245	US Dollar	270,000	0.773	0.762	(5,123)
									(5,123)

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through a combination of capital growth and income by investing primarily in large capitalization stocks of Canadian corporations and Canadian government bonds. The weighting of the fund's portfolio will be allocated between asset classes within specified ranges: 40%-80% equities, 20%-60% fixed income securities, and 0%-30% short-term money market securities and cash.

Risks associated with financial instruments (note 4)

Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	1,097,476	598,366
1-3 years	7,261,634	6,328,867
3-5 years	7,904,025	5,623,681
5-10 years	6,661,084	9,590,499
> 10 years	7,861,358	6,892,565
	30,785,577	29,033,978

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$527,721 or approximately 0.9% (December 31, 2017 – \$505,748 or approximately 0.8%).

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	3,898,544	(354,368)	3,544,176	5.7
Swiss Franc	927	–	927	0.0
Japanese Yen	174	–	174	0.0
	3,899,645	(354,368)	3,545,277	5.7

Currency	December 31, 2017			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	3,323,046	–	3,323,046	5.4
	3,323,046	–	3,323,046	5.4

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$354,528 or 0.6% (December 31, 2017 – \$332,305 or 0.5%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 48.4% (December 31, 2017 – 51.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$2,994,837 (December 31, 2017 – \$3,130,614). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
Short Term Rating				
A-1+	3.6	1.8	2.1	1.0
Bond Credit Rating				
AAA	34.2	17.0	36.8	17.4
AA	16.5	8.3	16.8	8.0
A	30.3	15.1	29.0	13.9
BBB	15.4	7.7	15.3	7.3
	100.0	49.9	100.0	47.6

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Consumer Discretionary	1.3	1.4
Consumer Staples	2.4	2.2
Corporate Bonds	19.2	17.1
Energy	9.9	9.8
Federal Bonds	16.1	16.9
Financials	15.5	18.4
Health Care	5.1	3.8
Materials	1.3	1.9
Provincial Bonds	12.8	12.6
Real Estate	4.9	5.0
Telecommunication Services	5.6	5.9
Treasury Bills	1.8	1.0
Utilities	2.4	2.8

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	29,948,374	-	-	29,948,374
Bonds and debentures	-	29,688,101	-	29,688,101
Money market instruments	-	1,097,476	-	1,097,476
	29,948,374	30,785,577	-	60,733,951
Unrealized loss on currency forward contracts	-	(5,123)	-	(5,123)
	29,948,374	30,780,454	-	60,728,828

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	31,306,138	-	-	31,306,138
Bonds and debentures	-	28,435,612	-	28,435,612
Money market instruments	-	598,366	-	598,366
	31,306,138	29,033,978	-	60,340,116

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

The following table presents offsetting of financial assets and liabilities and collateral amounts that would occur if future events, such as bankruptcy or termination of contracts, were to arise. No amounts were offset in the financial statements. As at December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

	June 30, 2018			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/ received (\$)	Net Amount (\$)
Financial assets – by type				
Currency forward contracts	-	-	-	-
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	-	-	-	-

	June 30, 2018			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/ received (\$)	Net Amount (\$)
Financial liabilities – by type				
Currency forward contracts	5,123	-	-	5,123
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	5,123	-	-	5,123

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	207,905,802	212,354,568
Cash	36,607	3,875
Receivable for securities sold	216,529	–
Subscriptions receivable	528,977	1,670,545
Accrued investment income and other	709,713	622,813
	<u>209,397,628</u>	<u>214,651,801</u>
LIABILITIES		
Current liabilities		
Management fee payable	746	–
Redemptions payable	161,228	144,464
Accrued expenses	27,458	–
	<u>189,432</u>	<u>144,464</u>
Net assets attributable to holders of redeemable units	<u>209,208,196</u>	<u>214,507,337</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	203,479,809	207,303,946
Series F	837,932	1,021,957
Series I	4,890,455	6,181,434
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	25.14	25.08
Series F	24.79	25.03
Series I	25.70	25.81

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	3,153,181	2,805,999
Interest for distribution purposes	27,357	12,498
Net realized gain (loss) on non-derivative financial assets	6,903,073	7,434,451
Change in unrealized gain (loss) on non-derivative financial assets	<u>(9,307,804)</u>	<u>(11,243,380)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	775,807	(990,432)
Securities lending (note 11)	5,412	10,825
Net realized and unrealized foreign currency translation gain (loss)	492	–
Other income	–	827
Total income (loss), net	<u>781,711</u>	<u>(978,780)</u>
EXPENSES		
Management fees (note 5)	4,705	4,041
Fixed administration fees (note 6)	150,562	141,225
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	287	1,209
Foreign withholding taxes/tax reclaims	–	2,533
Harmonized Sales Tax/Goods and Services Tax	14,870	13,916
Transaction costs	72,794	93,438
Total expenses	<u>243,805</u>	<u>256,938</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>537,906</u>	<u>(1,235,718)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	600,555	(1,222,793)
Series F	(15,170)	(8,491)
Series I	(47,479)	(4,434)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.07	(0.15)
Series F	(0.39)	(0.24)
Series I	(0.22)	(0.01)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	8,113,995	7,901,146
Series F	38,922	34,814
Series I	<u>211,611</u>	<u>302,750</u>

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	207,303,946	188,236,198
Series F	1,021,957	854,641
Series I	6,181,434	7,492,398
	<u>214,507,337</u>	<u>196,583,237</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	600,555	(1,222,793)
Series F	(15,170)	(8,491)
Series I	(47,479)	(4,434)
	<u>537,906</u>	<u>(1,235,718)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	26,824,305	21,834,126
Series F	118,312	31,779
Series I	2,100	17,500
Payments on redemption		
Pinnacle Series	(31,248,997)	(23,449,377)
Series F	(287,167)	(95,130)
Series I	(1,245,600)	(533,700)
	<u>(5,837,047)</u>	<u>(2,194,802)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(3,824,137)	(2,838,044)
Series F	(184,025)	(71,842)
Series I	(1,290,979)	(520,634)
	<u>(5,299,141)</u>	<u>(3,430,520)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	203,479,809	185,398,154
Series F	837,932	782,799
Series I	4,890,455	6,971,764
	<u>209,208,196</u>	<u>193,152,717</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	537,906	(1,235,718)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(6,903,073)	(7,434,451)
Change in unrealized (gain) loss on non-derivative financial assets	9,307,804	11,243,380
Purchases of portfolio investments	(44,590,941)	(61,458,755)
Proceeds from sale of portfolio investments	46,418,446	60,786,213
Accrued investment income and other	(86,900)	(33,258)
Accrued expenses and other payables	28,204	26,021
Net cash provided by (used in) operating activities	<u>4,711,446</u>	<u>1,893,432</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	28,086,285	21,720,637
Amounts paid on redemption of redeemable units	(32,764,999)	(23,522,870)
Net cash provided by (used in) financing activities	<u>(4,678,714)</u>	<u>(1,802,233)</u>
Net increase (decrease) in cash	32,732	91,199
Cash (bank overdraft), beginning of period	3,875	49,354
CASH (BANK OVERDRAFT), END OF PERIOD	<u>36,607</u>	<u>140,553</u>
Interest paid ⁽¹⁾	287	1,209
Interest received, net of withholding taxes ⁽¹⁾	27,357	12,496
Dividends received, net of withholding taxes ⁽¹⁾	3,066,282	2,770,211

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 97.6%			
Consumer Discretionary – 3.1%			
Gildan Activewear Inc.	66,500	1,926,504	2,462,495
Magna International Inc.	44,700	2,097,014	3,417,762
Uni-Select Inc.	26,100	556,172	545,751
		<u>4,579,690</u>	<u>6,426,008</u>
Energy – 18.0%			
Cameco Corporation	117,400	1,504,620	1,736,346
Canadian Natural Resources Ltd.	150,800	5,171,364	7,155,460
Cenovus Energy Inc.	299,300	5,456,376	4,085,445
Crescent Point Energy Corporation	444,200	4,195,693	4,290,972
Enbridge Inc.	85,400	4,231,000	4,013,800
Suncor Energy, Inc.	110,214	3,536,182	5,896,449
TransCanada Corporation	122,400	6,527,825	6,962,112
Trican Well Service Ltd.	576,860	2,034,222	1,724,811
Trinidad Drilling Ltd.	971,400	2,373,698	1,816,518
		<u>35,030,980</u>	<u>37,681,913</u>
Financials – 41.6%			
Bank of Montreal	75,200	7,160,382	7,641,824
Bank of Nova Scotia, The [†]	138,100	8,188,870	10,280,164
Canadian Imperial Bank of Commerce	103,700	8,780,034	11,859,132
CI Financial Corporation	121,100	3,570,605	2,861,593
ECN Capital Corporation	489,200	1,639,987	1,726,876
Element Financial Corporation	424,700	4,256,819	2,624,646
Manulife Financial Corporation	249,080	5,202,049	5,883,270
Power Corporation of Canada	221,100	6,784,532	6,509,184
Royal Bank of Canada	186,000	12,829,158	18,412,140
Toronto-Dominion Bank, The	251,500	11,937,712	19,136,635
		<u>70,350,148</u>	<u>86,935,464</u>
Industrials – 9.9%			
Canadian National Railway Company	92,900	5,830,358	9,989,537
Canadian Pacific Railway Limited	25,000	4,749,947	6,023,000
WestJet Airlines Ltd.	255,200	5,658,763	4,626,776
		<u>16,239,068</u>	<u>20,639,313</u>
Information Technology – 0.9%			
Celestica Inc.	125,100	1,670,419	1,955,313
Materials – 15.3%			
Barrick Gold Corporation	241,500	5,581,624	4,170,705
Detour Gold Corporation	109,100	1,148,679	1,289,562
Goldcorp, Inc.	264,000	5,068,579	4,765,200
Lundin Mining Corporation	364,400	2,082,678	2,663,764
Major Drilling Group International Inc.	341,400	2,464,546	2,369,316
Methanex Corporation	24,400	1,259,047	2,268,224
Nutrien Ltd.	136,877	6,570,741	9,789,443
Sherritt International Corporation	1,304,000	2,897,244	1,447,440
Teck Resources Ltd., Class B	99,200	2,832,155	3,322,208
		<u>29,905,293</u>	<u>32,085,862</u>
Real Estate – 1.3%			
H&R Real Estate Investment Trust	140,300	2,848,580	2,822,836
Telecommunication Services – 5.4%			
BCE Inc.	25,800	1,211,199	1,373,592
Rogers Communications, Inc., Class B	82,500	3,670,243	5,151,300
TELUS Corporation	100,700	3,255,236	4,702,690
		<u>8,136,678</u>	<u>11,227,582</u>
Utilities – 2.1%			
Capital Power Corporation	67,400	1,583,993	1,700,502
TransAlta Corporation	414,500	2,893,413	2,735,700
		<u>4,477,406</u>	<u>4,436,202</u>
TOTAL EQUITIES		<u>173,238,262</u>	<u>204,210,493</u>

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
MONEY MARKET INSTRUMENTS – 1.8%			
Treasury Bills – 1.8%			
Government of Canada 0.00% Aug 09, 2018	1,700,000	1,696,957	1,697,826
Government of Canada 0.00% Aug 23, 2018	1,300,000	1,297,425	1,297,799
Government of Canada 0.00% Jul 12, 2018	500,000	499,590	499,830
Government of Canada 0.00% Jul 26, 2018	200,000	199,826	199,854
		<u>3,693,798</u>	<u>3,695,309</u>
TOTAL MONEY MARKET INSTRUMENTS		<u>3,693,798</u>	<u>3,695,309</u>
Transaction Costs		<u>(247,097)</u>	
TOTAL INVESTMENT PORTFOLIO		<u>176,684,963</u>	<u>207,905,802</u>
OTHER ASSETS, LESS LIABILITIES – 0.6%			<u>1,302,394</u>
NET ASSETS – 100.0%			<u><u>209,208,196</u></u>

[†] These securities are investments in related parties (note 10).

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing primarily in securities of Canadian corporations.

Risks associated with financial instruments (note 4)

Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	3,695,309	4,645,308
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	3,695,309	4,645,308

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$1,045 or approximately 0.0% (December 31, 2017 – \$1,246 or approximately 0.0%).

Currency risk

The Fund's exposure to currency risk is summarized in the table below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable. The Fund did not have any exposure to currency risk as at June 30, 2018.

Currency	December 31, 2017			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	6,262	-	6,262	0.0
	6,262	-	6,262	0.0

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by nil or 0.0% (December 31, 2017 – \$626 or 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 97.6% (December 31, 2017 – 96.8%) of

the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$20,421,049 (December 31, 2017 – \$20,770,926). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
A-1+	100.0	1.8	100.0	2.2
	100.0	1.8	100.0	2.2

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Consumer Discretionary	3.1	4.8
Energy	18.0	17.1
Financials	41.6	42.6
Industrials	9.9	9.8
Information Technology	0.9	0.7
Materials	15.3	14.8
Real Estate	1.3	0.5
Telecommunication Services	5.4	5.2
Treasury Bills	1.8	2.2
Utilities	2.1	1.3

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
	Equities	204,210,493	-	-
Money market instruments	-	3,695,309	-	3,695,309
	204,210,493	3,695,309	-	207,905,802

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
	Equities	207,709,260	-	-
Money market instruments	-	4,645,308	-	4,645,308
	207,709,260	4,645,308	-	212,354,568

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private Canadian Mid Cap Pool (Unaudited)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	123,854,703	104,679,558
Cash	2,251,765	749,901
Receivable for securities sold	37,366	–
Subscriptions receivable	115,531	872,497
Accrued investment income and other	349,849	296,728
	<u>126,609,214</u>	<u>106,598,684</u>
LIABILITIES		
Current liabilities		
Management fee payable	330	–
Payable for securities purchased	1,826,529	–
Redemptions payable	74,118	61,542
Accrued expenses	23,402	–
	<u>1,924,379</u>	<u>61,542</u>
Net assets attributable to holders of redeemable units	<u>124,684,835</u>	<u>106,537,142</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	99,512,831	88,853,798
Series F	384,288	365,594
Series I	<u>24,787,716</u>	<u>17,317,750</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	20.53	20.89
Series F	20.28	20.73
Series I	<u>20.96</u>	<u>21.31</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	1,688,525	826,780
Interest for distribution purposes	95,189	86,661
Net realized gain (loss) on non-derivative financial assets	(533,262)	5,283,865
Change in unrealized gain (loss) on non-derivative financial assets	<u>(3,400,945)</u>	<u>(9,319,375)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	62,448	20,347
Net realized and unrealized foreign currency translation gain (loss)	1,131	(32,786)
Other income	–	178
Total income (loss), net	<u>(2,086,914)</u>	<u>(3,134,330)</u>
EXPENSES		
Management fees (note 5)	1,824	1,550
Fixed administration fees (note 6)	128,173	99,199
Independent Review Committee fees	587	576
Foreign withholding taxes/tax reclaims	–	2,466
Harmonized Sales Tax/Goods and Services Tax	13,090	10,207
Transaction costs	<u>62,160</u>	<u>388,724</u>
Total expenses	<u>205,834</u>	<u>502,722</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>(2,292,748)</u>	<u>(3,637,052)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	(2,045,917)	(3,058,855)
Series F	(8,367)	(15,320)
Series I	<u>(238,464)</u>	<u>(562,877)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Pinnacle Series	(0.42)	(0.83)
Series F	(0.46)	(1.03)
Series I	<u>(0.24)</u>	<u>(0.89)</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	4,893,112	3,697,745
Series F	18,030	14,866
Series I	<u>993,272</u>	<u>634,601</u>

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	88,853,798	76,587,808
Series F	365,594	282,570
Series I	17,317,750	11,215,500
	<u>106,537,142</u>	<u>88,085,878</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	(2,045,917)	(3,058,855)
Series F	(8,367)	(15,320)
Series I	(238,464)	(562,877)
	<u>(2,292,748)</u>	<u>(3,637,052)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	28,772,923	12,314,553
Series F	97,923	86,260
Series I	8,341,530	5,452,957
Payments on redemption		
Pinnacle Series	(16,067,973)	(5,580,435)
Series F	(70,862)	(87,210)
Series I	(633,100)	(222,950)
	<u>20,440,441</u>	<u>11,963,175</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	10,659,033	3,675,263
Series F	18,694	(16,270)
Series I	7,469,966	4,667,130
	<u>18,147,693</u>	<u>8,326,123</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	99,512,831	80,263,071
Series F	384,288	266,300
Series I	24,787,716	15,882,630
	<u>124,684,835</u>	<u>96,412,001</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	(2,292,748)	(3,637,052)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	533,262	(5,283,865)
Change in unrealized (gain) loss on non-derivative financial assets	3,400,945	9,319,375
Purchases of portfolio investments	(51,000,021)	(127,828,525)
Proceeds from sale of portfolio investments	29,679,833	115,900,671
Accrued investment income and other	(53,121)	(173,795)
Accrued expenses and other payables	23,732	18,748
Net cash provided by (used in) operating activities	<u>(19,708,118)</u>	<u>(11,684,443)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	37,969,342	17,730,024
Amounts paid on redemption of redeemable units	(16,759,360)	(5,733,248)
Net cash provided by (used in) financing activities	21,209,982	11,996,776
Net increase (decrease) in cash	1,501,864	312,333
Cash (bank overdraft), beginning of period	749,901	176,879
CASH (BANK OVERDRAFT), END OF PERIOD	<u>2,251,765</u>	<u>489,212</u>
Interest received, net of withholding taxes ⁽¹⁾	95,189	84,883
Dividends received, net of withholding taxes ⁽¹⁾	1,635,404	652,297

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares/ Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 97.2%			
Consumer Discretionary – 3.4%			
EnerCare Inc.	238,321	4,624,460	4,285,012
Consumer Staples – 4.7%			
Cott Corporation	270,708	4,646,943	5,896,020
Energy – 27.6%			
Birchcliff Energy Ltd.	677,933	3,190,524	3,267,637
CES Energy Solutions Corporation	545,424	3,492,630	2,448,954
Freehold Royalties Ltd.	322,997	4,193,164	4,005,162
Gibson Energy Inc.	242,248	4,377,500	4,246,607
Keyera Corporation	93,100	3,723,807	3,405,598
Parkland Fuel Corporation	122,965	3,713,681	3,971,770
Secure Energy Services Inc.	372,904	3,428,552	2,707,283
Tidewater Midstream and Infrastructure Ltd.	2,549,990	3,525,635	3,161,988
Vermilion Energy, Inc.	98,716	4,312,188	4,680,126
Whitecap Resources Inc.	289,078	2,782,815	2,575,685
		<u>36,740,496</u>	<u>34,470,810</u>
Financials – 14.6%			
Brookfield Asset Management Inc., Class A	58,220	2,995,630	3,104,873
Industrial Alliance Insurance and Financial Services Inc.	76,655	3,918,676	3,890,241
Intact Financial Corporation	43,894	4,007,994	4,093,116
Sun Life Financial Inc.	74,258	3,958,259	3,923,050
Toronto-Dominion Bank, The	42,445	2,805,935	3,229,640
		<u>17,686,494</u>	<u>18,240,920</u>
Industrials – 25.2%			
Aecon Group Inc.	241,014	3,736,989	3,726,076
Badger Daylighting Ltd.	104,236	2,543,361	3,301,154
Boyd Group Income Fund	33,405	3,019,410	3,915,400
Cargojet Inc.	55,334	2,551,829	3,550,783
Finning International Inc.	135,768	4,222,960	4,405,672
Morneau Shepell, Inc.	159,745	3,421,481	4,341,869
New Flyer Industries Inc.	76,375	3,598,070	3,745,430
Stantec Inc.	132,229	4,243,287	4,470,662
		<u>27,337,387</u>	<u>31,457,046</u>
Information Technology – 3.9%			
Open Text Corporation	104,309	3,860,466	4,826,377
Materials – 9.8%			
Chemtrade Logistics Income Fund	215,712	3,781,431	3,229,209
HudBay Minerals, Inc.	290,092	2,538,670	2,126,374
Intertape Polymer Group Inc.	167,379	3,945,931	3,024,539
Lundin Mining Corporation	524,614	3,958,753	3,834,928
		<u>14,224,785</u>	<u>12,215,050</u>
Real Estate – 3.5%			
Canadian Apartment Properties Real Estate Investment Trust	102,369	3,418,307	4,363,990
Utilities – 4.5%			
Algonquin Power & Utilities Corporation	252,630	3,595,223	3,208,401
Boralex Inc.	114,476	2,351,070	2,410,865
		<u>5,946,293</u>	<u>5,619,266</u>
TOTAL EQUITIES		<u>118,485,631</u>	<u>121,374,491</u>
MONEY MARKET INSTRUMENTS – 2.0%			
Treasury Bills – 2.0%			
Government of Canada 0.00% Sep 06, 2018	2,486,000	2,477,436	2,480,212
Transaction Costs		(170,061)	
TOTAL INVESTMENT PORTFOLIO		<u>120,793,006</u>	<u>123,854,703</u>
OTHER ASSETS, LESS LIABILITIES – 0.8%			
			<u>830,132</u>
NET ASSETS – 100.0%			<u>124,684,835</u>

CANADIAN EQUITY FUNDS

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing primarily in stocks of small and medium capitalization Canadian corporations.

Risks associated with financial instruments (note 4)

Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	2,480,212	2,495,580
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	2,480,212	2,495,580

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$1,168 or approximately 0.0% (December 31, 2017 – \$1,176 or approximately 0.0%).

Currency risk

The Fund did not have significant currency risk exposure as at June 30, 2018 or December 31, 2017.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 97.2% (December 31, 2017 – 95.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$12,137,449 (December 31, 2017 – \$10,218,398). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
A-1+	100.0	2.0	100.0	2.3
	100.0	2.0	100.0	2.3

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Consumer Discretionary	3.4	3.8
Consumer Staples	4.7	5.2
Energy	27.6	24.7
Financials	14.6	12.7
Industrials	25.2	21.9
Information Technology	3.9	3.5
Materials	9.8	10.7
Real Estate	3.5	6.1
Telecommunication Services	-	2.2
Treasury Bills	2.0	2.3
Utilities	4.5	5.1

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	121,374,491	-	-	121,374,491
Money market instruments	-	2,480,212	-	2,480,212
	121,374,491	2,480,212	-	123,854,703

December 31, 2017	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	102,183,978	-	-	102,183,978
Money market instruments	-	2,495,580	-	2,495,580
	102,183,978	2,495,580	-	104,679,558

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	233,353,333	236,264,714
Cash	41,347	20,769
Receivable for securities sold	285,280	–
Subscriptions receivable	259,357	2,196,401
Accrued investment income and other	454,892	411,531
	<u>234,394,209</u>	<u>238,893,415</u>
LIABILITIES		
Current liabilities		
Management fee payable	870	–
Redemptions payable	237,320	170,587
Accrued expenses	30,622	–
	<u>268,812</u>	<u>170,587</u>
Net assets attributable to holders of redeemable units	<u>234,125,397</u>	<u>238,722,828</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	226,637,358	229,410,480
Series F	1,015,780	1,077,672
Series I	6,472,259	8,234,676
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	18.20	17.66
Series F	18.23	17.93
Series I	18.47	18.08

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	2,489,959	2,404,730
Interest for distribution purposes	30,574	2,029
Net realized gain (loss) on non-derivative financial assets	2,089,953	8,832,921
Change in unrealized gain (loss) on non-derivative financial assets	<u>2,323,411</u>	<u>(13,077,196)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	6,933,897	(1,837,516)
Net realized and unrealized foreign currency translation gain (loss)	2,280	2,300
Other income	1,296	(15)
	<u>–</u>	<u>1,070</u>
Total income (loss), net	<u>6,937,473</u>	<u>(1,834,161)</u>
EXPENSES		
Management fees (note 5)	5,183	3,982
Fixed administration fees (note 6)	168,287	154,353
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	490	–
Harmonized Sales Tax/Goods and Services Tax	17,232	15,715
Transaction costs	36,579	56,196
Total expenses	<u>228,358</u>	<u>230,822</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>6,709,115</u>	<u>(2,064,983)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	6,571,005	(1,978,410)
Series F	12,627	(11,681)
Series I	125,483	(74,892)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.52	(0.16)
Series F	0.21	(0.24)
Series I	0.32	(0.13)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	12,674,357	12,208,518
Series F	59,003	47,712
Series I	397,140	576,783

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	229,410,480	198,725,944
Series F	1,077,672	793,118
Series I	8,234,676	10,008,304
	<u>238,722,828</u>	<u>209,527,366</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	6,571,005	(1,978,410)
Series F	12,627	(11,681)
Series I	125,483	(74,892)
	<u>6,709,115</u>	<u>(2,064,983)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	27,839,486	25,015,330
Series F	110,679	48,841
Series I	-	106,600
Payments on redemption		
Pinnacle Series	(37,183,613)	(15,415,814)
Series F	(185,198)	(46,277)
Series I	(1,887,900)	(780,900)
	<u>(11,306,546)</u>	<u>8,927,780</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(2,773,122)	7,621,106
Series F	(61,892)	(9,117)
Series I	(1,762,417)	(749,192)
	<u>(4,597,431)</u>	<u>6,862,797</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	226,637,358	206,347,050
Series F	1,015,780	784,001
Series I	6,472,259	9,259,112
	<u>234,125,397</u>	<u>216,390,163</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	6,709,115	(2,064,983)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(2,089,953)	(8,832,921)
Change in unrealized (gain) loss on non-derivative financial assets	(2,323,411)	13,077,196
Non-cash transactions	-	(21,864)
Purchases of portfolio investments	(608,813,476)	(407,066,286)
Proceeds from sale of portfolio investments	615,852,941	395,605,166
Accrued investment income and other	(43,361)	(124,301)
Accrued expenses and other payables	31,492	29,028
Net cash provided by (used in) operating activities	<u>9,323,347</u>	<u>(9,398,965)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	29,887,209	25,031,751
Amounts paid on redemption of redeemable units	(39,189,978)	(15,658,336)
Net cash provided by (used in) financing activities	<u>(9,302,769)</u>	<u>9,373,415</u>
Net increase (decrease) in cash	20,578	(25,550)
Cash (bank overdraft), beginning of period	20,769	36,865
CASH (BANK OVERDRAFT), END OF PERIOD	<u>41,347</u>	<u>11,315</u>
Interest paid ⁽¹⁾	490	-
Interest received, net of withholding taxes ⁽¹⁾	30,574	1,984
Dividends received, net of withholding taxes ⁽¹⁾	2,446,597	2,258,610

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 97.4%			
Consumer Discretionary – 8.1%			
Aritzia Inc., Subordinated Voting	59,170	956,973	923,049
Dollarama Inc.	78,020	1,343,406	3,975,899
Gildan Activewear Inc.	42,630	1,311,955	1,578,589
Magna International Inc.	53,660	2,869,916	4,102,844
Restaurant Brands International Inc.	63,720	3,157,756	5,052,996
Spin Master Corporation	55,410	2,309,387	3,229,849
		<u>11,949,393</u>	<u>18,863,226</u>
Consumer Staples – 4.8%			
Alimentation Couche-Tard Inc., Class B	133,610	5,677,047	7,630,467
Saputo Inc.	80,600	2,711,910	3,518,190
		<u>8,388,957</u>	<u>11,148,657</u>
Energy – 19.0%			
Canadian Natural Resources Ltd.	256,000	9,425,523	12,147,200
Enbridge Inc.	151,150	8,520,327	7,104,050
EnCana Corporation	304,180	4,918,047	5,222,771
Seven Generations Energy Ltd.	133,250	2,474,205	1,930,793
Suncor Energy, Inc.	281,950	11,070,744	15,084,325
Whitecap Resources Inc.	323,250	3,418,420	2,880,158
		<u>39,827,266</u>	<u>44,369,297</u>
Financials – 30.9%			
Bank of Nova Scotia, The†	172,680	10,817,560	12,854,299
Brookfield Asset Management Inc., Class A	149,770	5,506,310	7,987,234
Canadian Imperial Bank of Commerce	76,480	8,161,133	8,746,253
Intact Financial Corporation	44,660	3,484,692	4,164,545
Royal Bank of Canada	169,040	13,248,251	16,733,270
Sun Life Financial Inc.	118,230	4,918,673	6,246,091
Toronto-Dominion Bank, The	206,640	10,479,217	15,723,238
		<u>56,615,836</u>	<u>72,454,930</u>
Health Care – 0.7%			
Chartwell Retirement Residences	107,470	1,570,971	1,647,515
Industrials – 11.9%			
Air Canada	138,860	3,453,881	2,950,775
Canadian National Railway Company	86,170	5,651,954	9,265,860
Canadian Pacific Railway Limited	38,710	7,864,028	9,326,013
Waste Connections Inc.	64,860	5,765,548	6,423,086
		<u>22,735,411</u>	<u>27,965,734</u>
Information Technology – 9.2%			
CGI Group Inc., Class A	64,260	2,531,209	5,353,501
Constellation Software Inc.	4,520	1,379,242	4,608,366
Descartes Systems Group Inc., The	73,970	1,458,030	3,168,135
Open Text Corporation	38,030	1,724,466	1,759,648
Shopify Inc., Class A	34,550	1,702,044	6,623,581
		<u>8,794,991</u>	<u>21,513,231</u>
Materials – 12.8%			
Agnico-Eagle Mines Limited	40,220	2,225,199	2,424,059
CCL Industries Inc., Class B	74,610	2,898,773	4,808,615
First Quantum Minerals Ltd.	162,300	2,799,777	3,143,751
Franco-Nevada Corporation	22,320	1,310,935	2,141,604
Goldcorp, Inc.	219,380	4,155,795	3,959,809
Lundin Mining Corporation	256,390	2,035,814	1,874,211
Nutrien Ltd.	90,360	5,384,464	6,462,547
Teck Resources Ltd., Class B	156,070	4,518,913	5,226,784
		<u>25,329,670</u>	<u>30,041,380</u>
TOTAL EQUITIES		<u>175,212,495</u>	<u>228,003,970</u>

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
MONEY MARKET INSTRUMENTS – 2.3%			
Commercial Paper – 2.3%			
Merit Trust Senior 1.45% Jul 03, 2018	5,350,000	5,349,150	5,349,363
TOTAL MONEY MARKET INSTRUMENTS		<u>5,349,150</u>	<u>5,349,363</u>
Transaction Costs		(107,187)	
TOTAL INVESTMENT PORTFOLIO		<u>180,454,458</u>	233,353,333
OTHER ASSETS, LESS LIABILITIES – 0.3%			
			<u>772,064</u>
NET ASSETS – 100.0%			<u>234,125,397</u>

† These securities are investments in related parties (note 10).

Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing primarily in stocks of large and medium capitalization Canadian corporations.

Risks associated with financial instruments (note 4)
Interest rate risk

The table below summarizes the Fund's exposure to interest rate risk by the remaining term to maturity of the Fund's portfolio, excluding underlying funds, preferred shares, cash and overdrafts, as applicable.

Interest rate exposure	June 30, 2018 (\$)	December 31, 2017 (\$)
Less than 1 year	5,349,363	4,048,338
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	5,349,363	4,048,338

As at June 30, 2018, had the prevailing interest rates increased or decreased by 0.25%, assuming a parallel shift in the yield curve and all other variables held constant, net assets attributable to holders of redeemable units of the Fund of the Fund would have decreased or increased, respectively, by nil or approximately 0.0% (December 31, 2017 – \$420 or approximately 0.0%).

Currency risk

The Fund did not have significant currency risk exposure as at June 30, 2018 or December 31, 2017.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 97.4% (December 31, 2017 – 97.3%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$22,800,397 (December 31, 2017 – \$23,221,638). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The table below summarizes the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2018		December 31, 2017	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
Short Term Rating				
A-1+	100.0	2.3	100.0	1.7
	100.0	2.3	100.0	1.7

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Commercial Paper	2.3	1.1
Consumer Discretionary	8.1	8.7
Consumer Staples	4.8	5.1
Energy	19.0	20.6
Financials	30.9	33.6
Health Care	0.7	-
Industrials	11.9	10.5
Information Technology	9.2	7.8
Materials	12.8	11.0
Treasury Bills	-	0.6

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	228,003,970	-	-	228,003,970
Money market instruments	-	5,349,363	-	5,349,363
	228,003,970	5,349,363	-	233,353,333

December 31, 2017	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	232,216,376	-	-	232,216,376
Money market instruments	-	4,048,338	-	4,048,338
	232,216,376	4,048,338	-	236,264,714

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private Canadian Small Cap Pool (Unaudited)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	796,860,050	773,634,770
Cash	31,205,909	31,766,328
Receivable for securities sold	1,248,044	–
Subscriptions receivable	806,669	941,353
Accrued investment income and other	1,228,737	1,482,194
	<u>831,349,409</u>	<u>807,824,645</u>
LIABILITIES		
Current liabilities		
Management fee payable	34,120	–
Payable for securities purchased	8,819,847	3,563
Redemptions payable	221,550	1,058,492
Accrued expenses	51,351	2
	<u>9,126,868</u>	<u>1,062,057</u>
Net assets attributable to holders of redeemable units	<u>822,222,541</u>	<u>806,762,588</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	132,373,032	117,226,380
Series F	5,642,650	4,810,030
Series I	615,227,829	619,304,393
Series M	68,979,030	65,421,785
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	40.26	40.04
Series F	40.78	40.98
Series I	41.69	41.69
Series M	11.19	11.25

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	6,221,340	5,993,458
Interest for distribution purposes	186,845	33,935
Net realized gain (loss) on non-derivative financial assets	19,572,804	11,051,585
Change in unrealized gain (loss) on non-derivative financial assets	<u>(24,593,985)</u>	<u>12,969,923</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	1,387,004	30,048,901
Net realized and unrealized foreign currency translation gain (loss)	77,902	101,080
Other income	(317)	(49)
	<u>–</u>	<u>489</u>
Total income (loss), net	<u>1,464,589</u>	<u>30,150,421</u>
EXPENSES		
Management fees (note 5)	185,073	117,786
Fixed administration fees (note 6)	278,737	234,587
Independent Review Committee fees	587	576
Harmonized Sales Tax/Goods and Services Tax	46,533	35,674
Transaction costs	178,367	230,327
	<u>689,297</u>	<u>618,950</u>
Total expenses	<u>689,297</u>	<u>618,950</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>775,292</u>	<u>29,531,471</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	1,092,822	4,389,573
Series F	(841)	107,203
Series I	31,155	23,456,026
Series M	(347,844)	1,578,669
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Pinnacle Series	0.34	1.54
Series F	(0.01)	1.33
Series I	0.00	1.58
Series M	(0.06)	0.40
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	3,182,153	2,842,802
Series F	129,959	80,716
Series I	14,827,859	14,838,075
Series M	5,805,065	3,956,533

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	117,226,380	104,339,865
Series F	4,810,030	2,950,683
Series I	619,304,393	568,993,209
Series M	65,421,785	1,050
	<u>806,762,588</u>	<u>676,284,807</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	1,092,822	4,389,573
Series F	(841)	107,203
Series I	31,155	23,456,026
Series M	(347,844)	1,578,669
	<u>775,292</u>	<u>29,531,471</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	28,575,451	11,174,809
Series F	1,209,104	772,971
Series I	12,167,056	11,787,254
Series M	9,657,690	64,845,560
Payments on redemption		
Pinnacle Series	(14,521,621)	(10,313,060)
Series F	(375,643)	(357,845)
Series I	(16,274,775)	(13,753,150)
Series M	(5,752,601)	(4,503,023)
	<u>14,684,661</u>	<u>59,653,516</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	15,146,652	5,251,322
Series F	832,620	522,329
Series I	(4,076,564)	21,490,130
Series M	3,557,245	61,921,206
	<u>15,459,953</u>	<u>89,184,987</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	132,373,032	109,591,187
Series F	5,642,650	3,473,012
Series I	615,227,829	590,483,339
Series M	68,979,030	61,922,256
	<u>822,222,541</u>	<u>765,469,794</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	775,292	29,531,471
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(19,572,804)	(11,051,585)
Change in unrealized (gain) loss on non-derivative financial assets	24,593,985	(12,969,923)
Purchases of portfolio investments	(61,315,738)	(109,757,930)
Proceeds from sale of portfolio investments	40,637,516	48,729,769
Accrued investment income and other	253,457	124,838
Accrued expenses and other payables	85,469	76,455
Net cash provided by (used in) operating activities	<u>(14,542,823)</u>	<u>(55,316,905)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	51,743,985	88,466,988
Amounts paid on redemption of redeemable units	(37,761,581)	(28,185,065)
Distributions to unitholders of redeemable units	-	(440)
Net cash provided by (used in) financing activities	<u>13,982,404</u>	<u>60,281,483</u>
Net increase (decrease) in cash	(560,419)	4,964,578
Cash (bank overdraft), beginning of period	31,766,328	15,391,727
CASH (BANK OVERDRAFT), END OF PERIOD	<u>31,205,909</u>	<u>20,356,305</u>
Interest received, net of withholding taxes ⁽¹⁾	186,845	32,993
Dividends received, net of withholding taxes ⁽¹⁾	6,474,798	6,119,237

⁽¹⁾ Classified as operating items.

Scotia Private Canadian Small Cap Pool (Unaudited - Continued)

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SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.9%				EQUITIES (cont'd)			
Consumer Discretionary – 8.2%				Real Estate – 4.7%			
AutoCanada Inc.	745,421	16,275,963	12,679,612	Altus Group Ltd.	190,825	5,574,855	5,593,081
IMAX Corporation,	438,573	12,051,078	12,769,566	Colliers International Group Inc.	334,000	10,443,199	33,406,680
Leon's Furniture Ltd.	947,202	14,546,484	17,106,468			16,018,054	38,999,761
Mav Beauty Brands Inc.	454,813	6,367,382	6,367,382			(1,177,439)	
Recipe Unlimited Corporation	653,179	18,624,643	18,596,006	Transaction Costs			
		<u>67,865,550</u>	<u>67,519,034</u>	TOTAL INVESTMENT PORTFOLIO		<u>607,381,362</u>	796,860,050
Consumer Staples – 3.8%				OTHER ASSETS, LESS LIABILITIES – 3.1%			
Alimentation Couche-Tard Inc., Class B	291,467	9,645,275	16,645,680				25,362,491
Lassonde Industries Inc.	51,706	12,634,059	14,477,163	NET ASSETS – 100.0%			<u>822,222,541</u>
		<u>22,279,334</u>	<u>31,122,843</u>				
Energy – 17.9%							
CES Energy Solutions Corporation	3,104,655	14,326,990	13,939,901				
Enerflex Ltd.	1,578,989	21,769,613	22,326,904				
Kelt Exploration Ltd.	2,583,765	17,387,761	23,073,021				
Mullen Group Limited	1,356,415	27,143,905	21,010,868				
NuVista Energy Ltd.	2,301,480	13,906,125	20,989,498				
Payto Exploration & Development Corporation	545,942	12,338,597	5,524,933				
Secure Energy Services Inc.	2,136,758	17,578,029	15,512,863				
Trican Well Service Ltd.	5,079,773	19,244,644	15,188,521				
ZCL Composites Inc.	1,130,783	8,128,084	9,781,273				
		<u>151,823,748</u>	<u>147,347,782</u>				
Financials – 10.8%							
Canadian Western Bank	1,123,622	28,865,158	38,933,502				
Equitable Group Inc.	258,302	10,867,869	15,384,467				
FirstService Corporation	345,191	7,688,123	34,515,648				
		<u>47,421,150</u>	<u>88,833,617</u>				
Health Care – 2.5%							
Knight Therapeutics Inc.	1,268,214	8,743,185	10,209,123				
New Look Eyewear Inc.	298,330	7,898,573	10,008,972				
		<u>16,641,758</u>	<u>20,218,095</u>				
Industrials – 26.2%							
ATS Automation Tooling Systems Inc.	1,268,191	15,375,920	24,780,452				
Cervus Equipment Corporation	617,795	10,885,811	8,797,401				
Exco Technologies Ltd.	1,358,917	13,967,261	12,080,772				
GDI Integrated Facility Services Inc.	682,644	10,355,043	11,222,667				
Horizon North Logistics Inc.	5,148,046	18,450,080	13,539,361				
IBI Group Inc.	1,429,444	9,291,640	10,034,697				
K-Bro Linen Inc.	24,921	927,138	933,790				
Logistec Corporation, Class B	114,330	4,571,632	6,289,293				
Maxar Technologies Ltd.	385,056	28,964,332	25,413,696				
Richelieu Hardware Ltd.	890,472	12,586,536	24,407,838				
Russel Metals Inc.	516,508	12,125,112	13,878,570				
Stantec Inc.	437,904	9,274,138	14,805,534				
Toromont Industries Ltd.	642,580	18,223,235	36,537,099				
WSP Global Inc.	179,430	5,767,854	12,420,145				
		<u>170,765,732</u>	<u>215,141,315</u>				
Information Technology – 8.2%							
5N Plus Inc.	1,461,060	4,138,598	4,894,551				
Absolute Software Corporation	1,711,139	12,457,735	11,858,193				
Enghouse Systems Limited	431,892	14,994,739	33,156,349				
Tucows Inc.	189,163	12,927,301	15,088,955				
Tucows Inc., Class A	35,334	2,626,445	2,813,646				
		<u>47,144,818</u>	<u>67,811,694</u>				
Materials – 14.6%							
CCL Industries Inc., Class B	612,324	13,731,636	39,464,282				
IPL Plastics Inc.	480,941	6,492,704	6,420,562				
Major Drilling Group International Inc.	2,466,660	16,933,692	17,118,620				
Stella-Jones Inc.	662,356	16,958,057	31,720,229				
Winpak Ltd.	571,414	14,482,568	25,142,216				
		<u>68,598,657</u>	<u>119,865,909</u>				

CANADIAN EQUITY FUNDS

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing primarily in stocks of small and medium capitalization Canadian corporations.

Risks associated with financial instruments (note 4)

Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

June 30, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	15,088,955	–	15,088,955	1.8
	15,088,955	–	15,088,955	1.8

December 31, 2017				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	1	–	1	0.0
	1	–	1	0.0

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$1,508,896 or 0.2% (December 31, 2017 – nil. or 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 96.9% (December 31, 2017 – 95.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$79,686,005 (December 31, 2017 – \$77,363,477). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Consumer Discretionary	8.2	6.3
Consumer Staples	3.8	3.8
Energy	17.9	19.2
Financials	10.8	11.3
Health Care	2.5	2.4
Industrials	26.2	27.7
Information Technology	8.2	8.1
Materials	14.6	13.2
Real Estate	4.7	3.9

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	796,860,050	–	–	796,860,050
	796,860,050	–	–	796,860,050

December 31, 2017	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	773,634,770	–	–	773,634,770
	773,634,770	–	–	773,634,770

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private U.S. Value Pool (Unaudited)

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	127,145,352	115,308,569
Cash	4,507,586	4,493,299
Subscriptions receivable	198,175	986,057
Accrued investment income and other	234,643	183,854
	<u>132,085,756</u>	<u>120,971,779</u>
LIABILITIES		
Current liabilities		
Management fee payable	515	–
Redemptions payable	98,068	56,393
Accrued expenses	24,116	–
	<u>122,699</u>	<u>56,393</u>
Net assets attributable to holders of redeemable units	<u>131,963,057</u>	<u>120,915,386</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	127,246,770	116,184,957
Series F	602,869	598,803
Series I	<u>4,113,418</u>	<u>4,131,626</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	16.60	15.76
Series F	16.55	15.90
Series I	<u>17.15</u>	<u>16.38</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	1,512,944	1,274,728
Interest for distribution purposes	30,338	21,985
Net realized gain (loss) on non-derivative financial assets	3,874,246	740,549
Change in unrealized gain (loss) on non-derivative financial assets	<u>1,416,203</u>	<u>1,551,187</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	6,833,731	3,588,449
Securities lending (note 11)	2,397	2,421
Net realized and unrealized foreign currency translation gain (loss)	199,062	(150,281)
Other income	77	479
Total income (loss), net	<u>7,035,267</u>	<u>3,441,068</u>
EXPENSES		
Management fees (note 5)	3,046	2,090
Fixed administration fees (note 6)	126,045	109,025
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	171	–
Foreign withholding taxes/tax reclaims	210,363	172,667
Harmonized Sales Tax/Goods and Services Tax	12,177	10,751
Transaction costs	<u>14,176</u>	<u>10,376</u>
Total expenses	<u>366,565</u>	<u>305,485</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>6,668,702</u>	<u>3,135,583</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	6,453,692	2,972,538
Series F	23,288	10,181
Series I	<u>191,722</u>	<u>152,864</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.87	0.43
Series F	0.61	0.36
Series I	<u>0.78</u>	<u>0.52</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	7,408,905	6,917,991
Series F	37,906	28,064
Series I	<u>245,848</u>	<u>294,981</u>

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	116,184,957	98,668,107
Series F	598,803	406,066
Series I	4,131,626	4,775,390
	<u>120,915,386</u>	<u>103,849,563</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	6,453,692	2,972,538
Series F	23,288	10,181
Series I	191,722	152,864
	<u>6,668,702</u>	<u>3,135,583</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	19,585,221	12,874,514
Series F	147,169	30,797
Series I	442,470	31,600
Payments on redemption		
Pinnacle Series	(14,977,100)	(9,517,320)
Series F	(166,391)	(25,723)
Series I	(652,400)	(654,000)
	<u>4,378,969</u>	<u>2,739,868</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	11,061,813	6,329,732
Series F	4,066	15,255
Series I	(18,208)	(469,536)
	<u>11,047,671</u>	<u>5,875,451</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	127,246,770	104,997,839
Series F	602,869	421,321
Series I	4,113,418	4,305,854
	<u>131,963,057</u>	<u>109,725,014</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	6,668,702	3,135,583
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(3,874,246)	(740,549)
Unrealized foreign currency translation (gain) loss	11,363	124,683
Change in unrealized (gain) loss on non-derivative financial assets	(1,416,203)	(1,551,187)
Purchases of portfolio investments	(21,840,667)	(10,596,278)
Proceeds from sale of portfolio investments	15,294,332	8,410,994
Accrued investment income and other	(50,789)	2,981
Accrued expenses and other payables	24,631	20,908
	<u>(5,182,877)</u>	<u>(1,192,865)</u>
Net cash provided by (used in) operating activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	20,962,742	12,828,715
Amounts paid on redemption of redeemable units	(15,754,215)	(10,099,991)
Net cash provided by (used in) financing activities	5,208,527	2,728,724
Unrealized foreign currency translation gain (loss)	(11,363)	(124,683)
Net increase (decrease) in cash	25,650	1,535,859
Cash (bank overdraft), beginning of period	4,493,299	3,618,833
	<u>4,507,586</u>	<u>5,030,009</u>
CASH (BANK OVERDRAFT), END OF PERIOD		
Interest paid ⁽¹⁾	171	—
Interest received, net of withholding taxes ⁽¹⁾	30,338	19,397
Dividends received, net of withholding taxes ⁽¹⁾	1,251,792	1,107,631

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.3%			
Consumer Discretionary – 15.0%			
Dollar General Corporation	51,629	5,982,831	6,695,188
Lowe's Companies, Inc.	41,614	4,078,574	5,230,620
Omnicom Group Inc.	44,911	4,712,161	4,505,040
Ross Stores, Inc.	30,027	2,255,677	3,346,908
		<u>17,029,243</u>	<u>19,777,756</u>
Consumer Staples – 22.1%			
Altria Group, Inc.	54,396	4,372,815	4,062,852
ConAgra Foods, Inc.	60,312	2,948,516	2,834,190
CVS Health Corporation	62,745	7,042,621	5,310,310
J.M. Smucker Company, The	34,350	5,930,306	4,855,641
Kroger Company, The	137,964	5,169,471	5,162,264
Philip Morris International Inc.	43,871	5,029,520	4,658,632
Procter & Gamble Company, The	22,755	2,529,351	2,336,133
		<u>33,022,600</u>	<u>29,220,022</u>
Energy – 9.5%			
Chevron Corporation	22,897	3,202,636	3,807,333
Occidental Petroleum Corporation	45,050	4,240,230	4,958,024
Royal Dutch Shell PLC, Class A – ADR	40,794	2,930,327	3,714,350
		<u>10,373,193</u>	<u>12,479,707</u>
Financials – 11.4%			
Aflac, Inc.	93,513	4,520,503	5,290,961
Marsh & McLennan Companies, Inc.	47,157	4,220,305	5,083,856
State Street Corporation	38,616	3,020,562	4,727,837
		<u>11,761,370</u>	<u>15,102,654</u>
Health Care – 23.4%			
Abbott Laboratories	61,382	3,381,194	4,923,703
AmerisourceBergen Corporation	41,038	4,586,042	4,602,297
Amgen Inc.	26,191	5,427,335	6,358,467
Johnson & Johnson	31,750	5,142,851	5,066,871
Merck & Co., Inc.	50,518	4,004,599	4,032,989
UnitedHealth Group Incorporated	18,339	3,521,930	5,917,471
		<u>26,063,951</u>	<u>30,901,798</u>
Industrials – 8.1%			
3M Company	10,446	2,428,225	2,702,656
Illinois Tool Works Inc.	18,799	2,665,369	3,425,327
W.W. Grainger, Inc.	11,153	3,291,107	4,523,746
		<u>8,384,701</u>	<u>10,651,729</u>
Information Technology – 6.8%			
Automatic Data Processing, Inc.	26,509	3,272,455	4,676,746
Microchip Technology Incorporated	36,240	2,533,982	4,334,940
		<u>5,806,437</u>	<u>9,011,686</u>
Transaction Costs		(42,605)	
TOTAL INVESTMENT PORTFOLIO		<u>112,398,890</u>	127,145,352
OTHER ASSETS, LESS LIABILITIES – 3.7%			4,817,705
NET ASSETS – 100.0%			<u>131,963,057</u>

FOREIGN EQUITY FUNDS

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing primarily in stocks of large capitalization U.S. corporations.

Risks associated with financial instruments (note 4)

Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

June 30, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	131,539,364	–	131,539,364	99.7
	131,539,364	–	131,539,364	99.7

December 31, 2017				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	119,664,713	–	119,664,713	99.0
	119,664,713	–	119,664,713	99.0

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$13,153,936 or 10.0% (December 31, 2017 – \$11,966,471 or 9.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 96.3% (December 31, 2017 – 95.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$12,714,535 (December 31, 2017 – \$11,530,857). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Consumer Discretionary	15.0	15.5
Consumer Staples	22.1	17.1
Energy	9.5	8.9
Financials	11.4	12.8
Health Care	23.4	24.1
Industrials	8.1	10.7
Information Technology	6.8	6.3

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	127,145,352	–	–	127,145,352
	127,145,352	–	–	127,145,352

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	115,308,569	–	–	115,308,569
	115,308,569	–	–	115,308,569

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private U.S. Mid Cap Value Pool (Unaudited)

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	109,139,654	91,293,548
Cash	7,073,816	4,507,273
Receivable for securities sold	934,797	—
Subscriptions receivable	81,480	1,052,101
Accrued investment income and other	64,814	72,272
	<u>117,294,561</u>	<u>96,925,194</u>
LIABILITIES		
Current liabilities		
Management fee payable	350	—
Payable for securities purchased	1,703,253	—
Redemptions payable	72,915	35,037
Accrued expenses	46,399	—
	<u>1,822,917</u>	<u>35,037</u>
Net assets attributable to holders of redeemable units	<u>115,471,644</u>	<u>96,890,157</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	104,231,614	88,292,080
Series F	512,966	456,013
Series I	<u>10,727,064</u>	<u>8,142,064</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	19.38	18.27
Series F	19.16	18.28
Series I	<u>20.17</u>	<u>19.11</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	572,152	629,825
Interest for distribution purposes	33,702	19,005
Net realized gain (loss) on non-derivative financial assets	183,008	5,933,816
Change in unrealized gain (loss) on non-derivative financial assets	<u>5,827,774</u>	<u>(3,188,329)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	558	1,577
Net realized and unrealized foreign currency translation gain (loss)	166,716	(344,500)
Other income	110	1,168
Total income (loss), net	<u>6,784,020</u>	<u>3,052,562</u>
EXPENSES		
Management fees (note 5)	1,933	84,831
Fixed administration fees (note 6)	237,566	195,692
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	10	—
Foreign withholding taxes/tax reclaims	80,628	93,046
Harmonized Sales Tax/Goods and Services Tax	22,280	27,748
Transaction costs	<u>18,514</u>	<u>52,897</u>
Total expenses	<u>361,518</u>	<u>454,790</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>6,422,502</u>	<u>2,597,772</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	5,857,532	1,836,252
Series F	23,174	4,543
Series I	541,796	153,410
Series M	<u>—</u>	<u>603,567</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	1.16	0.42
Series F	0.89	0.19
Series I	1.12	0.44
Series M	<u>—</u>	<u>0.32</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	5,062,746	4,339,647
Series F	26,041	23,658
Series I	485,606	344,748
Series M	<u>—</u>	<u>1,857,280</u>

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	88,292,080	70,044,228
Series F	456,013	382,305
Series I	8,142,064	5,190,728
Series M	–	52,274,977
	<u>96,890,157</u>	<u>127,892,238</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	5,857,532	1,836,252
Series F	23,174	4,543
Series I	541,796	153,410
Series M	–	603,567
	<u>6,422,502</u>	<u>2,597,772</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	23,051,946	13,370,968
Series F	92,918	43,755
Series I	2,640,104	1,651,603
Series M	–	2,084,378
Payments on redemption		
Pinnacle Series	(12,969,944)	(7,862,650)
Series F	(59,139)	(22,956)
Series I	(596,900)	(303,910)
Series M	–	(52,956,306)
	<u>12,158,985</u>	<u>(43,995,118)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	15,939,534	7,344,570
Series F	56,953	25,342
Series I	2,585,000	1,501,103
Series M	–	(50,268,361)
	<u>18,581,487</u>	<u>(41,397,346)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	104,231,614	77,388,798
Series F	512,966	407,647
Series I	10,727,064	6,691,831
Series M	–	2,006,616
	<u>115,471,644</u>	<u>86,494,892</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	6,422,502	2,597,772
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(183,008)	(5,933,816)
Unrealized foreign currency translation (gain) loss	12,402	65,181
Change in unrealized (gain) loss on non-derivative financial assets	(5,827,774)	3,188,329
Purchases of portfolio investments	(17,129,119)	(6,686,677)
Proceeds from sale of portfolio investments	6,062,250	46,721,991
Accrued investment income and other	7,458	53,585
Accrued expenses and other payables	46,749	35,248
Net cash provided by (used in) operating activities	<u>(10,588,540)</u>	<u>40,041,613</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	26,755,590	17,222,488
Amounts paid on redemption of redeemable units	(13,588,105)	(61,016,771)
Distributions to unitholders of redeemable units	–	(3)
Net cash provided by (used in) financing activities	<u>13,167,485</u>	<u>(43,794,286)</u>
Unrealized foreign currency translation gain (loss)	(12,402)	(65,181)
Net increase (decrease) in cash	2,578,945	(3,752,673)
Cash (bank overdraft), beginning of period	4,507,273	7,251,740
CASH (BANK OVERDRAFT), END OF PERIOD	<u>7,073,816</u>	<u>3,433,886</u>
Interest paid ⁽¹⁾	10	–
Interest received, net of withholding taxes ⁽¹⁾	33,702	18,851
Dividends received, net of withholding taxes ⁽¹⁾	498,982	590,518

⁽¹⁾ Classified as operating items.

Scotia Private U.S. Mid Cap Value Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 94.5%			
Consumer Discretionary – 15.0%			
Carter's Inc.	28,122	3,440,919	4,008,922
Mohawk Industries, Inc.	12,800	2,986,728	3,607,144
PVH Corporation	21,792	2,873,187	4,291,104
Ross Stores, Inc.	49,024	3,409,834	5,464,377
		<u>12,710,668</u>	<u>17,371,547</u>
Energy – 3.0%			
Pioneer Natural Resources Company	13,880	2,728,045	3,454,575
Financials – 14.5%			
BankUnited	27,163	1,249,608	1,459,358
CIT Group, Inc.	30,684	1,561,535	2,034,327
East West Bancorp, Inc.	44,167	3,206,579	3,787,369
First Republic Bank	27,117	2,266,890	3,451,948
FNF Group	45,855	2,220,794	2,268,808
SEI Investments Company	46,104	2,748,757	3,790,965
		<u>13,254,163</u>	<u>16,792,775</u>
Health Care – 10.6%			
Agilent Technologies, Inc.	44,914	2,563,278	3,652,947
Becton, Dickinson and Company	16,306	3,401,778	5,137,524
Laboratory Corporation of America Holdings	14,700	2,581,565	3,470,935
		<u>8,546,621</u>	<u>12,261,406</u>
Industrials – 22.5%			
Air Lease Corporation	30,635	1,703,253	1,691,021
Carlisle Companies Inc.	14,433	1,768,813	2,055,973
Convanta Holding Corporation	86,306	1,844,026	1,872,911
EMCOR Group, Inc.	31,546	2,327,173	3,160,657
Hexcel Corporation	53,099	3,125,002	4,635,705
IDEX Corporation	18,944	1,977,104	3,400,422
Jacobs Engineering Group, Inc.	50,315	2,992,114	4,201,409
JELD-WEN Holding Inc.	22,551	1,026,253	847,954
Roper Technologies Inc.	6,160	1,380,732	2,235,323
Snap-on Incorporated	3,663	796,357	774,282
Wabtec Corporation	8,270	835,380	1,072,226
		<u>19,776,207</u>	<u>25,947,883</u>
Information Technology – 12.2%			
Black Knight Inc.	14,059	769,013	990,162
Euronet Worldwide, Inc.	36,094	3,310,163	3,976,635
Genpact Limited	98,748	3,500,106	3,757,240
Keysight Technologies Inc.	68,640	2,777,081	5,328,957
		<u>10,356,363</u>	<u>14,052,994</u>
Materials – 5.0%			
Albemarle Corporation	23,920	2,419,378	2,967,585
Reliance Steel & Aluminum Company	24,579	2,018,931	2,829,847
		<u>4,438,309</u>	<u>5,797,432</u>
Real Estate – 11.7%			
Alexandria Real Estate Equities, Inc.	11,734	1,754,740	1,947,127
CB Richard Ellis Group, Inc.	76,673	3,299,332	4,814,121
Host Hotels & Resorts Inc.	87,374	1,921,724	2,421,246
Mid-America Apartment Communities Inc.	32,315	3,954,313	4,278,548
		<u>10,930,109</u>	<u>13,461,042</u>
Transaction Costs		<u>(69,153)</u>	
TOTAL INVESTMENT PORTFOLIO		<u>82,671,332</u>	109,139,654
OTHER ASSETS, LESS LIABILITIES – 5.5%			<u>6,331,990</u>
NET ASSETS – 100.0%			<u>115,471,644</u>

The accompanying notes are an integral part of the financial statements.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing primarily in stocks of small and medium capitalization companies located in the U.S.

Risks associated with financial instruments (note 4)

Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

June 30, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	112,976,577	–	112,976,577	97.8
	112,976,577	–	112,976,577	97.8

December 31, 2017				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	95,805,017	–	95,805,017	98.9
	95,805,017	–	95,805,017	98.9

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$11,297,658 or 9.8% (December 31, 2017 – \$9,580,502 or 9.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 94.5% (December 31, 2017 – 94.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$10,913,965 (December 31, 2017 – \$9,129,355). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Consumer Discretionary	15.0	15.9
Energy	3.0	2.8
Financials	14.5	16.2
Health Care	10.6	10.2
Industrials	22.5	22.6
Information Technology	12.2	10.8
Materials	5.0	5.3
Real Estate	11.7	10.4

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	109,139,654	–	–	109,139,654
	109,139,654	–	–	109,139,654

December 31, 2017	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	91,293,548	–	–	91,293,548
	91,293,548	–	–	91,293,548

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private U.S. Large Cap Growth Pool (Unaudited)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	330,598,855	271,690,832
Cash	13,069,199	7,627,268
Receivable for securities sold	890,214	–
Subscriptions receivable	1,802,157	1,495,302
Accrued investment income and other	131,411	114,646
	<u>346,491,836</u>	<u>280,928,048</u>
LIABILITIES		
Current liabilities		
Management fee payable	61,890	–
Redemptions payable	133,071	506,268
Accrued expenses	42,481	–
	<u>237,442</u>	<u>506,268</u>
Net assets attributable to holders of redeemable units	<u>346,254,394</u>	<u>280,421,780</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	162,668,254	132,849,795
Series F	1,878,795	1,139,489
Series I	4,898,209	4,967,623
Series M	176,809,136	141,464,873
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	26.61	22.62
Series F	25.89	22.11
Series I	26.76	22.72
Series M	12.21	10.39

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	1,403,885	547,962
Interest for distribution purposes	77,482	20,393
Net realized gain (loss) on non-derivative financial assets	3,766,522	1,404,552
Change in unrealized gain (loss) on non-derivative financial assets	<u>45,350,660</u>	<u>13,108,813</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	1,109	238
Net realized and unrealized foreign currency translation gain (loss)	75,458	(249,219)
Other income	65	500
Total income (loss), net	<u>50,675,181</u>	<u>14,833,239</u>
EXPENSES		
Management fees (note 5)	314,297	9,192
Fixed administration fees and operating expense (note 6)	214,440	164,147
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	24	–
Foreign withholding taxes/tax reclaims	266,913	115,927
Harmonized Sales Tax/Goods and Services Tax	52,059	17,065
Transaction costs	13,414	2,928
Total expenses	<u>861,734</u>	<u>309,835</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>49,813,447</u>	<u>14,523,404</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	23,996,342	13,630,519
Series F	242,428	203,957
Series I	814,364	688,928
Series M	24,760,313	–
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	4.03	2.36
Series F	3.93	2.24
Series I	4.05	2.50
Series M	1.81	–
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	5,952,976	5,784,794
Series F	61,743	90,892
Series I	201,147	275,690
Series M	13,663,225	–

* The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

**STATEMENTS OF CHANGES IN NET ASSETS
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE
UNITS**

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	132,849,795	109,331,325
Series F	1,139,489	1,901,836
Series I	4,967,623	5,943,333
Series M	141,464,873	-
	<u>280,421,780</u>	<u>117,176,494</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	23,996,342	13,630,519
Series F	242,428	203,957
Series I	814,364	688,928
Series M	24,760,313	-
	<u>49,813,447</u>	<u>14,523,404</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	24,713,124	15,359,451
Series F	659,005	443,318
Series I	437,672	27,000
Series M	24,389,500	-
Payments on redemption		
Pinnacle Series	(18,891,007)	(12,325,105)
Series F	(162,127)	(876,061)
Series I	(1,321,450)	(1,250,450)
Series M	(13,805,550)	-
	<u>16,019,167</u>	<u>1,378,153</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	29,818,459	16,664,865
Series F	739,306	(228,786)
Series I	(69,414)	(534,522)
Series M	35,344,263	-
	<u>65,832,614</u>	<u>15,901,557</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	162,668,254	125,996,190
Series F	1,878,795	1,673,050
Series I	4,898,209	5,408,811
Series M	176,809,136	-
	<u>346,254,394</u>	<u>133,078,051</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	49,813,447	14,523,404
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(3,766,522)	(1,404,552)
Unrealized foreign currency translation (gain) loss	33,967	171,896
Change in unrealized (gain) loss on non-derivative financial assets	(45,350,660)	(13,108,813)
Purchases of portfolio investments	(42,320,816)	(5,282,693)
Proceeds from sale of portfolio investments	31,639,760	6,140,296
Accrued investment income and other	(16,765)	2,746
Accrued expenses and other payables	104,371	33,330
Net cash provided by (used in) operating activities	<u>(9,863,218)</u>	<u>1,075,614</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	49,892,447	15,742,913
Amounts paid on redemption of redeemable units	(34,553,331)	(14,329,366)
Net cash provided by (used in) financing activities	15,339,116	1,413,547
Unrealized foreign currency translation gain (loss)	(33,967)	(171,896)
Net increase (decrease) in cash	5,475,898	2,489,161
Cash (bank overdraft), beginning of period	7,627,268	4,344,816
CASH (BANK OVERDRAFT), END OF PERIOD	<u>13,069,199</u>	<u>6,662,081</u>
Interest paid ⁽¹⁾	24	-
Interest received, net of withholding taxes ⁽¹⁾	77,482	17,304
Dividends received, net of withholding taxes ⁽¹⁾	1,120,208	437,870

⁽¹⁾ Classified as operating items.

Scotia Private U.S. Large Cap Growth Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 95.5%			
Consumer Discretionary – 24.7%			
Booking Holdings Inc.	4,193	8,534,552	11,178,668
Dollar General Corporation	130,770	14,353,221	16,958,100
NIKE, Inc., Class B	233,290	14,163,625	24,447,678
O'Reilly Automotive, Inc.	51,040	13,041,351	18,364,170
Starbucks Corporation	224,914	14,038,305	14,450,179
		<u>64,131,054</u>	<u>85,398,795</u>
Consumer Staples – 3.9%			
Nestlé S.A. – ADR	130,927	13,237,747	13,333,085
Health Care – 15.1%			
Align Technology Inc.	45,420	8,456,380	20,438,223
Regeneron Pharmaceuticals, Inc.	29,167	14,341,664	13,233,979
Zoetis Inc.	167,035	15,710,638	18,714,932
		<u>38,508,682</u>	<u>52,387,134</u>
Information Technology – 51.8%			
Accenture PLC, Class A	69,862	9,932,769	15,031,071
Adobe Systems Incorporated	81,357	13,816,202	26,087,870
Alphabet Inc., Class A	4,209	4,970,108	6,250,836
Alphabet Inc., Class C	13,939	11,811,102	20,452,752
Automatic Data Processing, Inc.	101,071	12,576,842	17,831,054
Facebook Inc.	51,891	8,972,134	13,261,776
Gartner Inc., Class A	74,931	9,927,827	13,097,206
MasterCard, Inc., Class A	28,081	3,801,969	7,257,908
Microsoft Corporation	202,375	21,784,931	26,246,414
Oracle Corporation	224,525	11,945,998	13,010,721
Visa Inc.	120,278	12,665,450	20,952,233
		<u>122,205,332</u>	<u>179,479,841</u>
Transaction Costs		<u>(37,447)</u>	
TOTAL INVESTMENT PORTFOLIO		<u>238,045,368</u>	330,598,855
OTHER ASSETS, LESS LIABILITIES – 4.5%			<u>15,655,539</u>
NET ASSETS – 100.0%			<u>346,254,394</u>

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing primarily in large capitalization stocks of U.S. corporations.

Risks associated with financial instruments (note 4)

Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

June 30, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	344,058,839	–	344,058,839	99.4
	344,058,839	–	344,058,839	99.4

December 31, 2017				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	278,779,950	–	278,779,950	99.4
	278,779,950	–	278,779,950	99.4

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$34,405,884 or 9.9% (December 31, 2017 – \$27,877,995 or 9.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 95.5% (December 31, 2017 – 96.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$33,059,886 (December 31, 2017 – \$27,169,083). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Consumer Discretionary	24.7	26.2
Consumer Staples	3.9	4.5
Health Care	15.1	14.9
Information Technology	51.8	51.3

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	330,598,855	–	–	330,598,855
	330,598,855	–	–	330,598,855

December 31, 2017	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	271,690,832	–	–	271,690,832
	271,690,832	–	–	271,690,832

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private International Equity Pool (Unaudited)

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	1,259,970,892	1,267,693,403
Derivatives	1,350	–
Cash	6,821,815	4,537,777
Subscriptions receivable	951,076	2,558,845
Accrued investment income and other	4,238,747	1,039,104
	<u>1,271,983,880</u>	<u>1,275,829,129</u>
LIABILITIES		
Current liabilities		
Management fee payable	1,278	–
Payable for securities purchased	1,024,582	–
Redemptions payable	134,997	593,311
Accrued expenses	79,194	–
	<u>1,240,051</u>	<u>593,311</u>
Net assets attributable to holders of redeemable units	<u>1,270,743,829</u>	<u>1,275,235,818</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	187,768,430	189,340,069
Series F	1,471,102	1,411,869
Series I	1,081,504,297	1,084,483,880
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	13.56	13.41
Series F	13.71	13.62
Series I	13.97	13.80

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	33,222,410	25,513,432
Interest for distribution purposes	30,786	131,706
Net realized gain (loss) on non-derivative financial assets	13,469,010	32,126,330
Change in unrealized gain (loss) on non-derivative financial assets	(25,651,848)	67,344,619
Change in unrealized gain (loss) on derivatives	1,350	–
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>21,071,708</u>	<u>125,116,087</u>
Securities lending (note 11)	92,434	110,343
Net realized and unrealized foreign currency translation gain (loss)	(610)	(118,183)
Other income	–	1,020
Total income (loss), net	<u>21,163,532</u>	<u>125,109,267</u>
EXPENSES		
Management fees (note 5)	7,322	6,052
Fixed administration fees (note 6)	448,502	404,327
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	2,302	7,204
Foreign withholding taxes/tax reclaims	5,077,962	3,921,376
Harmonized Sales Tax/Goods and Services Tax	45,598	41,204
Transaction costs	280,266	304,387
Total expenses	<u>5,862,539</u>	<u>4,685,126</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>15,300,993</u>	<u>120,424,141</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	1,991,130	16,666,196
Series F	9,553	119,222
Series I	13,300,310	103,638,723
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.14	1.24
Series F	0.09	1.26
Series I	0.17	1.34
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	14,018,281	13,396,393
Series F	105,891	94,907
Series I	77,599,985	77,422,291

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	189,340,069	157,844,724
Series F	1,411,869	1,195,624
Series I	1,084,483,880	958,262,977
	<u>1,275,235,818</u>	<u>1,117,303,325</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	1,991,130	16,666,196
Series F	9,553	119,222
Series I	13,300,310	103,638,723
	<u>15,300,993</u>	<u>120,424,141</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	24,018,564	20,475,637
Series F	185,958	112,465
Series I	35,436,406	23,188,900
Payments on redemption		
Pinnacle Series	(27,581,333)	(16,984,019)
Series F	(136,278)	(210,710)
Series I	(51,716,299)	(67,775,681)
	<u>(19,792,982)</u>	<u>(41,193,408)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(1,571,639)	20,157,814
Series F	59,233	20,977
Series I	(2,979,583)	59,051,942
	<u>(4,491,989)</u>	<u>79,230,733</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	187,768,430	178,002,538
Series F	1,471,102	1,216,601
Series I	1,081,504,297	1,017,314,919
	<u>1,270,743,829</u>	<u>1,196,534,058</u>

STATEMENTS OF CASH FLOWS (unaudited)

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	15,300,993	120,424,141
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(13,469,010)	(32,126,330)
Unrealized foreign currency translation (gain) loss	(372)	81,351
Change in unrealized (gain) loss on non-derivative financial assets	25,651,848	(67,344,619)
Change in unrealized (gain) loss on derivatives	(1,350)	-
Non-cash transactions	(2,160,773)	(717,076)
Purchases of portfolio investments	(313,377,511)	(337,602,944)
Proceeds from sale of portfolio investments	312,102,539	363,741,083
Accrued investment income and other	(3,199,643)	(2,090,802)
Accrued expenses and other payables	80,472	76,795
Net cash provided by (used in) operating activities	<u>20,927,193</u>	<u>44,441,599</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	61,248,697	43,274,010
Amounts paid on redemption of redeemable units	(79,892,224)	(84,813,223)
Net cash provided by (used in) financing activities	(18,643,527)	(41,539,213)
Unrealized foreign currency translation gain (loss)	372	(81,351)
Net increase (decrease) in cash	2,283,666	2,902,386
Cash (bank overdraft), beginning of period	4,537,777	3,811,201
CASH (BANK OVERDRAFT), END OF PERIOD	<u>6,821,815</u>	<u>6,632,236</u>
Interest paid ⁽¹⁾	2,302	7,204
Interest received, net of withholding taxes ⁽¹⁾	30,786	131,035
Dividends received, net of withholding taxes ⁽¹⁾	22,784,033	18,784,848

⁽¹⁾ Classified as operating items.

Scotia Private International Equity Pool (Unaudited - Continued)

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SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 99.2%				EQUITIES (cont'd)			
Australia – 6.5%				Hong Kong (cont'd)			
Aristocrat Leisure Ltd.	519,933	10,329,622	15,604,865	CK Hutchison Holdings Ltd.	149,500	2,375,909	2,074,982
CSL Ltd.	34,880	6,558,872	6,554,281	Galaxy Entertainment Group Ltd.	615,000	4,450,165	6,207,853
Dexus Property Group	286,446	2,812,348	2,714,867	Hang Seng Bank Ltd.	205,600	6,358,816	6,728,960
Fortescue Metals Group Ltd.	1,712,331	10,256,560	7,301,295	Hengan International Group Co., Ltd.	345,000	4,235,954	4,339,000
Harvey Norman Holdings Limited	987,877	4,103,768	3,187,763	HKT Trust and HKT Ltd.	2,638,000	4,732,547	4,423,594
Lend Lease Group	293,709	4,385,327	5,678,576	Hongkong Electric Holdings Limited	745,500	8,359,846	6,853,514
Macquarie Group Ltd.	162,187	11,634,129	19,593,403	Kingboard Chemical Holdings Ltd.	504,500	3,680,557	2,400,900
Origin Energy Ltd.	584,558	4,292,100	5,730,979	Nine Dragons Paper Holdings Ltd.	1,921,000	2,894,499	3,213,415
Rio Tinto Limited	168,561	10,654,182	13,754,675	WH Group Ltd.	7,249,500	7,710,429	7,708,066
Santos Ltd.	442,000	2,636,973	2,707,995			58,802,190	57,517,921
		67,663,881	82,828,699	Israel – 0.3%			
Austria – 0.5%				Bank Leumi le-Israel Ltd.	433,737	3,247,605	3,381,391
OMV AG	85,120	4,639,265	6,338,186	Italy – 0.9%			
Belgium – 1.6%				Fiat Chrysler Automobiles NV	456,986	13,431,160	11,434,268
KBC Groep SA NV	136,684	11,714,407	13,848,928	Japan – 26.3%			
UCB SA	64,986	5,967,288	6,696,008	Alfresa Holdings Corporation	92,100	2,571,041	2,843,472
		17,681,695	20,544,936	Asahi Breweries, Ltd.	150,500	5,947,298	10,125,008
Brazil – 0.2%				Asahi Glass Co., Ltd.	93,700	5,168,009	4,791,107
Cia de Saneamento Basico do Estado de Sao Paulo	353,700	3,499,062	2,795,701	Astellas Pharma Inc.	149,100	3,043,839	2,986,509
Denmark – 1.6%				Brother Industries, Ltd.	218,400	6,884,457	5,662,350
Danske Bank A/S	429,889	17,637,791	17,661,664	Central Japan Railway Company	63,500	13,717,295	17,310,231
Novo Nordisk A/S, Class B	40,567	2,277,024	2,463,034	Dai-ichi Life Holdings Inc.	132,200	3,115,573	3,091,688
		19,914,815	20,124,698	Daiwa House Industry Co., Ltd.	149,900	6,563,409	6,710,494
Finland – 2.1%				Fuji Electric Holdings Co., Ltd.	1,151,000	6,272,942	11,505,456
Neste Oyj	58,768	4,978,929	6,039,609	FUJIFILM Holdings Corporation	150,800	6,894,259	7,734,685
Nokia Oyj	1,103,277	8,488,165	8,319,108	Hitachi Ltd.	1,981,000	18,872,764	18,346,865
UPM-Kymmene Oyj	275,671	6,271,569	12,938,584	Honda Motor Co., Ltd.	165,300	5,998,246	6,372,761
		19,738,663	27,297,301	Hoya Corporation	273,800	17,210,049	20,444,983
France – 8.8%				Kajima Corporation	999,000	10,719,661	10,161,096
Atos SE	22,534	2,187,966	4,036,123	Kao Corporation	214,300	13,162,410	21,474,833
AXA SA	359,503	11,204,777	11,576,716	KDDI Corporation	402,000	12,031,177	14,450,675
BNP Paribas	91,200	8,189,719	7,430,338	Kirin Holdings Co., Ltd.	552,500	14,578,489	19,417,724
Klepierre	263,605	15,740,852	13,032,762	MEIJI Holdings Co., Ltd.	37,700	5,040,033	4,177,584
LVMH Moet Hennessy Louis Vuitton SA	15,785	3,762,684	6,897,005	MINEBEA MITSUMI Inc.	89,600	2,584,378	1,984,926
Renault SA	34,877	4,010,514	3,891,127	Mitsubishi Chemical Holdings Corporation	300,700	3,911,452	3,304,436
Safran SA	144,100	11,340,989	22,976,407	Mitsubishi Corporation	438,300	13,091,939	15,992,668
Sanofi	176,484	21,534,734	18,574,577	Mitsubishi Electric Corporation	325,700	4,857,146	5,689,755
STMicroelectronics NV	158,146	4,591,682	4,618,825	Mitsubishi Gas Chemical Co., Inc.	230,400	8,007,452	6,851,875
Thales SA	64,038	5,889,741	10,837,135	Nexon Co., Ltd.	366,700	7,090,371	6,993,250
TOTAL SA	39,103	2,640,198	3,125,540	Nippon Telegraph and Telephone Corporation	55,200	2,884,070	3,297,814
Valeo SA	72,963	4,497,992	5,234,680	Obayashi Corporation	449,500	6,543,288	6,143,778
		95,591,848	112,231,235	ORIX Corporation	453,200	7,281,460	9,410,743
Germany – 8.4%				Shionogi & Co., Ltd.	234,100	11,488,606	15,795,345
Allianz SE	54,934	11,827,909	14,920,475	Sompo Japan Nipponkoa Holdings Inc.	82,900	4,166,125	4,403,260
Bayer AG	33,495	4,523,755	4,850,645	Sony Corporation	178,600	11,213,616	12,047,705
Bayerische Motoren Werke AG	144,021	19,564,187	17,170,319	Sumitomo Chemical Co., Ltd.	1,288,000	8,902,323	9,583,870
Continental AG	34,085	9,663,512	10,240,111	Sumitomo Corporation	526,400	10,374,324	11,358,710
Covestro AG	180,100	17,394,075	21,107,967	Sumitomo Dainippon Pharma Co., Ltd.	199,200	3,398,743	5,539,299
Deutsche Lufthansa AG	154,597	5,170,190	4,886,543	Teijin Ltd.	162,300	3,736,462	3,910,296
Deutsche Telekom AG	156,548	3,640,365	3,193,380	Terumo Corporation	159,400	13,054,106	11,972,808
Hochtief AG	36,765	6,103,439	8,731,284	Tokyo Electron Ltd.	34,200	4,094,870	7,698,644
SAP SE	64,877	6,978,804	9,851,553	Tosoh Corporation	203,200	5,402,566	4,134,396
Siemens AG	47,375	8,498,836	8,228,944			289,874,248	333,721,099
United Internet AG	44,563	3,778,211	3,353,830	Netherlands – 2.4%			
		97,143,283	106,535,051	ABN AMRO Group NV	328,436	10,374,394	11,172,906
Hong Kong – 4.5%				ArcelorMittal	59,810	2,508,680	2,295,787
BOC Hong Kong Holdings Ltd.	822,500	4,980,106	5,071,539	ING Groep NV	151,799	3,425,194	2,863,064
Cheung Kong Property Holdings Ltd	467,500	5,164,336	4,857,732	Koninklijke Ahold Delhaize NV	268,033	6,729,343	8,428,592
China Shenhua Energy Co Ltd.	1,175,000	3,859,026	3,638,366	Randstand Holding NV	78,162	6,047,196	6,029,521
						29,084,807	30,789,870

FOREIGN EQUITY FUNDS

Scotia Private International Equity Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)				EQUITIES (cont'd)			
Norway – 1.2%				United States (cont'd)			
DnB NOR ASA	199,500	5,101,423	5,113,112	iShares MSCI EAFE ETF	206,694	18,668,637	18,205,404
Equinor ASA	291,515	8,643,079	10,137,708	Nomad Foods Ltd.	160,590	4,016,131	4,053,084
		<u>13,744,502</u>	<u>15,250,820</u>	Taro Pharmaceutical Industries Ltd.	27,064	5,501,266	4,117,940
Singapore – 0.9%				Ternium S.A. – ADR	141,859	4,102,414	6,496,476
Geniting Singapore PLC	2,599,700	2,720,289	3,070,945			<u>48,618,930</u>	<u>50,650,847</u>
United Overseas Bank Ltd.	321,800	8,481,704	8,334,510	Transaction Costs		(523,441)	
		<u>11,201,993</u>	<u>11,405,455</u>	TOTAL INVESTMENT PORTFOLIO		<u>1,121,862,072</u>	1,259,970,892
South Korea – 1.8%				OTHER ASSETS, LESS LIABILITIES – 0.8%			10,772,937
KB Financial Group Inc.	156,968	7,851,237	9,776,302	NET ASSETS – 100.0%			<u>1,270,743,829</u>
Samsung Electronics Co., Ltd.	156,804	6,326,918	8,617,072				
SK Telecom Co., Ltd.	15,070	4,374,765	4,153,095				
		<u>18,552,920</u>	<u>22,546,469</u>				
Spain – 3.2%							
Aena S.A.	49,846	8,369,890	11,884,888				
Red Electrica Corporation S.A.	345,720	9,166,217	9,245,356				
Repsol S.A.	751,881	15,563,263	19,298,713				
		<u>33,099,370</u>	<u>40,428,957</u>				
Sweden – 1.5%							
Atlas Copco AB, Series A	171,260	5,812,366	6,526,107				
Volvo AB, Class B	589,308	14,361,682	12,341,442				
		<u>20,174,048</u>	<u>18,867,549</u>				
Switzerland – 6.3%							
Adecco SA	36,783	3,485,679	2,856,573				
Nestlé S.A.	132,661	12,890,607	13,500,454				
Novartis AG	119,644	12,587,570	11,912,756				
Partners Group Holding AG	9,987	5,560,859	9,629,653				
Roche Holdings AG	70,609	20,531,418	20,653,311				
Swiss Life Holding AG	28,714	7,769,307	13,128,468				
Swisscom AG	14,300	8,704,765	8,403,389				
		<u>71,530,205</u>	<u>80,084,604</u>				
Thailand – 0.2%							
Thai Oil PCL	784,800	3,183,839	2,428,379				
United Kingdom – 16.0%							
3i Group PLC	1,358,881	12,972,138	21,218,110				
Barclays PLC	1,437,793	5,423,890	4,711,888				
Berkeley Group Holdings	35,730	2,616,317	2,345,254				
Carnival PLC	170,796	12,510,342	12,840,149				
Diageo PLC	206,600	8,457,640	9,746,561				
GlaxoSmithKline PLC	290,075	7,930,884	7,691,653				
Glencore PLC	673,859	2,901,549	4,198,889				
HSBC Holdings PLC	518,688	6,124,359	6,391,966				
Intertek Group PLC	34,325	2,156,115	3,402,163				
ITV PLC	1,796,021	4,557,839	5,418,508				
Legal & General Group PLC	883,110	3,952,813	4,073,217				
Lloyds Banking Group PLC	21,004,533	24,199,057	22,965,522				
Persimmon PLC	274,267	9,225,403	12,046,520				
RELX PLC	342,983	7,560,529	9,650,227				
Royal Dutch Shell PLC, Class B	374,580	17,448,200	17,608,581				
Smith & Nephew PLC	261,148	6,252,145	6,311,731				
Taylor Wimpey PLC	1,182,082	3,581,112	3,667,146				
Tesco PLC	2,304,628	7,243,050	10,258,848				
TUI AG	157,160	3,048,261	4,530,690				
Unilever PLC	302,080	17,137,777	21,961,352				
WPP Group PLC	567,108	16,667,764	11,728,481				
		<u>181,967,184</u>	<u>202,767,456</u>				
United States – 4.0%							
Check Point Software Technologies Ltd.	97,083	12,678,091	12,472,141				
ICON PLC	30,440	3,652,391	5,305,802				

The accompanying notes are an integral part of the financial statements.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve long term returns through capital growth by investing primarily in large capitalization stocks of companies in Europe, Australia and the Far East.

Risks associated with financial instruments (note 4)
Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
European Euro	356,467,118	–	356,467,118	28.1
Japanese Yen	334,150,170	–	334,150,170	26.3
British Pound	204,746,825	–	204,746,825	16.1
Australian Dollar	83,480,748	–	83,480,748	6.6
Swiss Franc	80,084,606	–	80,084,606	6.3
Hong Kong Dollar	57,828,866	–	57,828,866	4.6
US Dollar	50,651,123	–	50,651,123	4.0
South Korean Won	22,546,470	–	22,546,470	1.8
Danish Krone	20,124,697	–	20,124,697	1.6
Swedish Krona	19,038,495	–	19,038,495	1.5
Norwegian Krone	15,250,821	–	15,250,821	1.2
Singapore Dollar	11,405,452	–	11,405,452	0.9
Israel Shekel	3,381,391	–	3,381,391	0.3
Brazilian Real	2,795,701	–	2,795,701	0.2
Thai Baht	2,428,379	–	2,428,379	0.2
	1,264,380,862	–	1,264,380,862	99.7

Currency	December 31, 2017			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
European Euro	376,489,438	–	376,489,438	29.5
Japanese Yen	312,303,638	–	312,303,638	24.5
British Pound	221,646,460	–	221,646,460	17.4
Swiss Franc	79,608,220	–	79,608,220	6.2
Australian Dollar	74,887,399	–	74,887,399	5.9
US Dollar	64,659,558	–	64,659,558	5.1
Hong Kong Dollar	43,960,034	–	43,960,034	3.4
Danish Krone	35,331,306	–	35,331,306	2.8
South Korean Won	26,009,202	–	26,009,202	2.0
Swedish Krona	19,837,465	–	19,837,465	1.6
Brazilian Real	6,573,053	–	6,573,053	0.5
Norwegian Krone	4,376,817	–	4,376,817	0.3
Singapore Dollar	3,212,860	–	3,212,860	0.3
	1,268,895,450	–	1,268,895,450	99.5

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$126,438,086 or 10.0% (December 31, 2017 – \$126,889,545 or 9.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 99.2% (December 31, 2017 – 99.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$125,997,089 (December 31, 2017 – \$126,769,340). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Australia	6.5	5.9
Austria	0.5	0.5
Belgium	1.6	1.7
Brazil	0.2	0.5
Denmark	1.6	2.8
Finland	2.1	1.4
France	8.8	9.4
Germany	8.4	8.7
Hong Kong	4.5	3.4
Israel	0.3	–
Italy	0.9	2.3
Japan	26.3	24.5
Netherlands	2.4	2.4
Norway	1.2	0.3
Singapore	0.9	0.3
South Korea	1.8	2.0
Spain	3.2	3.2
Sweden	1.5	1.6
Switzerland	6.3	6.2
Thailand	0.2	–
United Kingdom	16.0	17.3
United States	4.0	5.0

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	32,445,443	1,209,320,045	–	1,241,765,488
Underlying funds	18,205,404	–	–	18,205,404
Unrealized gain on currency spot contracts	–	1,350	–	1,350
	50,650,847	1,209,321,395	–	1,259,972,242

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	38,280,946	1,203,033,846	–	1,241,314,792
Underlying funds	26,018,338	–	–	26,018,338
Warrants, rights and options	–	360,273	–	360,273
	64,299,284	1,203,394,119	–	1,267,693,403

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI EAFE ETF	18,205,404	0.0
	18,205,404	–

Underlying Fund	December 31, 2017	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI EAFE ETF	26,018,338	0.0
	26,018,338	–

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private International Small to Mid Cap Value Pool (Unaudited)

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	73,106,052	74,656,701
Derivatives	886	78
Cash	511,573	882,864
Receivable for securities sold	362,941	15,756
Subscriptions receivable	84,241	620,442
Accrued investment income and other	119,700	76,584
	<u>74,185,393</u>	<u>76,252,425</u>
LIABILITIES		
Current liabilities		
Management fee payable	516	–
Payable for securities purchased	166,367	81,092
Redemptions payable	33,571	40,170
Accrued expenses	33,785	–
	<u>234,239</u>	<u>121,262</u>
Net assets attributable to holders of redeemable units	<u>73,951,154</u>	<u>76,131,163</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	72,237,283	74,114,867
Series F	581,417	586,403
Series I	1,132,454	1,429,893
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	36.22	34.80
Series F	36.49	35.40
Series I	36.83	35.54

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	1,113,459	1,043,677
Interest for distribution purposes	2,144	2,773
Net realized gain (loss) on non-derivative financial assets	3,853,505	2,011,489
Change in unrealized gain (loss) on non-derivative financial assets	(1,522,728)	5,995,142
Change in unrealized gain (loss) on derivatives	808	38
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>3,447,188</u>	<u>9,053,119</u>
Securities lending (note 11)	152	684
Net realized and unrealized foreign currency translation gain (loss)	(18,175)	(1,160)
Other income	–	257
Total income (loss), net	<u>3,429,165</u>	<u>9,052,900</u>
EXPENSES		
Management fees (note 5)	3,020	3,413
Fixed administration fees (note 6)	182,430	156,337
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	1,006	123
Foreign withholding taxes/tax reclaims	166,204	161,221
Harmonized Sales Tax/Goods and Services Tax	16,885	14,939
Transaction costs	48,967	32,639
Total expenses	<u>419,099</u>	<u>369,248</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>3,010,066</u>	<u>8,683,652</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	2,941,880	8,353,685
Series F	19,025	88,886
Series I	49,161	241,081
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	1.45	4.00
Series F	1.14	3.89
Series I	1.45	4.24
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	2,026,932	2,090,681
Series F	16,722	22,877
Series I	34,003	56,801

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	74,114,867	56,746,676
Series F	586,403	658,376
Series I	1,429,893	1,764,711
	<u>76,131,163</u>	<u>59,169,763</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	2,941,880	8,353,685
Series F	19,025	88,886
Series I	49,161	241,081
	<u>3,010,066</u>	<u>8,683,652</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	9,602,097	6,974,903
Series F	114,625	35,914
Series I	3,500	5,350
Payments on redemption		
Pinnacle Series	(14,421,561)	(6,518,548)
Series F	(138,636)	(62,972)
Series I	(350,100)	(407,289)
	<u>(5,190,075)</u>	<u>27,358</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(1,877,584)	8,810,040
Series F	(4,986)	61,828
Series I	(297,439)	(160,858)
	<u>(2,180,009)</u>	<u>8,711,010</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	72,237,283	65,556,716
Series F	581,417	720,204
Series I	1,132,454	1,603,853
	<u>73,951,154</u>	<u>67,880,773</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	3,010,066	8,683,652
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(3,853,505)	(2,011,489)
Unrealized foreign currency translation (gain) loss	(1,057)	5,161
Change in unrealized (gain) loss on non-derivative financial assets	1,522,728	(5,995,142)
Change in unrealized (gain) loss on derivatives	(808)	(38)
Purchases of portfolio investments	(25,518,223)	(17,119,648)
Proceeds from sale of portfolio investments	29,137,739	16,485,500
Accrued investment income and other	(43,116)	(36,469)
Accrued expenses and other payables	34,301	30,895
Net cash provided by (used in) operating activities	<u>4,288,125</u>	<u>42,422</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	10,256,423	6,976,895
Amounts paid on redemption of redeemable units	(14,916,896)	(6,751,600)
Distributions to unitholders of redeemable units	-	(73)
Net cash provided by (used in) financing activities	<u>(4,660,473)</u>	<u>225,222</u>
Unrealized foreign currency translation gain (loss)	1,057	(5,161)
Net increase (decrease) in cash	(372,348)	267,644
Cash (bank overdraft), beginning of period	882,864	466,477
CASH (BANK OVERDRAFT), END OF PERIOD	<u>511,513</u>	<u>728,960</u>
Interest paid ⁽¹⁾	1,006	123
Interest received, net of withholding taxes ⁽¹⁾	2,144	2,779
Dividends received, net of withholding taxes ⁽¹⁾	904,140	845,613

⁽¹⁾ Classified as operating items.

Scotia Private International Small to Mid Cap Value Pool (Unaudited - Continued)

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SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 98.8%				EQUITIES (cont'd)			
Australia – 4.7%				France (cont'd)			
Beach Energy Limited	421,369	260,920	724,412	Television Francaise 1	11,998	186,276	166,156
Charter Hall Group	87,374	426,094	555,929	Trigano SA	929	223,689	216,862
CSR Ltd.	87,253	327,883	390,682	UBISOFT Entertainment	1,663	227,398	239,161
Downer EDI Ltd.	42,710	282,824	282,572	Worldline SA	3,192	175,860	237,533
Metcash Ltd	103,470	304,800	263,557			4,693,268	6,820,195
Mineral Resources Ltd.	14,269	90,639	221,608				
OZ Minerals Ltd.	25,152	131,184	230,335	Germany – 6.8%			
Pendal Group Ltd.	24,709	284,420	239,174	Aareal Bank AG	3,996	189,460	230,910
Seven Group Holdings Ltd.	17,621	191,375	327,874	Alstria Office Real Estate Investment Trust AG	13,654	254,008	269,653
Star Entertainment Group Ltd., The	49,256	277,299	237,028	Bechtle AG	3,066	220,559	310,915
		2,577,438	3,473,171	Carl Zeiss Meditec AG	4,791	294,864	429,119
				Duerr AG	5,356	189,998	326,979
Belgium – 0.6%				Gerresheimer AG	2,320	240,711	247,331
Warehouses De Pauw SCA	2,489	277,573	413,454	Kloeckner & Co SE	18,670	282,719	258,629
Canada – 8.1%				MTU Aero Engines AG	1,599	269,413	403,673
Air Canada	10,073	111,922	214,051	Rheinmetall AG	1,960	270,152	284,495
BRP Inc.	6,338	207,714	401,702	SAF-Holland SA	12,644	190,873	249,800
Canadian Apartment Properties Real Estate Investment Trust	7,232	163,188	308,300	Stabilus SA	5,002	263,731	591,582
Canadian Western Bank	7,285	274,044	252,425	TAG Immobilien AG	19,498	350,411	563,807
Capital Power Corporation	10,808	268,302	272,686	Wirecard AG	4,034	322,744	853,507
Enerflex Ltd.	14,261	232,959	201,651			3,339,643	5,020,400
Gran Tierra Energy, Inc.	80,826	295,692	367,758	Hong Kong – 1.9%			
HudBay Minerals, Inc.	25,842	266,255	189,422	Luk Fook Holdings International Ltd.	65,000	349,147	352,985
IAMGOLD Corporation	59,977	384,719	459,424	Melco International Development Ltd.	89,000	339,606	359,756
Interfor Corporation	12,806	203,671	323,352	Nexteer Automotive Group Ltd.	102,000	188,214	197,148
Maxar Technologies Ltd.	3,652	275,364	241,032	Tongda Group Holdings Ltd.	760,000	169,876	202,275
New Flyer Industries Inc.	4,118	227,896	201,947	Towngas China Co., Ltd.	203,000	214,104	258,752
Parex Resources Inc.	24,276	275,805	602,530			1,260,947	1,370,916
Premium Brands Holdings Corporation	3,708	249,687	420,042	Ireland – 0.4%			
Sleep Country Canada Holdings Inc.	6,371	219,665	207,503	Dalata Hotel Group PLC	25,486	222,996	272,804
Tamarack Valley Energy Ltd.	99,936	282,043	460,705	Italy – 3.7%			
TFI International Inc.	8,797	297,396	356,718	A2A SpA	164,191	243,012	374,141
Tricon Capital Group Inc.	23,386	225,713	257,948	Amplifon SpA	29,714	272,111	808,410
WSP Global Inc.	3,689	191,363	255,353	Banca Generali SpA	4,757	209,887	155,329
		4,653,398	5,994,549	Brembo SpA	37,546	243,058	667,218
				DiaSorin SpA	1,947	227,097	291,717
Denmark – 2.2%				Infrastrutture Wireless Italiane SpA	44,109	318,865	446,016
Dfds A/S	4,359	350,254	365,617			1,514,030	2,742,831
GN Store Nord A/S	8,100	247,354	485,004	Japan – 22.2%			
Jyske Bank A/S	3,191	206,077	229,941	Aiful Corporation	56,200	237,308	230,519
Royal Unibrew A/S	5,393	371,316	564,821	Asahi Intecc Co., Ltd.	6,600	186,742	327,598
		1,175,001	1,645,383	CKD Corporation	18,600	281,122	401,169
Finland – 1.6%				Daifuku Co., Ltd.	4,100	108,909	235,652
Cramo Oyj Class B	11,955	320,724	365,078	Daikyonishikawa Corporation	13,200	238,572	254,071
DNA Oyj	9,248	251,189	290,793	Dainippon Screen Manufacturing Co., Ltd.	2,300	255,983	212,440
Metsa Board Oyj	16,971	241,942	252,155	DCM Holdings Co., Ltd.	15,100	146,742	185,498
Valmet Oyj	12,010	207,255	304,125	Denka Co., Ltd.	6,100	208,246	266,977
		1,021,110	1,212,151	Doutor Nichires Holdings Co., Ltd.	10,300	210,687	268,892
France – 9.2%				Dowa Holdings Co., Ltd.	2,000	105,209	80,958
Alten SA	3,613	312,592	489,327	Fuji Oil Holdings Inc.	8,600	315,971	405,958
Arkema SA	4,228	512,175	656,646	Horiba Ltd.	3,600	271,680	330,703
Eiffage SA	4,477	473,657	639,687	IT Holdings Corporation	9,200	324,619	556,226
Euronext NV	6,401	302,622	533,954	Japan Hotel REIT Investment Corporation	248	254,993	244,330
Faurecia	4,221	309,652	394,807	JCR Pharmaceuticals Co., Ltd.	4,000	237,582	319,091
Ipsen SA	3,893	340,744	801,998	Kanamoto Co., Ltd.	6,600	250,533	274,168
Nexity SA	5,966	336,173	495,196	Keihin Corporation	8,600	225,820	229,121
Rubis SCA	3,398	315,628	278,715	Kenedix Office Investment Corporation	29	226,764	237,081
SCOR SE	4,373	213,978	213,220	Maeda Corporation	18,800	198,690	283,493
SEB SA	1,019	174,835	233,555	Makino Milling Machine Co., Ltd.	18,000	230,557	183,740
SOITEC	2,482	295,675	274,073	Matsumotokiyo Holdings Co., Ltd.	7,200	230,613	424,755
Teleperformance	4,089	292,314	949,305	NET One Systems Co., Ltd.	21,700	300,628	489,995

FOREIGN EQUITY FUNDS

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)				EQUITIES (cont'd)			
Japan (cont'd)				Spain – 1.3%			
Nippon Accommodations Fund Inc.	43	212,410	257,205	Bankinter S.A.	19,146	174,643	244,793
Nippon Suisan Kaisha Ltd.	37,200	271,220	240,899	Melia Hotels International S.A.	13,870	248,961	249,748
North Pacific Bank Ltd.	64,700	254,802	284,508	Merlin Properties Socimi S.A.	13,256	192,800	253,089
OKUMA Corporation	3,500	263,408	242,826	Unicaja Banco S.A.	97,318	231,239	217,720
Open House Co., Ltd.	6,400	249,400	496,664			847,643	965,350
Outsourcing Inc.	12,200	122,780	296,958	Sweden – 3.0%			
PALTAC CORPORATION	8,000	340,154	605,191	Ahlsell AB	27,019	217,018	209,470
Penta-Ocean Construction Co Ltd.	36,100	271,115	317,546	Dometic Group AB	28,791	324,757	371,562
Rengo Co., Ltd.	13,100	152,142	151,516	NetEnt AB	29,609	216,436	207,464
Rohto Pharmaceutical Co., Ltd.	7,600	269,641	320,567	Peab AB	20,114	223,489	199,045
Round One Corporation	17,500	185,266	361,491	Resurs Holding AB	26,217	233,828	221,576
Ryobi Limited	6,800	179,927	293,764	SSAB Svenskt Staal AB, Series B	67,969	355,133	336,399
Sankyu Inc.	3,700	230,681	255,045	Swedish Orphan Biovitrum AB	9,605	210,676	275,220
Sanwa Shutter Corporation	24,300	183,509	337,985	Wihlborgs Fastigheter AB	28,077	322,476	426,792
Seino Transportation Co., Ltd.	19,000	233,063	442,251			2,103,813	2,247,528
Shiga Bank, Ltd., The	51,000	346,154	342,958	Switzerland – 5.2%			
Ship Healthcare Holdings Inc.	5,800	209,294	287,458	Dufry AG	1,641	304,876	274,959
Showa Denko KK	6,500	277,153	378,926	GAM Holding AG	13,625	281,920	247,397
Starts Corporation Inc.	7,800	229,370	249,817	Georg Fischer AG	447	420,046	753,013
Sumitomo Bakelite Co Ltd.	35,000	266,104	443,038	Helvetia Holding AG	248	118,974	186,298
Sumitomo Forestry Co., Ltd.	16,000	185,707	317,699	Julius Baer Group Ltd.	5,564	366,321	429,679
Taiyo Yuden Co., Ltd.	13,700	293,578	502,074	Logitech International SA	13,401	247,004	775,595
Takasago Thermal Engineering Co., Ltd.	12,200	273,061	297,619	Straumann Holding AG	357	192,167	357,242
Toda Corporation	25,000	191,019	285,731	Swiss Life Holding AG	1,321	210,723	603,981
Tokyo Seimitsu Co., Ltd.	6,600	156,815	286,575	VAT Group AG	1,152	218,443	202,418
Tokyo Steel Manufacturing Co., Ltd.	29,000	279,343	338,236			2,360,474	3,830,582
Tsubaki Nakashima Co., Ltd.	6,200	215,933	191,515	Thailand – 0.3%			
UT Group Co., Ltd.	9,700	215,372	476,585	TES Co., Ltd.	8,355	201,304	230,828
Yamato Kogyo Co., Ltd.	5,300	233,275	210,431	United Kingdom – 17.3%			
Zenkoku Hosho Co., Ltd.	7,500	384,466	445,842	Hays PLC	113,139	314,454	366,072
		12,224,132	16,401,355	Ashmore Group PLC	42,378	308,465	274,091
Netherlands – 1.9%				Auto Trader Group PLC	35,785	250,634	264,307
AMG Advanced Metallurgical Group NV	5,211	206,230	383,544	B&M European Value Retail SA	43,411	299,042	304,200
ASM International NV	2,696	225,911	195,337	Beazley PLC	27,835	132,747	282,877
ASR Nederland NV	6,311	209,351	337,859	Bellway PLC	5,388	272,221	280,653
BE Semiconductor Industries NV	7,354	169,581	260,427	Cairn Energy PLC	71,059	288,535	307,981
TKH Group NV	3,116	135,897	259,945	Cineworld Group PLC	65,476	333,166	301,542
		946,970	1,437,112	Clinigen Group PLC	24,148	309,498	383,811
New Zealand – 0.7%				Coca-Cola HBC AG	12,627	567,808	554,252
Summerset Group Holdings Ltd.	72,551	287,866	493,772	Computacenter PLC	14,466	249,571	362,479
Singapore – 1.1%				Costain Group PLC	27,644	173,716	210,938
Frasers Logistics & Industrial Trust	317,200	329,925	321,807	Dechra Pharmaceuticals PLC	5,118	248,242	246,722
Mapletree Industrial Trust	182,678	295,894	339,951	DS Smith PLC	24,902	120,692	225,011
Venture Corporation Ltd.	10,900	171,209	186,824	Electrocomponents PLC	32,301	184,369	424,574
		797,028	848,582	Entertainment One Ltd.	59,949	304,263	382,357
South Korea – 4.4%				Grafton Group PLC	18,247	223,114	251,712
Chong Kun Dang Pharmaceutical Corporation	1,669	257,298	197,840	Hunting PLC	21,266	237,143	285,709
DuzonBizon Co., Ltd.	5,960	183,131	435,764	Ibstock PLC	46,915	202,557	243,404
GS Home Shopping Inc.	1,131	271,093	240,178	IG Group Holdings PLC	20,372	298,204	304,202
KIWOOM Securities Co., Ltd.	3,841	267,373	491,037	Indivior PLC	30,191	241,481	198,954
Korea United Pharm Inc.	6,278	216,000	191,253	Intermediate Capital Group PLC	20,745	306,758	395,939
LS Industrial Systems Co., Ltd.	4,031	268,996	335,150	JD Sports Fashion PLC	63,025	328,564	481,482
Maeil Dairies Co., Ltd.	141	14,772	14,840	Just Group PLC	85,816	222,234	200,888
Poongsan Corporation	5,088	183,467	204,338	Keller Group PLC	15,630	230,572	274,771
SFA Engineering Corporation	6,386	220,243	246,782	LondonMetric Property PLC	88,158	279,407	282,183
SillaJen Inc.	1,848	231,383	159,662	National Express Group PLC	48,969	281,853	340,902
SKC Co., Ltd.	5,998	244,179	305,272	Northgate PLC	27,332	259,550	192,782
SL Corporation	9,331	206,979	199,598	Redrow PLC	29,472	263,599	272,361
Soulbrain Co., Ltd.	2,714	233,085	198,214	RPC Group PLC	14,111	208,986	183,060
		2,797,999	3,219,928	Safestore Holdings PLC	41,076	280,877	391,252
				Spectris PLC	6,129	300,686	276,939

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
United Kingdom (cont'd)			
Stock Spirits Group PLC	46,559	247,833	183,893
Synthomer PLC	49,950	366,125	454,495
Tate & Lyle PLC	37,324	455,574	418,336
Unite Group PLC	23,629	202,491	352,798
United Drug PLC	33,495	249,994	479,428
Vesuvius PLC	31,811	300,448	329,855
Virgin Money Holdings UK PLC	44,379	214,466	282,360
Wizz Air Holdings PLC	8,960	350,600	558,686
	<u>10,910,539</u>		<u>12,808,258</u>
United States – 2.2%			
Canada Goose Holdings Inc.	8,038	209,152	622,138
Nomad Foods Ltd.	9,771	243,540	246,607
SodaStream International Ltd.	2,492	215,473	279,569
Vanguard FTSE Developed Markets ETF	9,014	520,666	508,589
		<u>1,188,831</u>	<u>1,656,903</u>
Transaction Costs		(53,973)	
TOTAL INVESTMENT PORTFOLIO		<u>55,348,030</u>	73,106,052
OTHER ASSETS, LESS LIABILITIES – 1.2%			<u>845,102</u>
NET ASSETS – 100.0%			<u>73,951,154</u>

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve superior long term returns through capital growth by investing in stocks of small and medium capitalization corporations in Europe, Australia and the Far East.

Risks associated with financial instruments (note 4)

Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
European Euro	18,890,822	–	18,890,822	25.5
Japanese Yen	16,459,101	–	16,459,101	22.3
British Pound	12,871,428	–	12,871,428	17.4
Swiss Franc	3,830,580	–	3,830,580	5.2
Australian Dollar	3,499,789	–	3,499,789	4.7
South Korean Won	3,489,804	–	3,489,804	4.7
Swedish Krona	2,247,529	–	2,247,529	3.0
US Dollar	1,662,658	–	1,662,658	2.2
Danish Krone	1,645,382	–	1,645,382	2.2
Hong Kong Dollar	1,375,666	–	1,375,666	1.9
Singapore Dollar	852,595	–	852,595	1.2
New Zealand Dollar	493,772	–	493,772	0.7
	67,319,126	–	67,319,126	91.0

Currency	December 31, 2017			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
European Euro	19,629,854	–	19,629,854	25.8
Japanese Yen	18,274,394	–	18,274,394	24.0
British Pound	12,689,236	–	12,689,236	16.7
Australian Dollar	3,729,209	–	3,729,209	4.9
Swiss Franc	3,649,839	–	3,649,839	4.8
South Korean Won	3,533,554	–	3,533,554	4.6
Swedish Krona	2,559,975	–	2,559,975	3.4
Hong Kong Dollar	1,375,059	–	1,375,059	1.8
US Dollar	1,335,190	–	1,335,190	1.8
Danish Krone	987,090	–	987,090	1.3
Singapore Dollar	737,057	–	737,057	1.0
New Zealand Dollar	376,498	–	376,498	0.5
Norwegian Krone	193,952	–	193,952	0.3
	69,070,907	–	69,070,907	90.9

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$6,731,913 or 9.1% (December 31, 2017 – \$6,907,091 or 9.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The accompanying notes are an integral part of the financial statements.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 98.8% (December 31, 2017 – 98.2%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$7,310,605 (December 31, 2017 – \$7,465,671). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Australia	4.7	4.9
Belgium	0.6	0.5
Canada	8.1	7.5
Denmark	2.2	1.3
Finland	1.6	0.9
France	9.2	7.8
Germany	6.8	8.3
Hong Kong	1.9	1.8
Ireland	0.4	0.3
Italy	3.7	3.4
Japan	22.2	24.0
Netherlands	1.9	3.0
New Zealand	0.7	0.5
Norway	–	0.3
Singapore	1.1	1.0
South Korea	4.4	4.1
Spain	1.3	1.5
Sweden	3.0	3.4
Switzerland	5.2	4.8
Thailand	0.3	0.5
United Kingdom	17.3	16.6
United States	2.2	1.8

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	7,345,281	65,252,182	–	72,597,463
Underlying funds	508,589	–	–	508,589
Unrealized gain on currency spot contracts	–	886	–	886
	7,853,870	65,253,068	–	73,106,938

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	6,442,453	67,650,399	–	74,092,852
Underlying funds	563,849	–	–	563,849
Unrealized gain on currency spot contracts	–	78	–	78
	7,006,302	67,650,477	–	74,656,779

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Vanguard FTSE Developed Markets ETF	508,589	0.0
	508,589	–

Underlying Fund	December 31, 2017	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Vanguard FTSE Developed Markets ETF	563,849	0.0
	563,849	–

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	318,264,172	304,702,867
Derivatives	30,756	–
Cash	7,738,505	7,707,569
Receivable for securities sold	18,538,133	–
Subscriptions receivable	1,127,686	627,512
Accrued investment income and other	1,487,277	221,606
	<u>347,186,529</u>	<u>313,259,554</u>
LIABILITIES		
Current liabilities		
Management fee payable	12,172	–
Payable for securities purchased	16,536,602	–
Redemptions payable	41,556	48,034
Accrued expenses	35,686	–
Provision for uncertain tax	646,361	–
	<u>17,272,377</u>	<u>48,034</u>
Net assets attributable to holders of redeemable units	<u>329,914,152</u>	<u>313,211,520</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	97,324,314	75,320,432
Series I	211,985,545	221,056,564
Series M	20,604,293	16,834,524
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	11.40	11.61
Series I	11.57	11.77
Series M	11.38	11.62

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	5,388,043	6,340,261
Interest for distribution purposes	47,407	58,550
Net realized gain (loss) on non-derivative financial assets	13,235,189	5,987,637
Change in unrealized gain (loss) on non-derivative financial assets	(22,909,494)	29,839,035
Change in unrealized gain (loss) on derivatives	30,756	6,805
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	(4,208,099)	42,232,288
Securities lending (note 11)	6,724	4,434
Net realized and unrealized foreign currency translation gain (loss)	(207,717)	(101,226)
Other income	137	294
Total income (loss), net	<u>(4,408,955)</u>	<u>42,135,790</u>
EXPENSES		
Management fees (note 5)	64,708	49,701
Fixed administration fees (note 6)	190,197	150,728
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	4,358	1,409
Foreign withholding taxes/tax reclaims	1,278,586	584,254
Harmonized Sales Tax/Goods and Services Tax	24,544	19,541
Transaction costs	289,816	184,628
Total expenses	<u>1,852,796</u>	<u>990,837</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>(6,261,751)</u>	<u>41,144,953</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	(2,398,159)	9,919,925
Series I	(3,286,451)	29,171,231
Series M	(577,141)	2,053,797
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	(0.32)	1.53
Series I	(0.18)	1.57
Series M	(0.37)	1.49
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	7,596,877	6,463,484
Series I	18,153,547	18,634,947
Series M	1,544,769	1,379,659

* The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

Scotia Private Emerging Markets Pool (Unaudited - Continued)

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	75,320,432	58,757,538
Series I	221,056,564	175,801,605
Series M	16,834,524	12,618,893
	<u>313,211,520</u>	<u>247,178,036</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	(2,398,159)	9,919,925
Series I	(3,286,451)	29,171,231
Series M	(577,141)	2,053,797
	<u>(6,261,751)</u>	<u>41,144,953</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	31,998,648	8,016,081
Series I	10,830,032	3,801,449
Series M	6,766,693	3,398,792
Payments on redemption		
Pinnacle Series	(7,596,607)	(6,989,045)
Series I	(16,614,600)	(7,186,800)
Series M	(2,419,783)	(2,805,365)
	<u>22,964,383</u>	<u>(1,764,888)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	22,003,882	10,946,961
Series I	(9,071,019)	25,785,880
Series M	3,769,769	2,647,224
	<u>16,702,632</u>	<u>39,380,065</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	97,324,314	69,704,499
Series I	211,985,545	201,587,485
Series M	20,604,293	15,266,117
	<u>329,914,152</u>	<u>286,558,101</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	(6,261,751)	41,144,953
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(13,235,189)	(5,987,637)
Unrealized foreign currency translation (gain) loss	23	62,598
Change in unrealized (gain) loss on non-derivative financial assets	22,909,494	(29,839,035)
Change in unrealized (gain) loss on derivatives and non-derivative financial liabilities	(30,756)	(6,805)
Non-cash transactions	-	(1,355,849)
Purchases of portfolio investments	(145,481,090)	(89,998,036)
Proceeds from sale of portfolio investments	120,243,950	82,186,149
Accrued investment income and other	(1,265,671)	(1,125,840)
Accrued expenses and other payables	47,858	38,435
Provision for uncertain tax	646,361	-
Net cash provided by (used in) operating activities	<u>(22,426,771)</u>	<u>(4,881,067)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	49,095,198	15,021,802
Amounts paid on redemption of redeemable units	(26,637,468)	(16,774,527)
Distributions to unitholders of redeemable units	-	(132)
Net cash provided by (used in) financing activities	<u>22,457,730</u>	<u>(1,752,857)</u>
Unrealized foreign currency translation gain (loss)	(23)	(62,598)
Net increase (decrease) in cash	30,959	(6,633,924)
Cash (bank overdraft), beginning of period	7,707,569	10,862,919
CASH (BANK OVERDRAFT), END OF PERIOD	<u>7,738,505</u>	<u>4,166,397</u>
Interest paid ⁽¹⁾	4,358	1,409
Interest received, net of withholding taxes ⁽¹⁾	47,407	59,957
Dividends received, net of withholding taxes ⁽¹⁾	2,843,786	3,272,911

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.6%			
Brazil – 3.9%			
Banco Santander Brasil S.A.	175,600	2,149,251	1,746,137
Itausa – Investimentos Itau S.A., Preference	922,900	3,456,031	2,875,302
MRV Engenharia e Participacoes S.A.	357,200	1,736,156	1,459,567
Sul America S.A.	216,900	1,826,905	1,345,618
TIM Participacoes S.A.	384,000	2,111,436	1,717,643
Vale S.A. – ADR, Preference	215,870	3,049,522	3,633,060
		<u>14,329,301</u>	<u>12,777,327</u>
Hong Kong – 21.3%			
Agile Property Holdings Ltd.	1,332,000	1,934,641	2,983,727
Agricultural Bank of China Ltd.	4,530,000	2,789,476	2,766,803
Anhui Conch Cement Co., Ltd.	439,500	2,277,728	3,283,260
Bank of China Ltd., Class H	3,744,000	2,567,551	2,426,170
China CITIC Bank Corporation Limited	2,917,000	2,775,187	2,385,032
China Construction Bank Corporation, Class H	3,917,494	3,707,971	4,724,144
China Huarong Asset Management Co., Ltd.	3,615,000	2,076,488	1,372,459
China Longyuan Power Group Corporation Ltd., Class H	1,941,000	2,383,728	2,047,437
China Mobile Limited	201,500	2,953,698	2,350,440
China Pacific Insurance Group Co., Ltd.	276,200	1,515,978	1,395,051
China Petroleum & Chemical Corporation	2,618,000	3,172,927	3,090,433
China Shenhua Energy Co Ltd.	820,000	2,530,768	2,539,115
China Traditional Chinese Medicine Holdings Co., Ltd.	203,605	220,878	231,150
CITIC Ltd.	1,096,000	2,270,930	2,020,502
CNOOC Ltd.	2,322,000	3,748,456	5,231,831
CSPC Pharmaceutical Group Ltd.	1,104,000	2,021,455	4,364,123
Hengan International Group Co., Ltd.	208,000	2,073,771	2,615,977
Industrial and Commercial Bank of China Ltd., Class H	3,389,392	2,994,319	3,311,208
Shimao Property Holdings Ltd.	631,500	2,164,635	2,168,766
Sinopec Shanghai Petrochemical Co., Ltd.	1,992,000	1,355,860	1,581,498
Tencent Holdings Limited	265,100	6,660,314	17,361,258
		<u>54,196,759</u>	<u>70,250,384</u>
Hungary – 0.9%			
OTP Bank PLC	65,753	2,187,657	3,129,528
India – 10.9%			
Bharat Forge Ltd.	134,970	2,003,125	1,587,768
Dewan Housing Finance Corporation Ltd.	190,557	2,256,328	2,327,731
Eicher Motors Ltd.	3,485	1,918,813	1,912,898
Hindalco Industries Ltd.	588,808	2,725,560	2,602,146
Hindustan Petroleum Corporation Ltd.	277,958	1,609,059	1,383,808
Hindustan Unilever Ltd.	93,453	2,163,763	2,945,586
Housing Development Finance Corporation Ltd.	158,896	5,874,792	5,822,274
JSW Steel Ltd.	424,216	2,389,768	2,659,994
Jubilant Foodworks Ltd.	107,501	2,031,138	2,861,038
Mahindra & Mahindra Ltd.	176,734	2,436,915	3,041,071
Maruti Suzuki India Ltd.	23,202	3,062,586	3,931,704
NIIT Technologies Ltd.	103,777	1,676,430	2,187,586
Tech Mahindra Ltd.	204,026	2,386,091	2,567,503
		<u>32,534,368</u>	<u>35,831,107</u>
Indonesia – 1.2%			
Bank Mandiri Persero Tbk PT	3,168,600	2,066,122	1,981,306
United Tractors Tbk PT	701,500	2,392,633	2,030,550
		<u>4,458,755</u>	<u>4,011,856</u>
Malaysia – 3.6%			
Genting Bhd	615,300	1,696,941	1,683,986
Malayan Banking Bhd	734,700	2,530,775	2,152,451
Public Bank Bhd	357,900	2,357,653	2,721,227
Tenaga Nasional Berhad	710,100	3,244,541	3,386,550
Top Glove Corporation Bhd	509,600	1,992,991	2,009,379
		<u>11,822,901</u>	<u>11,953,593</u>

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
Mexico – 1.8%			
Grupo Financiero Banorte S.A.B. de C.V., Series O	451,131	3,387,570	3,497,278
Walmart Inc., de Mexico S.A.B. de C.V.	679,824	2,113,897	2,357,100
		<u>5,501,467</u>	<u>5,854,378</u>
Poland – 0.6%			
Powszechna Kasa Oszczednosci Bank Polski SA	142,736	2,470,749	1,844,488
Russia – 0.4%			
Mining and Metallurgical Company Norilsk Nickel – ADR	51,769	1,018,934	1,216,168
South Africa – 4.9%			
Clicks Group Ltd.	109,238	2,355,394	2,055,371
Growthpoint Properties Ltd.	948,466	2,395,240	2,427,435
Naspers Limited N Shares	23,523	7,202,101	7,839,203
Rand Merchant Investment Holdings Ltd.	619,505	2,377,817	2,224,090
Sappi Ltd.	187,583	1,829,012	1,641,504
		<u>16,159,564</u>	<u>16,187,603</u>
South Korea – 14.8%			
Daelim Industrial Co., Ltd.	22,200	2,253,082	2,004,151
Dongbu Insurance Co., Ltd.	19,624	1,320,436	1,366,900
Doosan Infracore Co., Ltd.	164,137	1,559,133	1,865,741
DuzonBizon Co., Ltd.	29,122	1,813,258	2,129,246
Hanwha Life Insurance Co., Ltd.	197,684	1,650,234	1,234,311
Hotel Shilla Co., Ltd.	17,288	2,501,293	2,518,042
Hyundai Marine & Fire Insurance Co., Ltd.	33,708	1,462,490	1,340,402
Industrial Bank of Korea	118,663	1,937,822	2,155,749
KB Financial Group Inc.	40,170	2,204,835	2,501,873
LG Electronics Inc.	24,825	1,933,150	2,425,738
LG Uplus Corporation	106,293	1,351,714	1,757,764
POSCO	8,760	2,993,286	3,406,165
Samsung Electronics Co., Ltd.	270,999	9,459,410	14,892,591
Shinsegae Co., Ltd.	4,916	1,719,094	2,327,532
SK Hynix Inc.	47,041	4,447,428	4,745,644
SK Telecom Co., Ltd.	7,312	2,215,181	2,015,092
		<u>40,821,846</u>	<u>48,686,941</u>
Taiwan – 12.9%			
Catcher Technology Co., Ltd.	192,000	2,575,670	2,823,742
Cathay Financial Holding Co., Ltd.	1,050,000	2,389,804	2,437,450
CTBC Financial Holding Co., Ltd.	2,348,000	2,227,869	2,224,402
Far EasTone Telecommunications Co., Ltd.	527,000	1,591,782	1,793,198
Formosa Chemicals & Fibre Corporation	488,000	2,364,757	2,558,014
Gigabyte Technology Co., Ltd.	761,000	1,684,641	2,215,632
Nan Ya Plastics Corporation	613,000	1,940,872	2,306,363
Nanya Technology Corporation	847,000	2,109,208	3,037,227
President Chain Store Corporation	136,000	2,035,298	2,027,402
Shin Kong Financial Holding Co., Ltd.	5,022,000	2,313,756	2,545,317
Synnex Technology International Corporation	949,000	1,814,793	1,886,962
Taiwan Semiconductor Manufacturing Company Ltd.	1,011,818	5,410,626	9,480,366
Tripod Technology Corporation	361,000	1,597,406	1,305,743
Unimicron Technology Corporation	2,102,000	1,821,590	1,477,605
Uni-President Enterprises Corporation	883,000	2,344,389	2,948,978
Wistron Corporation	1,684,051	1,406,807	1,644,781
		<u>35,629,268</u>	<u>42,713,182</u>
Thailand – 3.9%			
Advanced Info Service PCL	328,700	2,478,542	2,423,325
Bangkok Dusit Medical Services PCL	2,441,700	2,296,266	2,429,341
Beauty Community PCL	3,813,100	1,492,941	1,851,304
IRPC PCL	5,569,500	1,635,451	1,285,471
PTT Exploration & Production PCL	629,800	2,909,062	3,519,491
Thanachart Capital PCL	731,500	1,598,865	1,359,623
		<u>12,411,127</u>	<u>12,868,555</u>

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: LMCG Investments, LLC

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
Turkey – 2.5%			
BIM Birlesik Magazalar AS	68,422	1,688,210	1,315,416
Eregli Demir ve Celik Fabrikalari TAS (Erdemir)	906,900	1,923,988	2,646,262
Tekfen Holding AS	290,931	1,761,819	1,444,501
Türkiye Garanti Bankasi AS	491,065	1,634,681	1,174,722
Yapi ve Kredi Bankasi AS	2,239,189	2,588,388	1,584,996
		<u>9,597,086</u>	<u>8,165,897</u>
United Kingdom – 0.5%			
Severstal PAO	77,422	1,444,530	1,487,367
United States – 12.5%			
58.com Inc.	34,150	3,691,867	3,114,345
Alibaba Group Holding Ltd.	61,673	10,574,377	15,048,783
Baidu, Inc.	4,781	1,547,280	1,527,978
Gazprom – ADR	466,412	3,323,796	2,705,207
iShares MSCI Emerging Markets ETF	97,539	5,590,613	5,558,520
Lukoil Oil Company – ADR	40,138	2,723,149	3,638,783
Mobile TeleSystems – ADR	192,440	2,316,668	2,234,849
Momo Inc. – ADR	67,937	3,115,081	3,886,761
New Oriental Education & Technology Group Inc.	28,680	3,315,954	3,570,572
		<u>36,198,785</u>	<u>41,285,798</u>
Transaction Costs		<u>(291,248)</u>	
TOTAL INVESTMENT PORTFOLIO		<u>280,491,849</u>	318,264,172
OTHER ASSETS, LESS LIABILITIES – 3.4%			<u>11,649,980</u>
NET ASSETS – 100.0%			<u>329,914,152</u>

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's objective is to achieve long term returns through capital growth by investing primarily in equity and equity-related securities of companies located in emerging markets and emerging industries of any market.

Risks associated with financial instruments (note 4)
Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Hong Kong Dollar	71,016,222	–	71,016,222	21.5
South Korean Won	46,185,650	–	46,185,650	14.0
US Dollar	42,558,416	–	42,558,416	12.9
Taiwan Dollar	38,914,065	–	38,914,065	11.8
Indian Rupee	33,952,276	–	33,952,276	10.3
Brazilian Real	16,691,436	–	16,691,436	5.1
Thai Baht	14,551,571	–	14,551,571	4.4
South African Rand	13,801,486	–	13,801,486	4.2
Malaysian Ringgit	8,338,412	–	8,338,412	2.5
Turkish Lira	8,165,895	–	8,165,895	2.5
Mexican Peso	7,389,322	–	7,389,322	2.2
Indonesian Rupiah	4,011,856	–	4,011,856	1.2
Hungary Forint	3,129,528	–	3,129,528	0.9
Polish Zloty	1,844,488	–	1,844,488	0.6
	310,550,623	–	310,550,623	94.1

Currency	December 31, 2017			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Hong Kong Dollar	77,516,987	–	77,516,987	24.7
South Korean Won	55,128,476	–	55,128,476	17.6
Taiwan Dollar	38,846,497	–	38,846,497	12.4
US Dollar	32,402,010	–	32,402,010	10.3
Brazilian Real	21,075,585	–	21,075,585	6.7
Indian Rupee	17,351,503	–	17,351,503	5.5
South African Rand	15,908,309	–	15,908,309	5.1
Thai Baht	12,716,425	–	12,716,425	4.1
Turkish Lira	8,947,289	–	8,947,289	2.9
Malaysian Ringgit	7,001,261	–	7,001,261	2.2
Mexican Peso	6,407,375	–	6,407,375	2.0
Hungary Forint	4,725,177	–	4,725,177	1.5
Polish Zloty	3,252,772	–	3,252,772	1.0
Indonesian Rupiah	2,218,025	–	2,218,025	0.7
European Euro	1,683,430	–	1,683,430	0.5
	305,181,121	–	305,181,121	97.2

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$31,055,062 or 9.4%

(December 31, 2017 – \$30,518,112 or 9.7%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 96.6% (December 31, 2017 – 97.4%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$31,826,417 (December 31, 2017 – \$30,470,287). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Brazil	3.9	6.7
China	–	0.7
Greece	–	0.5
Hong Kong	21.3	24.1
Hungary	0.9	–
India	10.9	5.5
Indonesia	1.2	0.7
Malaysia	3.6	2.2
Mexico	1.8	2.0
Poland	0.6	1.0
Russia	0.4	0.4
South Africa	4.9	5.1
South Korea	14.8	17.6
Taiwan	12.9	12.4
Thailand	3.9	4.1
Turkey	2.5	2.9
United Kingdom	0.5	0.5
United States	12.5	9.5

Scotia Private Emerging Markets Pool (Unaudited - Continued)

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	46,104,484	266,601,168	-	312,705,652
Underlying funds	5,558,520	-	-	5,558,520
Unrealized gain on currency spot contracts	-	30,756	-	30,756
	51,663,004	266,631,924	-	318,294,928

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	31,328,263	268,601,617	-	299,929,880
Underlying funds	4,772,987	-	-	4,772,987
	36,101,250	268,601,617	-	304,702,867

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI Emerging Markets ETF	5,558,520	0.0
	5,558,520	-

Underlying Fund	December 31, 2017	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI India ETF	4,772,987	0.1
iShares MSCI Emerging Markets ETF	1,530,820	0.0
	6,303,807	-

Comparison of net asset value per unit and net assets per unit (note 2)

The table below provides a comparison of the net asset value per unit and net assets per unit. A difference could arise when the last traded market price for a financial instrument is not within the bid-ask spread.

	June 30, 2018		December 31, 2017	
	Net asset value per unit (\$)	Net assets per unit (\$)	Net asset value per unit (\$)	Net assets per unit (\$)
Pinnacle Series	11.40	11.40	11.56	11.56
Series I	11.56	11.57	11.79	11.79
Series M	11.37	11.38	11.64	11.64

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	381,164,602	383,445,133
Cash	7,863,482	15,934,196
Receivable for securities sold	603,977	–
Subscriptions receivable	27	10
Accrued investment income and other	317,864	213,809
	<u>389,949,952</u>	<u>399,593,148</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	9,936	–
Management fee payable	7,969	–
Payable for securities purchased	2,127,938	–
Redemptions payable	5,076	421,638
Accrued expenses	21,582	–
	<u>2,172,501</u>	<u>421,638</u>
Net assets attributable to holders of redeemable units	<u>387,777,451</u>	<u>399,171,510</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	27,491,500	30,781,514
Series F	9,369,284	8,885,382
Series I	350,916,667	359,504,614
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	29.73	27.59
Series F	29.31	27.29
Series I	30.23	27.99

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	4,635,541	3,155,700
Interest for distribution purposes	53,191	8,277
Net realized gain (loss) on non-derivative financial assets	27,545,712	20,695,147
Change in unrealized gain (loss) on non-derivative financial assets	(516,009)	28,647,221
Change in unrealized gain (loss) on derivatives	(9,936)	4,758
	<u>31,708,499</u>	<u>52,511,103</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	40,269	13,999
Net realized and unrealized foreign currency translation gain (loss)	(37,571)	(83,873)
	<u>31,711,197</u>	<u>52,441,229</u>
EXPENSES		
Management fees (note 5)	46,996	50,147
Fixed administration fees (note 6)	120,358	124,265
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	173	742
Foreign withholding taxes/tax reclaims	560,247	437,185
Harmonized Sales Tax/Goods and Services Tax	14,586	15,085
Transaction costs	87,057	43,399
	<u>830,004</u>	<u>671,399</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>30,881,193</u>	<u>51,769,830</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	2,173,363	3,958,563
Series F	659,552	1,221,672
Series I	28,048,278	46,589,595
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	2.21	3.40
Series F	2.00	3.19
Series I	2.30	3.50
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	984,723	1,162,886
Series F	330,252	382,877
Series I	12,213,775	13,327,397

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

Scotia Private Global Equity Pool (Unaudited - Continued)

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	30,781,514	29,903,016
Series F	8,885,382	9,424,124
Series I	359,504,614	339,369,606
	<u>399,171,510</u>	<u>378,696,746</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	2,173,363	3,958,563
Series F	659,552	1,221,672
Series I	28,048,278	46,589,595
	<u>30,881,193</u>	<u>51,769,830</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	2,302,987	989,146
Series F	1,074,777	1,487,947
Series I	169,200	1,097,750
Payments on redemption		
Pinnacle Series	(7,766,364)	(3,970,725)
Series F	(1,250,427)	(1,962,641)
Series I	(36,805,425)	(25,223,700)
	<u>(42,275,252)</u>	<u>(27,582,223)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(3,290,014)	976,984
Series F	483,902	746,978
Series I	(8,587,947)	22,463,645
	<u>(11,394,059)</u>	<u>24,187,607</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	27,491,500	30,880,000
Series F	9,369,284	10,171,102
Series I	350,916,667	361,833,251
	<u>387,777,451</u>	<u>402,884,353</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	30,881,193	51,769,830
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(27,545,712)	(20,695,147)
Unrealized foreign currency translation (gain) loss	(20,709)	2,733
Change in unrealized (gain) loss on non-derivative financial assets	516,009	(28,647,221)
Change in unrealized (gain) loss on derivatives	9,936	(4,758)
Non-cash transactions	(1,094,164)	-
Purchases of portfolio investments	(55,087,543)	(26,620,954)
Proceeds from sale of portfolio investments	87,015,902	56,211,251
Accrued investment income and other	(104,055)	(78,500)
Accrued expenses and other payables	29,551	32,492
Net cash provided by (used in) operating activities	<u>34,600,408</u>	<u>31,969,726</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	3,546,947	3,512,850
Amounts paid on redemption of redeemable units	(46,238,778)	(31,379,456)
Net cash provided by (used in) financing activities	(42,691,831)	(27,866,606)
Unrealized foreign currency translation gain (loss)	20,709	(2,733)
Net increase (decrease) in cash	(8,091,423)	4,103,120
Cash (bank overdraft), beginning of period	15,934,196	5,184,048
CASH (BANK OVERDRAFT), END OF PERIOD	<u>7,863,482</u>	<u>9,284,435</u>
Interest paid ⁽¹⁾	173	742
Interest received, net of withholding taxes ⁽¹⁾	53,191	8,094
Dividends received, net of withholding taxes ⁽¹⁾	2,877,075	2,640,196

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 98.2%				EQUITIES (cont'd)			
Denmark – 2.5%				United States (cont'd)			
Chr Hansen Holding A/S	44,860	3,295,039	5,440,620	Alibaba Group Holding Ltd.	14,573	3,358,715	3,555,947
Novozymes A/S, Class B	65,747	3,185,821	4,375,791	Amazon.com, Inc.	2,937	1,235,381	6,565,895
		6,480,860	9,816,411	AmerisourceBergen Corporation	37,297	4,212,930	4,182,754
Finland – 1.5%				Apple Inc.	32,869	6,715,302	8,002,184
Kone Oyj	86,676	5,391,525	5,801,531	Baidu, Inc.	10,215	3,235,148	3,264,651
France – 3.6%				Booking Holdings Inc.	3,848	6,131,315	10,258,887
Air Liquide SA	24,955	2,553,168	4,119,328	Check Point Software Technologies Ltd.	27,934	3,213,358	3,588,649
Essilor International SA	30,863	3,877,655	5,723,628	Cognex Corporation	63,086	3,996,463	3,701,326
L'Oreal SA	12,990	1,894,592	4,212,640	Cognizant Technology Solutions Corporation	44,027	3,992,147	4,573,865
		8,325,415	14,055,596	Colgate-Palmolive Company	54,187	2,992,194	4,618,801
Germany – 5.1%				eBay Inc.	98,051	4,455,549	4,675,973
Bayerische Motoren Werke AG	31,170	4,066,203	3,716,117	Exxon Mobil Corporation	34,737	3,198,451	3,779,614
Linde AG	18,962	3,971,934	5,947,644	Facebook Inc.	31,918	3,904,190	8,157,279
Symrise AG	88,741	7,691,362	10,225,277	First Republic Bank	88,548	6,951,492	11,272,011
		15,729,499	19,889,038	Grifols S.A. – ADR	200,412	4,209,805	5,667,015
Hong Kong – 3.3%				Grupo Televisa S.A.B. – ADR	84,560	1,938,871	2,107,494
AAC Acoustic Technologies Holdings Inc.	99,500	2,139,814	1,831,133	ICICI Bank Limited – ADR	377,929	3,843,552	3,991,333
AIA Group Ltd.	956,900	5,324,223	10,894,416	IPG Photonics Corporation	21,359	1,608,686	6,197,801
		7,464,037	12,725,549	Itau Unibanco Holding S.A. – ADR	111,664	1,965,064	1,524,413
Indonesia – 0.2%				MasterCard, Inc., Class A	28,093	2,260,280	7,261,010
PT Bank Central Asia Tbk	482,600	948,472	950,052	Microsoft Corporation	32,194	1,206,627	4,175,304
Italy – 1.3%				Nestlé S.A. – ADR	46,879	3,139,336	4,773,971
Luxottica Group SpA	59,958	4,151,984	5,081,526	NIKE, Inc., Class B	68,841	3,067,985	7,214,208
Japan – 11.6%				PayPal Holdings Inc.	133,927	4,523,151	14,667,254
FANUC Corporation	12,500	1,967,909	3,258,483	Regeneron Pharmaceuticals, Inc.	14,602	7,168,091	6,625,383
Keyence Corporation	9,586	1,612,965	7,108,216	Roper Technologies Inc.	33,013	4,916,865	11,979,663
Kubota Corporation	215,500	4,251,861	4,449,313	Schlumberger Limited	91,918	8,174,633	8,103,301
M3, Inc.	124,511	2,385,228	6,516,416	SVB Financial Group	21,310	2,185,950	8,093,058
Makita Corporation	67,300	2,206,667	3,958,015	Tenaris S.A. – ADR	88,997	2,760,608	4,259,411
Monotaro Co., Ltd.	90,500	1,555,181	5,258,882	Verisk Analytics, Inc.	65,385	5,221,169	9,256,440
Park24 Co., Ltd.	80,900	2,818,447	2,894,753	WABCO Holdings Inc.	21,512	3,178,388	3,310,801
Sysmex Corporation	94,674	7,433,885	11,606,232	Walgreens Boots Alliance Inc.	34,389	3,916,924	2,714,385
		24,232,143	45,050,310	Walt Disney Company, The	30,287	3,963,354	4,174,949
South Africa – 0.9%				Waters Corporation	21,211	2,743,788	5,400,528
Naspers Limited N Shares	10,169	3,518,294	3,388,890			133,423,612	209,779,550
Spain – 1.2%				Transaction Costs		(150,489)	
Banco Bilbao Vizcaya Argentaria S.A.	488,054	4,396,352	4,530,913	TOTAL INVESTMENT PORTFOLIO		256,323,033	381,164,602
Sweden – 2.0%				OTHER ASSETS, LESS LIABILITIES – 1.8%			6,612,849
Atlas Copco AB, Series A	84,737	2,902,071	3,229,025	NET ASSETS – 100.0%			387,777,451
Epiroc AB, Class A	86,722	1,094,164	1,196,477				
Intrum Justitia AB	109,961	4,674,311	3,340,637				
		8,670,546	7,766,139				
Switzerland – 4.4%							
Lonza Group AG	37,288	8,008,133	13,020,677				
Sonova Holdings AG	17,289	2,048,799	4,077,086				
		10,056,932	17,097,763				
United Kingdom – 6.5%							
Abcam PLC	172,054	1,845,576	3,975,971				
Reckitt Benkiser Group PLC	44,640	5,201,745	4,822,846				
Samsung Electronics Co., Ltd. – GDR	1,678	2,394,771	2,300,104				
Standard Chartered PLC	621,980	8,140,970	7,468,989				
WPP Group PLC	322,197	6,100,789	6,663,424				
		23,683,851	25,231,334				
United States – 54.1%							
3M Company	13,525	1,575,103	3,499,274				
Abbott Laboratories	57,156	2,262,747	4,584,718				

The accompanying notes are an integral part of the financial statements.

Portfolio Adviser: Harding Loevner LP

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment objective is to achieve long term returns through capital growth by investing primarily in stocks of large capitalization companies in North America, Europe, Australia and the Far East.

Risks associated with financial instruments (note 4)
Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

June 30, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	212,161,116	–	212,161,116	54.7
European Euro	49,358,603	–	49,358,603	12.7
Japanese Yen	45,062,185	–	45,062,185	11.6
British Pound	23,118,397	–	23,118,397	6.0
Swiss Franc	17,097,763	–	17,097,763	4.4
Hong Kong Dollar	12,725,549	–	12,725,549	3.3
Danish Krone	9,856,489	–	9,856,489	2.5
Swedish Krona	7,766,138	–	7,766,138	2.0
South African Rand	3,207,319	–	3,207,319	0.8
Indonesian Rupiah	737,779	–	737,779	0.2
	381,091,338	–	381,091,338	98.2

December 31, 2017				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	217,927,316	–	217,927,316	54.6
European Euro	52,918,516	–	52,918,516	13.3
Japanese Yen	45,467,302	–	45,467,302	11.4
Hong Kong Dollar	19,888,009	–	19,888,009	5.0
British Pound	16,371,546	–	16,371,546	4.1
Danish Krone	11,077,792	–	11,077,792	2.8
Swiss Franc	10,417,017	–	10,417,017	2.6
Swedish Krona	9,678,225	–	9,678,225	2.4
	383,745,723	–	383,745,723	96.2

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$38,109,134 or 9.8% (December 31, 2017 – \$38,374,574 or 9.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those

arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 98.2% (December 31, 2017 – 96.1%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$38,116,460 (December 31, 2017 – \$38,344,514). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Denmark	2.5	2.8
Finland	1.5	1.0
France	3.6	3.6
Germany	5.1	5.4
Hong Kong	3.3	5.0
Indonesia	0.2	–
Italy	1.3	1.3
Japan	11.6	11.4
South Africa	0.9	–
Spain	1.2	2.0
Sweden	2.0	2.4
Switzerland	4.4	2.6
United Kingdom	6.5	4.1
United States	54.1	54.5

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	209,779,550	171,385,052	–	381,164,602
	209,779,550	171,385,052	–	381,164,602
Unrealized loss on currency spot contracts	–	(9,936)	–	(9,936)
	209,779,550	171,375,116	–	381,154,666

December 31, 2017	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	217,778,316	165,666,817	–	383,445,133
	217,778,316	165,666,817	–	383,445,133

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private Global Infrastructure Pool (Unaudited)

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	278,657,957	—
Derivatives	5,849	—
Cash	7,570,830	150,000
Receivable for securities sold	3,666,906	—
Subscriptions receivable	1,082,279	—
Accrued investment income and other	1,664,109	—
	<u>292,647,930</u>	<u>150,000</u>
LIABILITIES		
Current liabilities		
Management fee payable	86,865	—
Payable for securities purchased	2,374,605	—
Redemptions payable	174,601	—
Accrued expenses	35,635	—
	<u>2,671,706</u>	<u>—</u>
Net assets attributable to holders of redeemable units	<u>289,976,224</u>	<u>150,000</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	83,335,420	75,000
Series M	<u>206,640,804</u>	<u>75,000</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	10.23	10.00
Series M	<u>10.21</u>	<u>10.00</u>

STATEMENT OF COMPREHENSIVE INCOME

For the period ended June 30 (note 1),

(in dollars except average units)	2018
INCOME	
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	
Dividends	5,033,352
Interest for distribution purposes	53,935
Net realized gain (loss) on non-derivative financial assets	1,016,396
Change in unrealized gain (loss) on non-derivative financial assets	4,136,545
Change in unrealized gain (loss) on derivatives	5,849
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>10,246,077</u>
Net realized and unrealized foreign currency translation gain (loss)	51,968
Other income	276
Total income (loss), net	<u>10,298,321</u>
EXPENSES	
Management fees (note 5)	398,591
Fixed administration fees (note 6)	137,423
Independent Review Committee fees	587
Interest expense and bank overdraft charges	511
Foreign withholding taxes/tax reclaims	569,940
Harmonized Sales Tax/Goods and Services Tax	55,700
Transaction costs	131,769
Total expenses	<u>1,294,521</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>9,003,800</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES	
Pinnacle Series	3,862,379
Series M	<u>5,141,421</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]	
Pinnacle Series	0.81
Series M	<u>0.31</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES	
Pinnacle Series	4,792,013
Series M	<u>16,575,933</u>

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended June 30 (note 1),

(in dollars)	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD	
Pinnacle Series Series M	75,000
	<u>75,000</u>
	150,000
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS	
Pinnacle Series Series M	3,862,379
	<u>5,141,421</u>
	9,003,800
REDEEMABLE UNIT TRANSACTIONS	
Proceeds from issue	
Pinnacle Series Series M	82,114,491
	<u>210,400,608</u>
Payments on redemption	
Pinnacle Series Series M	(2,716,450)
	<u>(8,976,225)</u>
	280,822,424
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	
Pinnacle Series Series M	83,260,420
	<u>206,565,804</u>
	289,826,224
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD	
Pinnacle Series Series M	83,335,420
	<u>206,640,804</u>
	289,976,224

STATEMENT OF CASH FLOWS

For the period ended June 30 (note 1),

(in dollars)	2018
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase (decrease) in net assets attributable to holders of redeemable units	9,003,800
Adjustments for:	
Net realized (gain) loss on non-derivative financial assets	(1,016,396)
Unrealized foreign currency translation (gain) loss	4,727
Change in unrealized (gain) loss on non-derivative financial assets	(4,136,545)
Change in unrealized (gain) loss on derivatives	(5,849)
Purchases of portfolio investments	(320,166,500)
Proceeds from sale of portfolio investments	45,369,184
Accrued investment income and other	(1,664,109)
Accrued expenses and other payables	122,500
Net cash provided by (used in) operating activities	<u>(272,489,188)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	291,432,820
Amounts paid on redemption of redeemable units	(11,518,075)
Net cash provided by (used in) financing activities	<u>279,914,745</u>
Unrealized foreign currency translation gain (loss)	(4,727)
Net increase (decrease) in cash	7,425,557
Cash (bank overdraft), beginning of period	150,000
CASH (BANK OVERDRAFT), END OF PERIOD	<u>7,570,830</u>
Interest paid ⁽¹⁾	511
Interest received, net of withholding taxes ⁽¹⁾	53,935
Dividends received, net of withholding taxes ⁽¹⁾	2,799,304

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.1%			
Australia – 6.2%			
Transurban Group	1,535,370	17,890,265	17,922,049
Brazil – 2.8%			
CCR S.A.	2,396,000	11,233,417	8,229,122
Canada – 12.1%			
Canadian Pacific Railway Limited	19,130	4,370,221	4,608,800
Enbridge Inc.	240,448	11,258,933	11,301,057
Gibson Energy Inc.	110,281	1,880,591	1,933,226
Hydro One Limited	224,000	4,791,669	4,488,960
TransCanada Corporation	224,764	12,576,540	12,784,576
		<u>34,877,954</u>	<u>35,116,619</u>
France – 1.7%			
Getlink SE	75,932	1,295,290	1,368,356
Vinc.i SA	27,091	3,527,562	3,420,035
		<u>4,822,852</u>	<u>4,788,391</u>
Hong Kong – 3.5%			
China Merchants Port Holdings Co., Ltd.	748,000	2,445,360	1,985,175
COSCO SHIPPING Ports Ltd.	2,106,000	2,795,965	2,292,106
Jiangsu Expressway Co., Ltd., Class H	3,720,000	7,112,784	5,809,586
		<u>12,354,109</u>	<u>10,086,867</u>
Italy – 5.0%			
Atlantia SpA	373,413	15,158,483	14,491,886
Japan – 7.2%			
East Japan Railway Company	103,200	13,051,073	12,995,026
Osaka Gas Co., Ltd.	217,500	5,525,804	5,916,131
West Japan Railway Company	20,700	2,030,468	2,004,680
		<u>20,607,345</u>	<u>20,915,837</u>
Mexico – 0.5%			
Promotora y Operadora de Infraestructura S.A.B. de C.V.	126,300	1,623,834	1,484,010
Spain – 1.7%			
Aena S.A.	8,727	2,315,979	2,080,797
Ferrovial S.A.	104,666	2,820,669	2,820,354
		<u>5,136,648</u>	<u>4,901,151</u>
United Kingdom – 6.7%			
National Grid PLC	800,387	11,519,251	11,637,793
Severn Trent PLC	117,899	4,120,025	4,044,296
SSE PLC	163,334	3,711,687	3,835,200
		<u>19,350,963</u>	<u>19,517,289</u>
United States – 48.7%			
Alliant Energy Corporation	102,113	5,199,934	5,683,539
American Electric Power Company, Inc.	23,521	2,042,803	2,142,238
American Tower Corporation	76,954	13,285,609	14,591,444
Crown Castle International Corporation	81,370	10,885,245	11,538,671
CSX Corporation	16,037	1,155,677	1,345,240
Dominion Resources, Inc.	232,704	20,585,111	20,866,663
Eergy Inc.	175,460	11,629,483	12,957,465
Kinder Morgan Inc.	735,530	16,665,782	17,093,425
NextEra Energy, Inc.	64,202	12,505,482	14,103,769
NISource Inc.	129,776	3,937,466	4,485,511
Norfolk Southern Corporation	25,954	4,807,028	5,149,907
PG&E Corporation	125,981	6,945,196	7,051,781
Portland General Electric Co.	42,611	2,287,060	2,396,357
Southern Company	240,491	13,533,375	14,647,576
UGI Corporation	104,423	6,000,291	7,151,150
		<u>131,465,542</u>	<u>141,204,736</u>
Transaction Costs		(89,365)	
TOTAL INVESTMENT PORTFOLIO		<u>274,432,047</u>	278,657,957
OTHER ASSETS, LESS LIABILITIES – 3.9%			11,318,267
NET ASSETS – 100.0%			<u>289,976,224</u>

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's objective is to generate inflation protected income and long term capital growth by investing in equity securities issued by companies around the world that own or operate infrastructure assets.

Risks associated with financial instruments (note 4)

Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the table below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable. The Fund did not have any exposure to currency risk as at December 31, 2017.

Currency	June 30, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	143,441,167	–	143,441,167	49.5
European Euro	24,743,407	–	24,743,407	8.5
Japanese Yen	20,744,161	–	20,744,161	7.2
British Pound	20,037,713	–	20,037,713	6.9
Australian Dollar	18,226,485	–	18,226,485	6.3
Hong Kong Dollar	10,824,570	–	10,824,570	3.7
Brazilian Real	7,773,113	–	7,773,113	2.7
Mexican Peso	1,523,458	–	1,523,458	0.5
	247,314,074	–	247,314,074	85.3

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$24,731,407 or 8.5% (December 31, 2017 – nil. or 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 96.1% (December 31, 2017 – 0.0%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$27,865,796 (December 31, 2017 – nil). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Australia	6.2	–
Brazil	2.8	–
Canada	12.1	–
France	1.7	–
Hong Kong	3.5	–
Italy	5.0	–
Japan	7.2	–
Mexico	0.5	–
Spain	1.7	–
United Kingdom	6.7	–
United States	48.7	–

Fair Value Classification (note 2)

The table below illustrates the classification of the Fund's financial instruments within the fair value hierarchy.

The fund did not hold any portfolio securities as at December 31, 2017.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	186,034,487	92,623,470	–	278,657,957
Unrealized gain on currency spot contracts	–	5,849	–	5,849
	186,034,487	92,629,319	–	278,663,806

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	305,233,825	337,671,520
Cash	6,945,163	11,781,062
Receivable for securities sold	2,090,803	–
Subscriptions receivable	51,600	1,640,419
Accrued investment income and other	1,563,253	1,103,292
	<u>315,884,644</u>	<u>352,196,293</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	88	–
Management fee payable	618	–
Payable for securities purchased	361,126	–
Redemptions payable	816,340	117,491
Accrued expenses	16,667	–
	<u>1,194,839</u>	<u>117,491</u>
Net assets attributable to holders of redeemable units	<u>314,689,805</u>	<u>352,078,802</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	112,129,095	163,163,252
Series F	689,807	763,944
Series I	201,870,903	188,151,606
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	18.44	17.60
Series F	18.05	17.32
Series I	19.13	18.25

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	5,372,435	4,493,240
Interest for distribution purposes	162,955	144,996
Net realized gain (loss) on non-derivative financial assets	(6,450,233)	5,848,594
Change in unrealized gain (loss) on non-derivative financial assets	14,866,798	(2,194,421)
Change in unrealized gain (loss) on derivatives	(88)	(3,362)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>13,951,867</u>	<u>8,289,047</u>
Securities lending (note 11)	2,913	1,457
Net realized and unrealized foreign currency translation gain (loss)	20,919	(933,551)
Other income	–	1,007
Total income (loss), net	<u>13,975,699</u>	<u>7,357,960</u>
EXPENSES		
Management fees (note 5)	3,735	4,226
Fixed administration fees (note 6)	101,900	111,777
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	2,865	–
Foreign withholding taxes/tax reclaims	392,903	574,348
Harmonized Sales Tax/Goods and Services Tax	10,368	11,387
Transaction costs	581,633	632,651
Total expenses	<u>1,093,991</u>	<u>1,334,965</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>12,881,708</u>	<u>6,022,995</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	3,207,879	2,900,985
Series F	29,565	8,209
Series I	<u>9,644,264</u>	<u>3,113,801</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	0.42	0.34
Series F	0.67	0.17
Series I	<u>0.91</u>	<u>0.33</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	7,647,374	8,634,634
Series F	43,875	48,296
Series I	<u>10,556,870</u>	<u>9,489,268</u>

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	163,163,252	151,089,747
Series F	763,944	940,882
Series I	188,151,606	166,930,671
	<u>352,078,802</u>	<u>318,961,300</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	3,207,879	2,900,985
Series F	29,565	8,209
Series I	9,644,264	3,113,801
	<u>12,881,708</u>	<u>6,022,995</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	14,631,152	18,744,289
Series F	81,572	25,603
Series I	8,960,287	12,396,645
Payments on redemption		
Pinnacle Series	(68,873,188)	(15,906,829)
Series F	(185,274)	(183,646)
Series I	(4,885,254)	(1,294,900)
	<u>(50,270,705)</u>	<u>13,781,162</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(51,034,157)	5,738,445
Series F	(74,137)	(149,834)
Series I	13,719,297	14,215,546
	<u>(37,388,997)</u>	<u>19,804,157</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	112,129,095	156,828,192
Series F	689,807	791,048
Series I	201,870,903	181,146,217
	<u>314,689,805</u>	<u>338,765,457</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	12,881,708	6,022,995
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	6,450,233	(5,848,594)
Unrealized foreign currency translation (gain) loss	14,570	405,250
Change in unrealized (gain) loss on non-derivative financial assets	(14,866,798)	2,194,421
Change in unrealized (gain) loss on derivatives	88	3,362
Purchases of portfolio investments	(320,218,276)	(357,560,253)
Proceeds from sale of portfolio investments	359,342,858	342,597,840
Accrued investment income and other	(459,961)	396,289
Accrued expenses and other payables	17,285	21,791
Net cash provided by (used in) operating activities	<u>43,161,707</u>	<u>(11,766,899)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	25,261,831	30,845,585
Amounts paid on redemption of redeemable units	(73,244,867)	(16,934,905)
Net cash provided by (used in) financing activities	<u>(47,983,036)</u>	<u>13,910,680</u>
Unrealized foreign currency translation gain (loss)	(14,570)	(405,250)
Net increase (decrease) in cash	(4,821,329)	2,143,781
Cash (bank overdraft), beginning of period	11,781,062	14,850,739
CASH (BANK OVERDRAFT), END OF PERIOD	<u>6,945,163</u>	<u>16,589,270</u>
Interest paid ⁽¹⁾	2,865	–
Interest received, net of withholding taxes ⁽¹⁾	162,955	137,624
Dividends received, net of withholding taxes ⁽¹⁾	4,519,555	4,322,552

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 97.0%			
Australia – 2.8%			
Dexus Property Group	383,226	3,615,369	3,632,125
Goodman Group	537,399	4,313,750	5,042,007
		<u>7,929,119</u>	<u>8,674,132</u>
Canada – 1.9%			
Killam Apartment Real Estate Investment Trust	274,000	3,807,619	4,104,520
RioCan Real Estate Investment Trust	82,100	2,006,425	1,982,715
		<u>5,814,044</u>	<u>6,087,235</u>
France – 1.1%			
Gecina SA	15,381	3,168,097	3,380,472
Germany – 5.0%			
Alstria Office Real Estate Investment Trust AG	115,622	2,142,322	2,283,421
Aroundtown SA	327,676	3,186,290	3,542,899
Deutsche Wohnen AG-Br	157,516	8,183,706	9,999,496
		<u>13,512,318</u>	<u>15,825,816</u>
Hong Kong – 6.3%			
Cheung Kong Property Holdings Ltd	472,500	4,784,001	4,909,686
Hongkong Land Holdings Limited	397,129	3,583,579	3,736,650
Link Real Estate Investment Trust, The	523,200	5,354,005	6,255,513
Sun Hung Kai Properties Limited	60,341	1,265,386	1,190,602
Wharf Real Estate Investment Co., Ltd.	384,000	3,415,390	3,586,115
		<u>18,402,361</u>	<u>19,678,566</u>
Japan – 10.9%			
Daiwa Office Investment Corporation	582	4,041,674	4,398,523
Japan Prime Realty Investment Corporation	480	2,203,051	2,293,413
Japan Rental Housing Investments Inc.	3,467	3,323,966	3,667,973
Kenedix Office Investment Corporation	475	3,694,145	3,883,219
Mitsui Fudosan Co., Ltd.	292,400	9,217,710	9,266,887
Sumitomo Realty & Development Co., Ltd.	138,000	5,767,830	6,678,763
Tokyo Tatemono Co., Ltd.	51,800	1,036,309	934,216
United Urban Investment Corporation	1,498	3,017,803	3,060,581
		<u>32,302,488</u>	<u>34,183,575</u>
Netherlands – 0.4%			
Unibail-Rodamco SE & WFD Unibail-Rodamco NV	4,221	1,304,585	1,221,633
Singapore – 1.5%			
CapitaLand Ltd.	745,500	2,538,384	2,269,761
Mapletree Commercial Trust	1,642,113	2,392,630	2,489,648
		<u>4,931,014</u>	<u>4,759,409</u>
Spain – 1.5%			
Inmobiliaria Colonial Socimi SA	134,717	1,685,688	1,955,486
Merlin Properties Socimi S.A.	149,953	2,546,178	2,862,967
		<u>4,231,866</u>	<u>4,818,453</u>
Sweden – 0.8%			
Fabege AB	160,714	2,166,993	2,518,973
United Kingdom – 6.9%			
Assura PLC	4,032,119	4,198,724	4,026,545
Grainiger PLC	1,502,960	6,921,645	8,023,907
Great Portland Estates PLC	223,058	2,678,449	2,762,289
Green REIT PLC	1,474,894	3,275,822	3,388,677
Unite Group PLC	236,970	2,914,903	3,538,129
		<u>19,989,543</u>	<u>21,739,547</u>
United States – 57.9%			
Alexandria Real Estate Equities, Inc.	10,501	1,632,580	1,742,525
American Tower Corporation	16,789	2,990,483	3,183,405
Apartment Investment & Management Company	68,802	3,548,243	3,827,662
AvalonBay Communities Inc.	22,102	4,795,138	4,996,597
Boston Properties Inc.	12,744	1,953,861	2,102,155
Brookdale Senior Living Inc.	1,261,930	16,178,729	15,086,598

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
United States (cont'd)			
Camden Property Trust	33,009	3,763,913	3,956,270
Columbia Property Trust Inc.	157,962	4,456,395	4,718,043
CubeSmart	135,362	4,858,912	5,736,070
Developers Diversified Realty Corporation	100,664	2,049,467	2,369,842
Digital Realty Trust Inc.	8,909	1,252,516	1,307,397
Duke Realty Corporation	131,923	4,445,187	5,036,858
Equinix Inc.	5,716	3,152,236	3,231,780
Equity LifeStyle Properties Inc.	31,593	3,484,039	3,818,551
Equity Residential Real Estate Investment Trust	73,851	6,027,618	6,186,141
Essex Property Trust, Inc.	10,210	2,985,379	3,210,281
Extra Space Storage Inc	43,208	4,603,052	5,671,924
Forest City Realty Trust Inc.	48,916	1,303,991	1,467,467
HCP, Inc. Real Estate Investment Trust	72,936	2,426,522	2,476,797
Host Hotels & Resorts Inc.	209,621	5,215,696	5,808,868
Hudson Pacific Properties Inc.	35,029	1,535,411	1,632,266
Invitation Homes Inc.	147,061	4,122,177	4,460,145
Kilroy Realty Corporation	34,507	3,176,062	3,432,819
Liberty Property Trust	58,430	3,180,586	3,406,636
MGM Growth Properties LLC	76,110	2,532,472	3,049,045
National Retail Properties Inc.	61,368	3,152,480	3,548,067
Omega Healthcare Investors Inc.	53,969	2,048,444	2,200,383
Park Hotels & Resorts Inc.	89,919	3,341,425	3,622,352
ProLogis	105,112	8,190,522	9,081,210
Public Storage Real Estate Investment Trust	12,696	3,368,238	3,788,061
Regency Centers Corporation	24,827	1,987,360	2,027,067
Retail Properties of America Inc.	112,422	1,856,918	1,889,619
Rexford Industrial Realty Inc.	92,529	3,496,559	3,819,982
RLJ Lodging Trust	88,530	2,487,375	2,567,386
Sabra Health Care Real Estate Investment Trust Inc.	88,225	2,207,893	2,521,410
SBA Communications Corporation, Class A	13,433	2,774,632	2,917,191
Simon Property Group Inc.	42,290	8,969,749	9,465,943
SL Green Realty Corporation	27,643	3,508,921	3,654,879
Store Capital Corporation	161,217	5,249,790	5,809,698
Sun Communities Inc.	34,934	4,091,253	4,497,120
Sunstone Hotel Investors, Inc.	156,674	3,152,025	3,424,681
UDR Inc.	60,164	2,861,768	2,970,456
Vornado Realty Trust Real Estate Investment Trust	56,206	5,142,318	5,464,328
Weingarten Realty Investors	61,984	2,356,541	2,511,675
Welltower Inc.	56,378	4,153,604	4,648,364
		<u>170,068,480</u>	<u>182,346,014</u>
Transaction Costs		(290,333)	
TOTAL INVESTMENT PORTFOLIO		<u>283,530,575</u>	305,233,825
OTHER ASSETS, LESS LIABILITIES – 3.0%			9,455,980
NET ASSETS – 100.0%			<u>314,689,805</u>

The accompanying notes are an integral part of the financial statements.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's objective is to achieve superior long term returns through income and capital growth, by investing primarily in U.S., Canadian and non-North American real estate stocks and real estate investment trusts (REITs).

Risks associated with financial instruments (note 4)
Interest rate risk

The majority of the Fund's financial instruments were non-interest bearing as at June 30, 2018 and December 31, 2017. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

The Fund's exposure to currency risk is summarized in the tables below. Amounts shown are based on the carrying value of monetary and non-monetary assets and liabilities of the Fund net of currency contracts, as applicable.

June 30, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	194,086,097	–	194,086,097	61.7
Japanese Yen	34,485,728	–	34,485,728	11.0
European Euro	29,192,554	–	29,192,554	9.3
British Pound	18,506,726	–	18,506,726	5.9
Hong Kong Dollar	16,092,819	–	16,092,819	5.1
Australian Dollar	8,794,659	–	8,794,659	2.8
Singapore Dollar	4,777,301	–	4,777,301	1.5
Swedish Krona	2,518,973	–	2,518,973	0.8
	308,454,857	–	308,454,857	98.1

December 31, 2017				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US Dollar	201,069,628	–	201,069,628	57.1
European Euro	43,349,888	–	43,349,888	12.3
British Pound	27,172,382	–	27,172,382	7.7
Hong Kong Dollar	22,332,878	–	22,332,878	6.3
Japanese Yen	21,407,467	–	21,407,467	6.1
Singapore Dollar	12,989,311	–	12,989,311	3.7
Australian Dollar	9,323,394	–	9,323,394	2.6
	337,644,948	–	337,644,948	95.8

If the Canadian dollar strengthened or weakened by 10% in relation to all other currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by \$30,845,486 or 9.8% (December 31, 2017 – \$33,764,495 or 9.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a

market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 97.0% (December 31, 2017 – 95.9%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$30,523,383 (December 31, 2017 – \$33,767,152). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund had no significant exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2018 or December 31, 2017.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Australia	2.8	2.6
Canada	1.9	2.8
France	1.1	1.8
Germany	5.0	5.2
Hong Kong	6.3	7.3
Japan	10.9	6.0
Netherlands	0.4	0.8
Singapore	1.5	3.7
Spain	1.5	2.6
Sweden	0.8	–
United Kingdom	6.9	9.6
United States	57.9	53.5

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
June 30, 2018				
Equities	188,433,249	116,800,576	–	305,233,825
	188,433,249	116,800,576	–	305,233,825
Unrealized loss on currency spot contracts	–	(88)	–	(88)
	188,433,249	116,800,488	–	305,233,737

	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
December 31, 2017				
Equities	198,350,270	139,321,250	–	337,671,520
	198,350,270	139,321,250	–	337,671,520

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2018 or December 31, 2017.

Comparison of net asset value per unit and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Pinnacle Income Portfolio (Unaudited)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	5,039,034	5,653,680
Cash	–	15,007
Receivable for securities sold	52,300	9,800
Accrued investment income and other	20	14
	<u>5,091,354</u>	<u>5,678,501</u>
LIABILITIES		
Current liabilities		
Bank overdraft	35,991	–
Management fee payable	8,305	–
Redemptions payable	400	400
Accrued expenses	1,260	–
	<u>45,956</u>	<u>400</u>
Net assets attributable to holders of redeemable units	<u>5,045,398</u>	<u>5,678,101</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Series A	5,045,398	5,678,101
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Series A	<u>12.38</u>	<u>12.39</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	20	1,343
Interest for distribution purposes	60,456	91,468
Net realized gain (loss) on non-derivative financial assets	68,221	109,914
Change in unrealized gain (loss) on non-derivative financial assets	(75,352)	51,097
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>53,345</u>	<u>253,822</u>
Other income	–	179
Total income (loss), net	<u>53,345</u>	<u>254,001</u>
EXPENSES		
Management fees (note 5)	48,725	82,462
Fixed administration fees (note 6)	3,951	6,686
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	73	84
Harmonized Sales Tax/Goods and Services Tax	5,357	8,817
Total expenses	<u>58,693</u>	<u>98,625</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>(5,348)</u>	<u>155,376</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Series A	<u>(5,348)</u>	<u>155,376</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Series A	<u>(0.01)</u>	<u>0.21</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Series A	<u>428,574</u>	<u>733,633</u>

[†] The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Series A	5,678,101	9,429,686
	<u>5,678,101</u>	<u>9,429,686</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Series A	(5,348)	155,376
	<u>(5,348)</u>	<u>155,376</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Series A	112,771	118,133
Payments on redemption		
Series A	(740,126)	(1,272,524)
	<u>(627,355)</u>	<u>(1,154,391)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Series A	(632,703)	(999,015)
	<u>(632,703)</u>	<u>(999,015)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Series A	5,045,398	8,430,671
	<u>5,045,398</u>	<u>8,430,671</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units		
	(5,348)	155,376
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(68,221)	(109,914)
Change in unrealized (gain) loss on non-derivative financial assets	75,352	(51,097)
Non-cash transactions	(60,055)	(92,733)
Purchases of portfolio investments	(18,930)	(9,999)
Proceeds from sale of portfolio investments	644,000	1,102,099
Accrued investment income and other	(6)	4
Accrued expenses and other payables	9,565	15,923
Net cash provided by (used in) operating activities	<u>576,357</u>	<u>1,009,659</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units		
	112,771	118,133
Amounts paid on redemption of redeemable units		
	(740,126)	(1,097,784)
Net cash provided by (used in) financing activities	<u>(627,355)</u>	<u>(979,651)</u>
Net increase (decrease) in cash	(50,998)	30,008
Cash (bank overdraft), beginning of period	15,007	1,339
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(35,991)</u>	<u>31,347</u>
Interest paid ⁽¹⁾	73	84
Interest received, net of withholding taxes ⁽¹⁾	415	80

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Units	Average Cost (\$)	Carrying Value (\$)
CANADIAN EQUITY FUNDS – 11.1%			
Scotia Private Canadian Growth Pool Series I [†]	12,379	155,259	228,694
Scotia Private Canadian Small Cap Pool Series I [†]	3,681	117,734	153,468
Scotia Private Canadian Value Pool Series I [†]	6,991	129,103	179,699
		402,096	561,861
FIXED INCOME FUNDS – 70.0%			
Scotia Private American Core-Plus Bond Pool Series I [†]	82,478	705,983	757,316
Scotia Private High Yield Income Pool Series I [†]	58,582	522,728	509,263
Scotia Private Income Pool Series I [†]	215,247	2,366,550	2,266,400
		3,595,261	3,532,979
FOREIGN EQUITY FUNDS – 18.7%			
Scotia Private Emerging Markets Pool Series I [†]	8,221	76,651	95,100
Scotia Private Global Real Estate Pool Series I [†]	10,490	130,926	200,618
Scotia Private International Equity Pool Series I [†]	12,560	154,059	175,432
Scotia Private International Small to Mid Cap Value Pool Series I [†]	2,722	44,646	100,270
Scotia Private U.S. Large Cap Growth Pool Series I [†]	5,555	105,698	148,632
Scotia Private U.S. Mid Cap Value Pool Series I [†]	5,585	87,433	112,648
Scotia Private U.S. Value Pool Series I [†]	6,501	70,990	111,494
		670,403	944,194
TOTAL INVESTMENT PORTFOLIO		4,667,760	5,039,034
OTHER ASSETS, LESS LIABILITIES – 0.2%			6,364
NET ASSETS – 100.0%			5,045,398

† These securities are investments in related parties (note 10).

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's objective is to generate current income and long-term capital growth, with a bias towards income. It invests primarily in a mix of equity and income mutual funds managed by us.

The Fund invests primarily in funds managed by the Manager and/or by the third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

Risk associated with financial instruments (note 4)

Interest rate risk

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

Currency risk

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 99.8% (December 31, 2017 – 99.6%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$503,903 (December 31, 2017 – \$565,368). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, derivatives, money market instruments or preferred shares.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of

the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Canadian Equity Funds	11.1	11.0
Fixed Income Funds	70.0	69.9
Foreign Equity Funds	18.7	18.7

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Underlying funds	5,039,034	–	–	5,039,034
	5,039,034	–	–	5,039,034

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Underlying funds	5,653,680	–	–	5,653,680
	5,653,680	–	–	5,653,680

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Income Pool Series I	2,266,400	0.4
Scotia Private Canadian Growth Pool Series I	228,694	0.1
Scotia Private Canadian Value Pool Series I	179,699	0.1
Scotia Private American Core-Plus Bond Pool Series I	757,316	0.1
Scotia Private Global Real Estate Pool Series I	200,618	0.1
Scotia Private International Small to Mid Cap Value Pool Series I	100,270	0.1
Scotia Private U.S. Mid Cap Value Pool Series I	112,648	0.1
Scotia Private U.S. Value Pool Series I	111,494	0.1
Scotia Private Canadian Small Cap Pool Series I	153,468	0.0
Scotia Private High Yield Income Pool Series I	509,263	0.0
Scotia Private Emerging Markets Pool Series I	95,100	0.0
Scotia Private International Equity Pool Series I	175,432	0.0
Scotia Private U.S. Large Cap Growth Pool Series I	148,632	0.0
	5,039,034	–

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Underlying Fund	December 31, 2017	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Income Pool Series I	2,553,721	0.5
Scotia Private Canadian Growth Pool Series I	254,104	0.1
Scotia Private Canadian Value Pool Series I	197,916	0.1
Scotia Private American Core-Plus Bond Pool Series I	848,399	0.1
Scotia Private Global Real Estate Pool Series I	223,059	0.1
Scotia Private International Small to Mid Cap Value Pool Series I	113,851	0.1
Scotia Private U.S. Large Cap Growth Pool Series I	164,823	0.1
Scotia Private U.S. Mid Cap Value Pool Series I	125,130	0.1
Scotia Private U.S. Value Pool Series I	126,348	0.1
Scotia Private Canadian Small Cap Pool Series I	169,983	0.0
Scotia Private High Yield Income Pool Series I	566,964	0.0
Scotia Private Emerging Markets Pool Series I	113,352	0.0
Scotia Private International Equity Pool Series I	196,030	0.0
	5,653,680	-

Comparison of net asset value and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	42,189,961	55,009,871
Cash	47,398	71,379
Receivable for securities sold	136,500	90,000
Subscriptions receivable	457	37,838
Accrued investment income and other	173	48
	<u>42,374,489</u>	<u>55,209,136</u>
LIABILITIES		
Current liabilities		
Management fee payable	78,509	–
Redemptions payable	45,602	88,437
Accrued expenses	3,578	–
	<u>127,689</u>	<u>88,437</u>
Net assets attributable to holders of redeemable units	<u>42,246,800</u>	<u>55,120,699</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Series A	42,246,800	55,120,699
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Series A	15.09	14.96

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
INCOME		
Dividends	175	9,807
Interest for distribution purposes	306,098	383,544
Net realized gain (loss) on non-derivative financial assets	2,429,301	1,189,805
Change in unrealized gain (loss) on non-derivative financial assets	(1,827,708)	261,564
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	907,866	1,844,720
Other income	149	241
Total income (loss), net	<u>908,015</u>	<u>1,844,961</u>
EXPENSES		
Management fees (note 5)	491,962	671,737
Fixed administration fees (note 6)	18,741	25,590
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	366	117
Harmonized Sales Tax/Goods and Services Tax	47,189	64,433
Total expenses	<u>558,845</u>	<u>762,453</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>349,170</u>	<u>1,082,508</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Series A	349,170	1,082,508
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Series A	0.11	0.24
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Series A	<u>3,142,231</u>	<u>4,437,455</u>

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Series A	55,120,699	65,444,592
	<u>55,120,699</u>	<u>65,444,592</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Series A	349,170	1,082,508
	<u>349,170</u>	<u>1,082,508</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Series A	1,063,642	3,034,850
Payments on redemption		
Series A	(14,286,711)	(8,407,817)
	<u>(13,223,069)</u>	<u>(5,372,967)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Series A	(12,873,899)	(4,290,459)
	<u>(12,873,899)</u>	<u>(4,290,459)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Series A	42,246,800	61,154,133
	<u>42,246,800</u>	<u>61,154,133</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units		
	349,170	1,082,508
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(2,429,301)	(1,189,805)
Change in unrealized (gain) loss on non-derivative financial assets	1,827,708	(261,564)
Non-cash transactions	(305,398)	(392,837)
Purchases of portfolio investments	(35,999)	(796,000)
Proceeds from sale of portfolio investments	13,716,400	5,875,606
Accrued investment income and other	(125)	(7)
Accrued expenses and other payables	82,087	119,592
Net cash provided by (used in) operating activities	<u>13,204,542</u>	<u>4,437,493</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units		
	1,101,023	3,667,569
Amounts paid on redemption of redeemable units		
	(14,329,546)	(7,981,428)
Net cash provided by (used in) financing activities	<u>(13,228,523)</u>	<u>(4,313,859)</u>
Net increase (decrease) in cash		
	(23,981)	123,634
Cash (bank overdraft), beginning of period		
	71,379	186,565
CASH (BANK OVERDRAFT), END OF PERIOD		
	<u>47,398</u>	<u>310,199</u>
Interest paid ⁽¹⁾		
	366	117
Interest received, net of withholding taxes ⁽¹⁾		
	750	509

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Units	Average Cost (\$)	Carrying Value (\$)
CANADIAN EQUITY FUNDS – 30.0%			
Scotia Private Canadian Growth Pool Series I†	274,143	3,593,276	5,064,743
Scotia Private Canadian Mid Cap Pool Series I†	90,718	1,382,032	1,901,235
Scotia Private Canadian Small Cap Pool Series I†	45,606	1,218,520	1,901,197
Scotia Private Canadian Value Pool Series I†	148,738	2,814,277	3,823,048
		<u>9,008,105</u>	<u>12,690,223</u>
FIXED INCOME FUNDS – 40.3%			
Scotia Private High Yield Income Pool Series I†	487,974	4,537,293	4,242,007
Scotia Private Income Pool Series I†	1,214,448	13,336,700	12,787,282
		<u>17,873,993</u>	<u>17,029,289</u>
FOREIGN EQUITY FUNDS – 29.5%			
Scotia Private Emerging Markets Pool Series I†	69,924	685,776	808,921
Scotia Private Global Real Estate Pool Series I†	131,272	1,897,342	2,510,583
Scotia Private International Equity Pool Series I†	236,440	2,766,493	3,302,552
Scotia Private International Small to Mid Cap Value Pool Series I†	22,693	382,210	835,777
Scotia Private U.S. Large Cap Growth Pool Series I†	78,193	723,183	2,092,308
Scotia Private U.S. Mid Cap Value Pool Series I†	72,770	1,141,254	1,467,765
Scotia Private U.S. Value Pool Series I†	84,694	1,006,774	1,452,543
		<u>8,603,032</u>	<u>12,470,449</u>
TOTAL INVESTMENT PORTFOLIO		<u>35,485,130</u>	42,189,961
OTHER ASSETS, LESS LIABILITIES – 0.2%			56,839
NET ASSETS – 100.0%			<u>42,246,800</u>

† These securities are investments in related parties (note 10).

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's objective is to achieve a balance of long-term capital growth and current income. It invests primarily in a mix of equity and income mutual funds managed by us.

The Fund invests primarily in funds managed by the Manager and/or by the third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

Risk associated with financial instruments (note 4)

Interest rate risk

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

Currency risk

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 99.8% (December 31, 2017 – 99.8%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$4,218,996 (December 31, 2017 – \$5,500,987). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, derivatives, money market instruments or preferred shares.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of

the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Canadian Equity Funds	30.0	30.1
Fixed Income Funds	40.3	40.0
Foreign Equity Funds	29.5	29.7

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Underlying funds	42,189,961	–	–	42,189,961
	42,189,961	–	–	42,189,961

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Underlying funds	55,009,871	–	–	55,009,871
	55,009,871	–	–	55,009,871

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Income Pool Series I	12,787,282	2.3
Scotia Private Canadian Growth Pool Series I	5,064,743	2.2
Scotia Private Canadian Value Pool Series I	3,823,048	1.8
Scotia Private Canadian Mid Cap Pool Series I	1,901,235	1.5
Scotia Private U.S. Mid Cap Value Pool Series I	1,467,765	1.3
Scotia Private International Small to Mid Cap Value Pool Series I	835,777	1.1
Scotia Private U.S. Value Pool Series I	1,452,543	1.1
Scotia Private Global Real Estate Pool Series I	2,510,583	0.8
Scotia Private U.S. Large Cap Growth Pool Series I	2,092,308	0.6
Scotia Private High Yield Income Pool Series I	4,242,007	0.4
Scotia Private International Equity Pool Series I	3,302,552	0.3
Scotia Private Canadian Small Cap Pool Series I	1,901,197	0.2
Scotia Private Emerging Markets Pool Series I	808,921	0.2
	42,189,961	–

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Underlying Fund	December 31, 2017	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Income Pool Series I	16,532,607	3.2
Scotia Private Canadian Growth Pool Series I	6,617,723	2.8
Scotia Private Canadian Mid Cap Pool Series I	2,497,737	2.3
Scotia Private Canadian Value Pool Series I	4,971,438	2.3
Scotia Private U.S. Mid Cap Value Pool Series I	1,900,807	2.0
Scotia Private U.S. Value Pool Series I	1,904,615	1.6
Scotia Private International Small to Mid Cap Value Pool Series I	1,100,710	1.4
Scotia Private U.S. Large Cap Growth Pool Series I	2,713,282	1.0
Scotia Private Global Real Estate Pool Series I	3,300,324	0.9
Scotia Private High Yield Income Pool Series I	5,502,694	0.4
Scotia Private Emerging Markets Pool Series I	1,102,554	0.4
Scotia Private Canadian Small Cap Pool Series I	2,491,561	0.3
Scotia Private International Equity Pool Series I	4,373,819	0.3
	55,009,871	-

Comparison of net asset value and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Pinnacle Growth Portfolio (Unaudited)

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2018	December 31, 2017
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	5,868,426	6,444,601
Cash	43,303	18,642
Receivable for securities sold	78,200	1,900
Accrued investment income and other	28	13
	<u>5,989,957</u>	<u>6,465,156</u>
LIABILITIES		
Current liabilities		
Management fee payable	12,695	–
Redemptions payable	100,000	–
Accrued expenses	1,380	–
	<u>114,075</u>	<u>–</u>
Net assets attributable to holders of redeemable units	<u>5,875,882</u>	<u>6,465,156</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Series A	5,875,882	6,465,156
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Series A	16.20	16.06

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2018	2017
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	14	747
Interest for distribution purposes	21,929	25,399
Net realized gain (loss) on non-derivative financial assets	167,502	313,480
Change in unrealized gain (loss) on non-derivative financial assets	(58,378)	(124,343)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>131,067</u>	<u>215,283</u>
Total income (loss), net	<u>131,067</u>	<u>215,283</u>
EXPENSES		
Management fees (note 5)	73,702	100,473
Fixed administration fees (note 6)	4,606	6,279
Independent Review Committee fees	587	576
Interest expense and bank overdraft charges	48	87
Harmonized Sales Tax/Goods and Services Tax	8,238	10,889
Total expenses	<u>87,181</u>	<u>118,304</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>43,886</u>	<u>96,979</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Series A	43,886	96,979
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Series A	0.11	0.18
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Series A	385,732	546,305

† The increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units from operations per series by the weighted average number of units per series.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Series A	6,465,156	9,150,207
	<u>6,465,156</u>	<u>9,150,207</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Series A	43,886	96,979
	<u>43,886</u>	<u>96,979</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Series A	313,827	387,580
Payments on redemption		
Series A	(946,987)	(1,849,590)
	<u>(633,160)</u>	<u>(1,462,010)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Series A	(589,274)	(1,365,031)
	<u>(589,274)</u>	<u>(1,365,031)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Series A	5,875,882	7,785,176
	<u>5,875,882</u>	<u>7,785,176</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units		
	43,886	96,979
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(167,502)	(313,480)
Change in unrealized (gain) loss on non-derivative financial assets	58,378	124,343
Non-cash transactions	(21,798)	(26,052)
Purchases of portfolio investments	(30,000)	(67,500)
Proceeds from sale of portfolio investments	660,797	1,486,600
Accrued investment income and other	(15)	–
Accrued expenses and other payables	14,075	18,449
Net cash provided by (used in) operating activities	<u>557,821</u>	<u>1,319,339</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units		
Amounts paid on redemption of redeemable units	(846,987)	(1,848,840)
Net cash provided by (used in) financing activities	<u>(533,160)</u>	<u>(1,455,287)</u>
Net increase (decrease) in cash		
Cash (bank overdraft), beginning of period	24,661	(135,948)
	<u>18,642</u>	<u>36,088</u>
CASH (BANK OVERDRAFT), END OF PERIOD	<u>43,303</u>	<u>(99,860)</u>
Interest paid ⁽¹⁾		
	48	87
Interest received, net of withholding taxes ⁽¹⁾		
	130	94

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2018

Issuer	Number of Units	Average Cost (\$)	Carrying Value (\$)
CANADIAN EQUITY FUNDS – 50.2%			
Scotia Private Canadian Growth Pool Series I [†]	63,813	864,869	1,178,938
Scotia Private Canadian Mid Cap Pool Series I [†]	21,206	355,106	444,419
Scotia Private Canadian Small Cap Pool Series I [†]	10,559	301,239	440,171
Scotia Private Canadian Value Pool Series I [†]	34,546	675,896	887,931
		<u>2,197,110</u>	<u>2,951,459</u>
FIXED INCOME FUNDS – 19.9%			
Scotia Private High Yield Income Pool Series I [†]	40,342	370,336	350,698
Scotia Private Income Pool Series I [†]	77,776	856,074	818,923
		<u>1,226,410</u>	<u>1,169,621</u>
FOREIGN EQUITY FUNDS – 29.7%			
Scotia Private Emerging Markets Pool Series I [†]	9,560	92,012	110,598
Scotia Private Global Real Estate Pool Series I [†]	18,227	274,698	348,583
Scotia Private International Equity Pool Series I [†]	33,286	372,367	464,927
Scotia Private International Small to Mid Cap Value Pool Series I [†]	3,229	59,671	118,908
Scotia Private U.S. Large Cap Growth Pool Series I [†]	11,004	108,379	294,446
Scotia Private U.S. Mid Cap Value Pool Series I [†]	10,078	158,514	203,279
Scotia Private U.S. Value Pool Series I [†]	12,047	151,427	206,605
		<u>1,217,068</u>	<u>1,747,346</u>
TOTAL INVESTMENT PORTFOLIO		<u>4,640,588</u>	5,868,426
OTHER ASSETS, LESS LIABILITIES – 0.2%			7,456
NET ASSETS – 100.0%			<u>5,875,882</u>

† These securities are investments in related parties (note 10).

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's objective is to achieve long-term capital growth and provide some current income. It invests primarily in a mix of equity and income mutual funds managed by us.

The Fund invests primarily in funds managed by the Manager and/or by the third party investment managers (the "Underlying Funds"). To ensure the Fund's composition meets the investment objectives of the Fund, the portfolio advisor monitors the Underlying Funds on an ongoing basis and rebalances the Fund's assets among the Underlying Funds.

Risk associated with financial instruments (note 4)

Interest rate risk

The Fund could be exposed to indirect interest rate risk to the extent that the Underlying Funds held financial instruments that were subject to interest rate risk.

Currency risk

The Fund could be exposed to indirect currency risk to the extent that the Underlying Funds held financial instruments that were denominated in a currency other than its functional currency.

Price risk

Price risk is the risk that the carrying value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2018, approximately 99.8% (December 31, 2017 – 99.7%) of the Fund's net assets were exposed to price risk. If prices of these instruments had decreased or increased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased, respectively, by approximately \$586,843 (December 31, 2017 – \$644,460). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund could be exposed to indirect credit risk to the extent that the Underlying Funds invested in bonds and debentures, derivatives, money market instruments or preferred shares.

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset type or industry sector, as applicable. The table below is a summary of

the Fund's concentration risk by carrying value as a percentage of net assets:

	Percentage of net assets (%)	
	June 30, 2018	December 31, 2017
Canadian Equity Funds	50.2	50.2
Fixed Income Funds	19.9	19.9
Foreign Equity Funds	29.7	29.6

Fair Value Classification (note 2)

The tables below illustrate the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Underlying funds	5,868,426	–	–	5,868,426
	5,868,426	–	–	5,868,426

December 31, 2017	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Underlying funds	6,444,601	–	–	6,444,601
	6,444,601	–	–	6,444,601

Transfers between levels

During the periods ended June 30, 2018 and December 31, 2017, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2018 and December 31, 2017, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

The following tables present the percentage of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Canadian Growth Pool Series I	1,178,938	0.5
Scotia Private Canadian Mid Cap Pool Series I	444,419	0.4
Scotia Private Canadian Value Pool Series I	887,931	0.4
Scotia Private Income Pool Series I	818,923	0.2
Scotia Private International Small to Mid Cap Value Pool Series I	118,908	0.2
Scotia Private U.S. Mid Cap Value Pool Series I	203,279	0.2
Scotia Private U.S. Value Pool Series I	206,605	0.2
Scotia Private Canadian Small Cap Pool Series I	440,171	0.1
Scotia Private Global Real Estate Pool Series I	348,583	0.1
Scotia Private U.S. Large Cap Growth Pool Series I	294,446	0.1
Scotia Private High Yield Income Pool Series I	350,698	0.0
Scotia Private Emerging Markets Pool Series I	110,598	0.0
Scotia Private International Equity Pool Series I	464,927	0.0
	5,868,426	–

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Underlying Fund	December 31, 2017	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Canadian Growth Pool Series I	1,294,779	0.5
Scotia Private Canadian Mid Cap Pool Series I	488,727	0.5
Scotia Private Canadian Value Pool Series I	969,721	0.5
Scotia Private Income Pool Series I	902,533	0.2
Scotia Private International Small to Mid Cap Value Pool Series I	128,955	0.2
Scotia Private U.S. Mid Cap Value Pool Series I	221,752	0.2
Scotia Private U.S. Value Pool Series I	222,352	0.2
Scotia Private Canadian Small Cap Pool Series I	487,157	0.1
Scotia Private Global Real Estate Pool Series I	386,296	0.1
Scotia Private U.S. Large Cap Growth Pool Series I	316,276	0.1
Scotia Private High Yield Income Pool Series I	385,903	0.0
Scotia Private Emerging Markets Pool Series I	129,577	0.0
Scotia Private International Equity Pool Series I	510,573	0.0
	6,444,601	-

Comparison of net asset value and net assets per unit (note 2)

As at June 30, 2018 or December 31, 2017, there were no differences between the net asset value per unit and the net assets per unit for any series of the Fund.

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

For the periods indicated in Note 1.

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1. The Funds

1832 Asset Management L.P., a wholly owned subsidiary of the Bank of Nova Scotia (“Scotiabank”), is the manager and trustee of the funds. In this document, “we”, “us”, “our”, the “Manager”, the “Trustee”, and “1832 Asset Management” refer to 1832 Asset Management L.P. The registered office of the funds is 1 Adelaide Street East, 28th Floor, Toronto, ON, M5C 2V9.

The Funds presented in these interim financial statements are open-ended mutual fund trusts. Throughout this document, we refer to these mutual fund trusts individually as a “Fund” and collectively, as the “Funds”.

The Funds are established under the laws of the Province of Ontario pursuant to an Amended and Restated Master Declaration of Trust dated November 24, 2011, as amended from time to time. On October 2, 2017, State Street Trust Company Canada replaced The Bank of Nova Scotia in its capacity as custodian of certain Funds. In addition, State Street Bank and Trust Company replaced The Bank of Nova Scotia in its capacity as securities lending agent of the Funds.

The Statements of Financial Position are as at June 30, 2018 and December 31, 2017 as applicable, and the Statements of Comprehensive Income, Changes in Net Assets Attributable to Holders of Redeemable Units and Cash Flows are for the six month periods ended June 30, 2018 and 2017, as applicable, except for Funds that inceptioned during either period, where the information presented is for the period from the Fund’s inception date to June 30, 2018 or 2017, as applicable. The Schedule of Investment Portfolio for each of the Funds is as at June 30, 2018. Throughout this document, reference to the period or periods refers to the reporting periods described above.

These financial statements were approved and authorized for issue on August 21, 2018 by the Board of Directors of 1832 Asset Management G.P. Inc., as general partner for and on behalf of 1832 Asset Management L.P., in its capacity as Trustee of the Funds.

The investment objectives for each of the Funds are provided in the respective Fund’s “Fund Specific Notes”. The inception date for each Fund is as follows:

Scotia Private Pools	Inception Date
Scotia Private American Core-Plus Bond Pool	January 28, 2002
Scotia Private Canadian Growth Pool	September 3, 1997
Scotia Private Canadian Mid Cap Pool	January 28, 2002
Scotia Private Canadian Small Cap Pool	September 3, 1997
Scotia Private Canadian Value Pool	September 3, 1997
Scotia Private Emerging Markets Pool	September 8, 2010
Scotia Private Global Equity Pool	September 3, 1997
Scotia Private Global Real Estate Pool	January 28, 2002
Scotia Private High Yield Income Pool	September 3, 1997
Scotia Private Income Pool	September 3, 1997
Scotia Private International Equity Pool	September 3, 1997
Scotia Private International Small to Mid Cap Value Pool	January 28, 2002
Scotia Private Short Term Income Pool	September 3, 1997
Scotia Private Strategic Balanced Pool	September 3, 1997
Scotia Private U.S. Large Cap Growth Pool	January 18, 2001
Scotia Private U.S. Mid Cap Value Pool	January 28, 2002

Scotia Private Pools	Inception Date
Scotia Private U.S. Value Pool	September 3, 1997
Scotia Private Global High Yield Pool	January 16, 2018
Scotia Private Global Infrastructure Pool	January 16, 2018
Pinnacle Portfolios	
Pinnacle Balanced Portfolio	April 22, 2005
Pinnacle Growth Portfolio	April 22, 2005
Pinnacle Income Portfolio	April 22, 2005

Each Fund may offer an unlimited number of units of some or all of its respective series. Each series of a Fund is intended for different investors.

A description of each series is provided below:

Series A:	Series A units are only available through Scotia McLeod or otherwise as permitted by the Manager.
Pinnacle Series:	Pinnacle Series units are only available to investors who participate in the Pinnacle Program.
Series F:	Series F units are available for purchase into a fee-based account with authorized brokers or dealers.
Series I:	Series I units may only be purchased by eligible institutional investors and other qualified investors as determined by the Manager.
Series K:	Series K units are only available to investors who participate in the ScotiaMcLeod Investment Portfolio (“SIP”). Series K units are only available in the SIP multi-manager mandates or SIP optimized portfolios and are not available as single funds.
Series M:	Series M units are available to investors who have signed a discretionary investment management agreement with the Manager or Scotiatrust.

2. Summary of Significant Accounting Policies

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(a) Basis of preparation

These interim financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards (“IFRS”) applicable to the preparation of interim financial statements including, International Accounting Standard (“IAS”) 34, *Interim Financial Statements*.

The preparation of these financial statements in accordance with IFRS requires the use of judgment in applying accounting policies and to make estimates and assumptions concerning the future. Significant accounting judgments and estimates made by the Manager are disclosed in Note 3.

Accounting standards effective January 1, 2018

The Funds have adopted IFRS 9, *Financial Instruments* in the current reporting period commencing January 1, 2018. The adoption of IFRS 9 has been applied retrospectively and does not result in a change to the classification or measurement of financial instruments.

Previously under IAS 39, the Funds classified investments, including derivatives, as financial assets or financial liabilities at

fair value through profit or loss. This category had two sub categories: financial assets and financial liabilities as either held for trading or designated at fair value through profit or loss at inception.

Financial assets or financial liabilities held for trading were those acquired principally for the purpose of selling or repurchasing in the near future or on initial recognition as part of an identical portfolio of financial instruments that were managed together for which there was evidence of actual short-term profit taking. Derivatives and short positions were included in this category.

Financial assets and financial liabilities at fair value through profit or loss at inception were financial instruments that were not classified as held for trading but were managed and their performance was evaluated on a fair value basis in accordance with the respective Fund's investment strategy.

On adoption of IFRS 9, all investments are classified as fair value through profit or loss.

(b) Financial instruments

Classification

The Funds classify investments, including derivatives and short positions, at fair value through profit or loss. Investment classification is based on both the Funds' business model for managing those investments and their contractual cash flow characteristics. The portfolio of investments is managed and performance is evaluated on a fair value basis. The Funds are primarily focused on fair value information and use that information to assess performance and to make decisions. The contractual cash flows of the Funds' debt securities are generally principal and interest, however, the collection of contractual cash flows is only incidental to achieving the Funds' business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Funds may sell securities short, in which a borrowed security is sold in anticipation of a decline in the market value of that security. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss.

Derivatives include warrants, swaps, options, futures and forward currency contracts. Derivative contracts that have a negative fair value are classified as financial liabilities at fair value through profit or loss.

As such, the Funds classify all investments and derivatives as financial assets or liabilities at fair value through profit or loss.

The Funds' obligations for net assets attributable to holders of redeemable units are presented at the redemption amount.

Loans and receivables include receivable for securities sold, subscription receivable, accrued investment income and other, and mortgage payments receivables, and are measured at amortized cost.

All other financial liabilities, other than those classified as at fair value through profit or loss are measured at amortized cost.

Recognition and measurement

Regular purchases and sales of investments are recognized on the date on which the Funds commit to purchase or sell investments at fair value. Transaction costs are expensed as incurred in the Statements of Comprehensive Income. Financial assets and liabilities at fair value through profit or loss are measured at fair value as presented below. Gains and losses arising from changes in their fair value are included in the Statements of Comprehensive Income for the periods in which they arise.

(c) Fair value measurement and hierarchy of financial instruments

Fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) is based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances.

The fair value of financial assets and liabilities that are not traded in an active market, including over-the-counter derivatives, is determined using valuation techniques. The Funds use a variety of methods and make assumptions that are based on market conditions existing at each reporting date. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other techniques commonly used by market participants which make the maximum use of observable inputs.

IFRS 13, Fair value measurement, requires the use and disclosure of a fair value hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value of financial instruments. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets and the lowest priority to unobservable inputs. The three level hierarchy based on inputs levels are defined as follows:

- Level 1: Fair value is based on unadjusted quoted prices in active markets for identical assets or liabilities:
- Level 2: Fair value is based on inputs other than unadjusted quoted prices included in level 1 that are observable for the assets or liabilities, either directly or indirectly; and
- Level 3: Fair value is based on at least one significant non-observable input that is not supported by market data for the financial assets or liabilities.

Changes in valuation methodology may result in transfer in and out of a level. The Funds' policy is to recognize these transfers as of the date of the event or circumstance giving rise to the transfer. The three level fair value hierarchy, transfers between levels and a reconciliation of level 3 financial instruments, as applicable, are disclosed in the respective Fund's "Fund Specific Notes".

The Manager is responsible for performing the fair value measurements included in the financial statements of the Funds, including level 3 measurements. The Manager obtains pricing from a third party pricing vendor, which is monitored and reviewed by the valuation team daily. At each financial reporting date, the Manager reviews and approves all level 3 fair value measurements. The Manager also has a Valuation Committee which includes members of the finance team, as well as members of the investment council and compliance teams. The committee meets quarterly to perform detailed reviews of the valuations of investments held by the Funds.

Financial instruments are valued at their fair value as summarized below:

- (i) North American securities are valued at the closing market price recorded by the security exchange on which the security is principally traded. Non-North American equities are valued at fair value based on information provided by an independent pricing source.
- (ii) Fixed income securities, including bonds and mortgage-backed securities, are valued using quotations received from independent pricing sources.
- (iii) Short-term debt instruments are carried at amortized cost, which approximates fair value.
- (iv) Investments in Underlying Funds, as defined below, are valued based on the net asset value per unit provided by the Underlying Fund's manager at the end of each valuation date.
- (v) Unlisted warrants are valued using the Black-Scholes option valuation model. The model factors in the time value of money and the volatility inputs significant to such valuation. For purposes of determining Net Asset Value as defined below, unlisted warrants are valued at their intrinsic value.
- (vi) Options contracts are valued at their mid-price as reported by the principal exchange or the over-the-counter market on which the contract is traded. All transactions in over-the-counter options are executed using approved brokers with an approved credit rating.
- (vii) Futures contracts are valued at their close prices on each valuation date.
- (viii) Open forward currency contracts are valued at the gain or loss that would arise as a result of closing the position on the valuation date.
- (ix) Centrally cleared swaps and over the counter swaps derive their value from underlying asset prices, indices,

reference rates and other inputs or a combination of these factors. They are valued using a broker-dealer bid quotation or on market-based prices provided by an independent pricing source, which may use inputs that are observed from actively quoted markets such as the overnight index swap rate, London Interbank Offered Rate forward rate, interest rates, yield curves and credit spreads.

(d) Net Assets versus Net Asset Value

The Funds' accounting policies for measuring the fair value of their investments and derivatives are identical to those used in measuring their net asset value for transactions with unitholders in accordance with Part 14 of National Instrument 81-106 Investment Funds for Continuous Disclosure ("NI 81-106"), except where the last traded market price for financial assets and liabilities are not within the bid-ask spread or the Fund holds unlisted warrants as described above. A comparison of the net assets per unit in accordance to IFRS ("Net Assets per unit") and the net assets per unit calculated in accordance to NI 81-106 ("Net Asset Value per unit") is presented in the "Fund Specific Notes" for each Fund, as applicable.

(e) Income recognition

Gains and losses arising from changes in fair value of non-derivative financial assets are shown in the Statements of Comprehensive Income as "Change in unrealized gain (loss) on non-derivative financial assets", and as "Net realized gain (loss) on non-derivative financial assets" when positions are sold.

Gains and losses arising from changes in fair value of securities sold short are shown in the Statements of Comprehensive Income as "Change in unrealized gain (loss) on non-derivative financial liabilities", and as "Net realized gain (loss) on non-derivative financial liabilities" when positions are closed out, where applicable.

Gains and losses arising from changes in fair value of derivatives are shown in the Statements of Comprehensive Income as "Change in unrealized gain (loss) on derivatives", and as "Net realized gain (loss) on derivatives" when positions are closed out or have expired, where applicable.

The premium received or paid on options purchased or written are included in the cost of the options. Any difference resulting from revaluation at the reporting date is treated as "Change in unrealized gain (loss) on derivatives", while the gains and losses realized when the position is closed is included in the Statements of Comprehensive Income as "Net realized gain (loss) on derivatives".

Dividend income and distributions from Underlying Funds are recognized on the ex-dividend date. Where applicable, interest and dividends on investments sold short are accrued as earned and are reported as a liability in the Statements of Financial Position in "Payable for interest and dividends on securities sold short" and in the Statements of Comprehensive Income in "Dividend and interest expense on securities sold short".

Distributions received from income trusts are recognized based on the nature of the underlying components such as dividend income, interest income, capital gains, and return of capital by applying previous year characterizations reported by the trust as current year characterizations are not available until the following year. The interest income component of the distributions received from Underlying Funds are included as part of “Interest for distribution purposes” in the Statements of Comprehensive Income.

Interest for distribution purposes represents the coupon interest received by the Funds, recognized on an accrual basis. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities. Realized gains or losses on the sale of short-term debt instruments are recorded as an adjustment to interest for distribution purposes.

(f) Functional and presentation currency and foreign exchange translation

The functional and reporting currency for all Funds is the Canadian dollar. The functional currency is the currency of the primary economic environment in which the Funds operate, or where mixed indicators exist in the primary environment, the currency in which they primarily raise capital. Any currency other than functional currency represents foreign currency to the Funds. Amounts denominated in foreign currencies are converted into the functional currency as follows:

- (i) The fair values of investments, derivative contracts and monetary and non-monetary assets and liabilities at the rates of exchange prevailing as at the valuation date;
- (ii) Foreign income and expenses at the rates of exchange applicable on the respective dates of such transactions; and
- (iii) Purchase or sale of investments and investment income at the rate of exchange prevailing on the respective dates of such transactions.

Gains and losses on foreign exchange incurred in the Funds from monetary or non-monetary assets and liabilities other than investments and derivatives are shown in the Statements of Comprehensive Income as “Net realized and unrealized foreign currency translation gain (loss)”.

(g) Investments in unconsolidated structured entities

Certain Funds may invest in mutual funds, exchange-traded funds or closed-ended funds managed by the Manager or third party investment managers. The relevant Funds consider all investments in such instruments (“Underlying Funds”) to be investments in unconsolidated structured entities based on the fact that the decisions made by these Underlying Funds are not governed by voting rights or any other similar rights held by the Funds. The Funds account for these unconsolidated structured entities at fair value.

The Underlying Funds each have their own objectives and investment strategies which assist the Funds in achieving their investment objectives. The Underlying Funds primarily finance

their operations by issuing redeemable units or shares which are puttable at the holder’s option in the case of mutual funds and exchange-traded funds or through issuing non-redeemable units or partnership interests in the case of closed end funds. The Underlying Funds entitle the holder to a proportional stake in the respective fund’s net assets. The Funds hold units, shares or partnership interests in each of their Underlying Funds. These investments are included in “Non-derivative financial assets” in the Statements of Financial Position. The change in fair value of each Underlying Fund is included in the Statements of Comprehensive Income in “Change in unrealized gain (loss) on non-derivative financial assets”. The exposure to investments in Underlying Funds at fair value is disclosed in the Funds’ “Fund Specific Notes”. The Funds’ maximum exposure to loss from their interests in Underlying Funds is equal to the total carrying value of their investments in Underlying Funds.

Mortgage-backed securities or asset-backed securities are also considered to be unconsolidated structured entities. Mortgage-backed securities are formed by pooling various types of mortgages while asset-backed securities are formed by pooling assets such as auto loans, credit card receivables or student loans. An interest or claim to this future cash flow (interest and principal) is then sold in the form of debt or equity securities, which could be held by the Funds. The Funds account for these unconsolidated structured entities investments at fair value. The fair value of such securities, as disclosed in the Schedule of Investment Portfolio, as applicable, represents the maximum exposure to losses at that date.

(h) Redeemable units issued by the Funds

The Funds’ outstanding redeemable units qualify as “puttable instruments” as per the International Accounting Standard 32, *Financial Instruments: Presentation* (“IAS 32”) which states that units or shares of an entity that include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset should be classified as financial liabilities.

The Funds’ redeemable units’ entitlements include a contractual obligation to distribute any net income and net realized capital gains at least annually in cash (at the request of the unitholder) and therefore meet the contractual obligation requirement.

This violates one of the criteria that are required in order for the redeemable units to be presented as equity under IAS 32. Consequently, the Funds’ outstanding redeemable units are classified as financial liabilities in these financial statements.

(i) Offsetting of financial instruments

Financial assets and liabilities are offset and the net amount is presented in the Statements of Financial Position only if there is an unconditional legal right to offset the amounts and there is an intention either to settle on a net basis or to realize the asset and settle the liability simultaneously. Income and expenses are presented on a net basis only when permitted under IFRS, for gains and losses arising from a group of similar transactions, such as gains and losses from financial instruments at fair value

through profit or loss. Financial assets and liabilities that are subject to master netting or comparable agreements and the related potential effect of offsetting are disclosed in the respective Fund's "Fund Specific Notes".

(j) Increase (decrease) in net assets attributable to holders of redeemable units per unit

"Increase (decrease) in net assets attributable to holders of redeemable units per unit" is disclosed in the Statements of Comprehensive Income and represents, for each Series of units, the increase or decrease in net assets attributable to holders of redeemable units from operations for the period attributable to each Series divided by the weighted average number of units outstanding for the corresponding Series during the period.

(k) Short selling

If a fund sells a security short, it will borrow that security from a broker to complete the sale. The Fund will incur a loss as a result of a short sale if the price of the borrowed security increases between the date of the short sale and the date on which the Fund closes out its short position by buying that security. There can be no assurance that a Fund will be able to close out a short position at an acceptable time or price. Until the Fund replaces a borrowed security, it will maintain a margin account with the broker containing cash and liquid securities such that the amount deposited as margin will be more than the current market value of the security sold short. The cash held on margin in respect of short sale activity is noted in the Statements of Financial Position in "Deposits with brokers for securities sold short", if applicable.

(l) Non-cash transactions

Non-cash transactions on the Statements of Cash Flows include reinvested distributions from the underlying mutual funds and stock dividends from equity investments. These amounts represent non-cash income recognized in the Statements of Comprehensive Income.

(m) Comparative balances

Certain prior year balances have been reclassified in the financial statements in order to conform to the current year's classification of these financial statement items.

Purchased Options, Liability for written options, unrealized gain or loss on currency forward contracts, unrealized gain or loss on futures contracts, and unrealized gain or loss on swap contracts are now included in "Derivatives" on the Statements of Financial Position. Change in unrealized gain (loss) on options contracts, change in unrealized gain (loss) on forward contracts, change in unrealized gain (loss) on futures contracts, and change in unrealized gain (loss) on swap contracts are now included in "Change in unrealized gain (loss) on derivatives" in the Statements of Comprehensive Income and Statements of Cash Flows. Net realized gain (loss) on options contracts, net realized gain (loss) on currency forward contracts, net realized gain (loss) on futures contracts, and net realized gain (loss) on swap contracts are now included in "Net realized gain (loss) on

derivatives" in the Statements of Comprehensive Income and the Statements of Cash Flows.

Collateral deposited with brokers was reclassified from "Cash" to "Cash Collateral deposited on derivatives" or "Margin deposited on derivatives" in the Statements of Financial Position and the Statements of Cash Flows.

3. Significant Accounting Judgments and Estimates

The preparation of financial statements requires the Manager to use judgment in applying its accounting policies and to make estimates and assumptions about the future. These estimates are made based on information available as at the date of issuance of the financial statements. Actual results could materially differ from those estimates. The following discusses the most significant accounting judgments and estimates that the Funds have made in preparing the financial statements:

Investment Entities

In accordance with IFRS 10: *Consolidated Financial Statements*, the Manager has determined that the Funds meet the definition of an Investment Entity which requires that the Funds obtain funds from one or more investors for the purpose of providing investment management services, commit to their investors that their business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measure and evaluate the performance of their investments on a fair value basis. Consequently, the Funds do not consolidate their investments in subsidiaries, if any, but instead measure these at fair value through profit or loss, as required by the accounting standard.

Classification and measurement of financial instruments

In classifying and measuring certain financial instruments held by the Funds, the Manager is required to make significant judgments about whether or not the business model of the Funds is to manage their assets on a fair value basis and to realize those fair values, for the purpose of classifying all financial instruments as fair value through profit or loss under IFRS 9.

Fair value measurement of financial instruments not quoted in an active market

Key areas of estimation, where the Manager has made complex or subjective judgments, include the determination of fair values of financial instruments that are not quoted in an active market. The use of valuation techniques for financial instruments that are not quoted in an active market requires the Manager to make assumptions that are based on market conditions existing as at the date of the financial statements. Changes in these assumptions as a result of changes in market conditions could affect the reported fair value of financial instruments.

4. Discussion of Financial Instrument Risk

Each Fund's investment activities expose it to a variety of financial risks: market risk (including interest rate risk, currency risk, and other price risk), credit risk and liquidity risk. Each Fund's investment practices include portfolio monitoring to ensure compliance with stated investment guidelines. The Manager seeks to minimize potential adverse effects of risks on each Fund's performance by employing and overseeing professional and experienced portfolio advisors that regularly monitor each Fund's securities and financial market developments. The risks are measured using a method that reflects the expected impact on the results and net assets attributable to unitholders of the Funds from reasonably possible changes in the relevant risk variables.

The Manager maintains a risk management practice that includes monitoring compliance with investment restrictions to ensure that the Funds are being managed in accordance with the Funds' stated investment objectives, strategies and securities regulations.

Some Funds invest in Underlying Funds. These Funds are indirectly exposed to market risk, credit risk, and liquidity risk in the event that the Underlying Funds invest in financial instruments that are subject to those risks.

A Fund's exposure to market risk, credit risk and liquidity risk, where applicable, is disclosed in the respective Fund's "Fund Specific Notes".

(a) Market risk

(i) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the future cash flows or the fair values of interest-bearing financial instruments. Each Fund's exposure to interest rate risk is concentrated in its investments in debt instruments (such as bonds and debentures) and interest rate sensitive derivative instruments, if any.

(ii) Currency risk

The Funds may invest in monetary and non-monetary assets denominated in currencies other than their functional currency. Currency risk is the risk that the value of foreign instruments will fluctuate due to changes in the foreign exchange rates of those currencies in relation to the Fund's functional currency. Funds may enter into foreign exchange forward contracts, currency futures contracts and/or foreign currency option contracts for hedging purposes to reduce their foreign currency risk exposure.

(i) Price risk

Price risk is the risk that the fair value of a Fund's financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) caused by factors specific to a security, its issuer or all factors affecting a market or a market segment. Exposure to price risk is mainly in equities, Underlying Funds, derivatives and commodities. The maximum risk resulting from these financial instruments is

equivalent to their fair value, except for written options, short sales and short futures contracts, where possible losses can be unlimited.

(b) Credit risk

Credit risk is the risk that the issuer of a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds. A Fund's investment in financial instruments such as bonds, debentures, money market instruments, preferred shares and derivatives represents the main concentration of credit risk. The fair value of financial instruments includes consideration of the creditworthiness of the issuer, and accordingly, represents the maximum credit risk exposure to the Funds. All the transactions in listed securities are settled or paid upon delivery using approved brokers with an approved credit rating. The risk of default with the counterparty is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is only made on a purchase once the securities have been received by the broker.

The Trade Management Oversight Committee responsible for regulatory evaluation and improvement of trade management policies and procedures, when applicable, is also responsible for counterparty selection and oversight. The committee review counterparties regularly to ensure they still meet preapproved credit standards established by the committee. The counterparty policies and procedures established by the committee have been reviewed and approved by the Board of Directors of the Manager.

The Funds enter into transactions with approved counterparties with a designated rating in accordance with securities regulations. The credit ratings reported in the financial statements for issuers of debt instruments, counterparties of derivative transactions, prime brokers and custodians, where applicable, are S&P Global Ratings' credit ratings or S&P Global Ratings equivalent for credit ratings from other approved rating agencies. In instances where the credit rating was to fall below the designated rating, the Manager would take appropriate action.

The Funds can also be exposed to credit risk to the extent that the Funds' custodian may not be able to settle trades for cash. Canadian securities regulations require that the Funds employ a custodian that meets certain capital requirements. These regulations state that, among other things, a fund's custodian be either a bank listed in Schedule I, II, or III of the Bank Act (Canada), or a company incorporated in Canada affiliated with a bank with shareholders' equity of not less than \$10,000,000. The Bank of Nova Scotia and State Street Trust Company Canada, as custodians of the Funds, meet all Canadian Securities Administrators' requirements to act as custodian.

A Fund may enter into securities lending transactions with counterparties whereby the Fund temporarily exchanges securities for collateral with a commitment by the counterparty to deliver the same securities on a future date. Credit risk associated with these transactions is considered minimal as all counterparties have approved credit rating and the market value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned as at the end of each trading day.

(c) Liquidity risk

The Funds' exposure to liquidity risk arises primarily from the daily cash redemption of units. The Funds primarily invest in securities

that are traded in active markets and can be readily disposed of. In addition, each Fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity. The Funds may, from time to time, enter into over-the-counter derivative contracts or invest in securities that are not traded in an active market and may be illiquid. Illiquid securities are identified in the respective Fund's Schedule of Investment Portfolio, as applicable.

(d) Concentration risk

Concentrations of risk arise from financial instruments that have similar characteristics and are affected similarly by changes in economic or other conditions. The identification and disclosure of concentration risk is provided in the respective Fund's "Fund Specific Notes".

5. Management Fees

The Funds pay the Manager a management fees for each series of securities, other than Series I, Series K and Pinnacle Series. Management fees for Series I securities are paid directly by investors. The management fees cover the costs of managing the Funds, arranging for investment analysis, recommendations and investment decision making for the Funds, arranging for, distribution of the Funds, marketing and promotion of the Funds and providing or arranging for other services for the Funds.

The management fee for all Series except Series I, Series K and Pinnacle Series is an annualized rate based on the net asset value of each series of the Funds. The management fee for Series I is negotiated and paid directly by its unitholders and not by the Funds. No management fees are charged by the Manager in respect of the Series K and Pinnacle Series units of the Funds. The management fees paid by the Funds are accrued daily and payable monthly on the first business day of the following calendar month.

The Manager may reduce the effective management fee payable by clients who invest large amounts in a particular Fund by waiving a portion of the management fee that it would otherwise be entitled to receive from the Fund or a securityholder and directing the Fund to make a management fee distribution, in the amount of such waiver. All management fee distributions and management fee rebates are automatically reinvested in additional units of the relevant series of the Funds.

There is no duplication of management fees, sales charges or redemption fees between the Funds and the Underlying Funds held directly by them, if any. The Manager is entitled to an annual management fee, exclusive of sales taxes, as follows:

	% of Net Asset Value		
	Series A	Series F	Series M
Scotia Private Pools			
Scotia Private Short Term Income Pool	–	0.50	–
Scotia Private Income Pool	–	0.70	–
Scotia Private High Yield Income Pool	–	0.75	0.30
Scotia Private American Core-Plus Bond Pool	–	0.75	–
Scotia Private Strategic Balanced Pool	–	1.00	–
Scotia Private Canadian Value Pool	–	1.00	–
Scotia Private Canadian Growth Pool	–	1.00	–
Scotia Private Canadian Small Cap Pool	–	1.00	0.70
Scotia Private Canadian Mid Cap Pool	–	1.00	–
Scotia Private U.S. Value Pool	–	1.00	–

	% of Net Asset Value		
	Series A	Series F	Series M
Scotia Private U.S. Large Cap Growth Pool	–	1.00	0.40
Scotia Private U.S. Mid Cap Value Pool	–	0.80	0.55
Scotia Private International Equity Pool	–	1.00	–
Scotia Private International Small to Mid Cap Value Pool	–	1.00	–
Scotia Private Global Equity Pool	–	1.00	–
Scotia Private Global Real Estate Pool	–	1.00	–
Scotia Private Emerging Markets Pool	–	–	0.70
Scotia Private Global High Yield Pool	–	–	0.45
Scotia Private Global Infrastructure Pool	–	–	0.50
Pinnacle Portfolios			
Pinnacle Income Portfolio	1.85	–	–
Pinnacle Balanced Portfolio	2.10	–	–
Pinnacle Growth Portfolio	2.40	–	–

6. Fixed Administration Fees and Operating Expenses

The Manager pays certain operating expenses of the Funds ("FAF Funds"), other than Scotia Private Short Term Income Pool. These expenses include regulatory filing fees and other day-to-day operating expenses including, but not limited to, transfer agency and recordkeeping, accounting and fund valuation costs, custody fees, audit and legal fees, administration costs, bank charges, costs of preparing and distributing annual and semi-annual reports, prospectuses, annual information forms, Fund Facts and statements, investor communications and continuous disclosure materials. The Manager is not obligated to pay any other expense, cost or fee, including those arising from new government or regulatory requirements relating to the foregoing expenses, costs and fees. In return, each series of the FAF Funds pays a Fixed Administration fee to the Manager (the "Fixed Administration fee").

In addition to the Fixed Administration Fee, each series of the FAF Funds pays certain operating expenses directly, referred to as "Other Fund Costs". These include the costs and expenses related to the Independent Review Committee ("IRC") of the Funds, the ongoing audit costs associated with compliance with IFRS, the cost of any new government or regulatory requirements, including compliance with the Volcker Rule under *Dodd Frank Wall Street Reform and Consumer Protection Act* and other applicable U.S. regulations, any new fees introduced by a securities regulators or other government authority that is based on the assets or other criteria of the Funds, any transaction costs, including all fees and costs related to derivatives, and any borrowing costs, and taxes (including, but not limited to, GST or HST, as applicable). Refer to the simplified prospectus of the Funds for more details on Other Fund Costs. Other Fund Costs will be allocated among the FAF Funds and each series of the FAF Funds is allocated its own expenses and its proportionate share of these expenses that are common to all series.

The Fixed Administration Fee does not apply to Scotia Private Short Term Income Pool. Each series of this Fund pays its own share of all expense ("Operating Expenses") common to the Funds along with series specific expenses relevant to each series. Operating expenses may include legal fees and other costs incurred in order to comply with legal and regulatory requirements and policies, audit fees, taxes, brokerage commissions, unitholder communication costs and other administrative costs. Examples of other administrative costs include

departmental expenses incurred and paid by the Manager which support the daily operation of the Funds. These expenses also include the costs in connection with the operation of the IRC (such as the costs of holding meetings, insurance premiums for the IRC, and fees and expenses of any advisor engaged by the IRC), the fees paid to each IRC member, and the reasonable expenses associated with the performance of his or her duties as an IRC member.

The Manager may, in some years and in certain cases, pay a portion of a series' Fixed Administration Fee, Other Fund Costs or Operating

Expenses. The Fixed Administration Fee, Other Fund Costs and Operating Expenses, as applicable, are included in the management expense ratio of each series of a Fund.

The Fixed Administration Fee, Other Fund Costs and Operating Expense are accrued daily and paid monthly. The maximum annual rates of the Fixed Administration Fee, which are a percentage of the net asset value for each series of units of each Fund, are as follows:

	% of Net Asset Value					
	Series A	Series F	Series I	Series K	Series M	Pinnacle Series
Scotia Private Pools						
Scotia Private Income Pool	–	0.08	0.03	–	–	0.07
Scotia Private High Yield Income Pool	–	0.05	0.03	0.11	0.03	0.11
Scotia Private American Core-Plus Bond Pool	–	0.10	0.03	–	–	0.18
Scotia Private Strategic Balanced Pool	–	0.10	–	–	–	0.30
Scotia Private Canadian Value Pool	–	0.10	0.05	–	–	0.15
Scotia Private Canadian Growth Pool	–	0.10	0.04	–	–	0.15
Scotia Private Canadian Small Cap Pool	–	0.10	0.03	–	0.15	0.22
Scotia Private Canadian Mid Cap Pool	–	0.10	0.08	–	–	0.24
Scotia Private U.S. Value Pool	–	0.10	0.03	–	–	0.21
Scotia Private U.S. Large Cap Growth Pool	–	0.10	0.07	–	0.02	0.27
Scotia Private U.S. Mid Cap Value Pool	–	0.10	0.10	–	0.08	0.49
Scotia Private International Equity Pool	–	0.10	0.04	–	–	0.24
Scotia Private International Small to Mid Cap Value Pool	–	0.10	0.10	–	–	0.50
Scotia Private Global Equity Pool	–	0.10	0.04	–	–	0.31
Scotia Private Global Real Estate Pool	–	0.10	0.03	–	–	0.11
Scotia Private Emerging Markets Pool	–	–	0.07	–	0.09	0.23
Scotia Private Global High Yield Pool	–	–	–	–	0.05	0.18
Scotia Private Global Infrastructure Pool	–	–	–	–	0.10	0.25
Pinnacle Portfolios						
Pinnacle Income Portfolio	0.15	–	–	–	–	–
Pinnacle Balanced Portfolio	0.08	–	–	–	–	–
Pinnacle Growth Portfolio	0.15	–	–	–	–	–

7. Redeemable Units

Units issued and outstanding represent the capital of each Fund. Each of the Funds may issue an unlimited number of units. Each unit is redeemable at the option of the unitholder in accordance with the Declaration of Trust, ranks equally with all other units of the Funds and entitles the unitholder to a proportionate undivided interest in the Net Asset Value of the Funds. Unitholders are entitled to distributions when declared. Distributions on units of a Fund are reinvested in additional units of the Fund or at the option of the unitholder, paid in cash. The Funds' capital is managed in accordance with each of the

Funds' investment objectives, policies and restrictions, as outlined in the Funds' prospectus. The Funds have no specific restrictions or specific capital requirements on the subscriptions or redemptions of units, other than minimum subscription requirements.

The units of each series of the Funds are issued and redeemed at their Net Asset Value per unit of each series which is determined as of the close of business on each day that the Toronto Stock Exchange is open for trading. The Net Asset Value per unit is calculated by dividing the Net Asset Value per Series by the total number of outstanding units of each series.

For the periods ended June 30, 2018 and 2017, the following number of units were issued, reinvested and redeemed:

	June 2018					June 2017				
	Opening Units	Units Issued	Units Reinvested	Units Redeemed	Ending Units	Opening Units	Units Issued	Units Reinvested	Units Redeemed	Ending Units
Scotia Private Pools										
Scotia Private American Core-Plus Bond Pool										
Pinnacle Series Units	12,046,753	1,845,099	223,135	2,586,891	11,528,096	10,470,587	1,867,872	186,596	1,223,227	11,301,828
Series F Units	34,383	–	211	5,261	29,333	23,143	2,949	141	3,509	22,724
Series I Units	79,283,343	1,721,185	1,593,479	1,614,793	80,983,214	75,037,925	2,885,936	1,383,190	490,198	78,816,853
Scotia Private Canadian Growth Pool										
Pinnacle Series Units	12,986,792	1,608,372	–	2,142,476	12,452,688	11,957,258	1,494,681	–	921,414	12,530,525
Series F Units	60,097	6,265	–	10,631	55,731	47,354	2,908	–	2,761	47,501
Series I Units	455,558	–	–	105,223	350,335	593,528	6,239	–	45,930	553,837

	June 2018					June 2017				
	Opening Units	Units Issued	Units Reinvested	Units Redeemed	Ending Units	Opening Units	Units Issued	Units Reinvested	Units Redeemed	Ending Units
Scotia Private Pools										
Scotia Private Canadian Mid Cap Pool										
Pinnacle Series Units	4,252,755	1,379,228	–	785,336	4,846,647	3,544,202	577,520	–	261,664	3,860,058
Series F Units	17,632	4,846	–	3,528	18,950	13,199	4,002	–	4,212	12,989
Series I Units	812,791	399,981	–	30,025	1,182,747	509,169	251,244	–	10,130	750,283
Scotia Private Canadian Small Cap Pool										
Pinnacle Series Units	2,927,783	729,437	–	368,876	3,288,344	2,843,017	298,046	–	275,088	2,865,975
Series F Units	117,367	30,314	–	9,323	138,358	78,759	20,196	–	9,419	89,536
Series I Units	14,855,817	297,941	–	395,570	14,758,188	14,987,158	303,782	–	357,843	14,933,097
Series M Units	5,816,348	870,856	–	523,213	6,163,991	103	6,247,007	–	428,039	5,819,071
Scotia Private Canadian Value Pool										
Pinnacle Series Units	8,266,065	1,105,327	–	1,277,440	8,093,952	8,106,216	921,907	–	991,801	8,036,322
Series F Units	40,837	4,901	–	11,931	33,807	37,121	1,341	–	4,051	34,411
Series I Units	239,502	88	–	49,315	190,275	315,711	729	–	21,891	294,549
Scotia Private Emerging Markets Pool										
Pinnacle Series Units	6,486,624	2,681,771	–	631,632	8,536,763	6,334,650	787,969	–	677,514	6,445,105
Series I Units	18,780,879	894,170	–	1,347,534	18,327,515	18,698,215	366,951	–	660,141	18,405,025
Series M Units	1,448,789	563,922	–	201,496	1,811,215	1,358,596	328,495	–	267,651	1,419,440
Scotia Private Global Equity Pool										
Pinnacle Series Units	1,115,606	80,395	–	271,445	924,556	1,226,709	37,727	–	151,201	1,113,235
Series F Units	325,635	37,970	–	43,938	319,667	389,943	55,368	–	73,584	371,727
Series I Units	12,843,577	5,982	–	1,243,052	11,606,507	13,710,612	40,730	–	909,774	12,841,568
Scotia Private Global High Yield Pool										
Pinnacle Series Units	7,500	9,319,718	193,027	309,880	9,210,365	–	–	–	–	–
Series M Units	7,500	32,303,315	561,008	3,008,819	29,863,004	–	–	–	–	–
Scotia Private Global Infrastructure Pool										
Pinnacle Series Units	7,500	8,412,650	–	274,972	8,145,178	–	–	–	–	–
Series M Units	7,500	21,140,930	–	913,155	20,235,275	–	–	–	–	–
Scotia Private Global Real Estate Pool										
Pinnacle Series Units	9,271,871	845,460	–	4,035,193	6,082,138	8,526,226	1,045,500	–	885,837	8,685,889
Series F Units	44,105	4,864	–	10,753	38,216	54,096	1,492	–	10,643	44,945
Series I Units	10,309,688	506,669	–	262,939	10,553,418	9,083,228	675,298	–	68,165	9,690,361
Scotia Private High Yield Income Pool										
Pinnacle Series Units	26,077,671	2,601,324	646,815	12,060,191	17,265,619	23,716,044	2,815,021	662,967	2,140,753	25,053,279
Series F Units	1,721,259	40,832	10,042	77,461	1,694,672	1,745,903	69,225	8,860	87,120	1,736,868
Series I Units	61,800,705	3,249,906	1,974,986	1,277,001	65,748,596	55,944,736	2,675,529	1,612,661	571,266	59,661,660
Series K Units	1,133,645	440,881	40,490	197,016	1,418,000	128,577	667,130	17,407	21,416	791,698
Series M Units	53,641,437	3,535,725	768,174	26,112,146	31,833,190	50,459,644	6,593,350	1,097,725	6,098,768	52,051,951
Scotia Private Income Pool										
Pinnacle Series Units	47,367,901	8,704,877	621,207	6,382,773	50,311,212	43,507,985	7,693,209	512,542	5,362,950	46,350,786
Series F Units	142,134	10,866	485	27,337	126,148	172,404	15,663	663	30,269	158,461
Series I Units	1,877,805	1,934	20,015	392,284	1,507,470	2,279,453	46,888	25,758	182,848	2,169,251
Scotia Private International Equity Pool										
Pinnacle Series Units	14,118,804	1,756,682	–	2,024,920	13,850,566	13,306,846	1,618,427	–	1,354,678	13,570,595
Series F Units	103,638	13,550	–	9,869	107,319	99,283	8,706	–	15,997	91,992
Series I Units	78,569,837	2,514,825	–	3,660,687	77,423,975	78,500,698	1,823,509	–	5,039,758	75,284,449
Scotia Private International Small to Mid Cap Value Pool										
Pinnacle Series Units	2,129,456	267,757	–	403,078	1,994,135	2,069,418	236,121	–	219,712	2,085,827
Series F Units	16,564	3,169	–	3,798	15,935	23,849	1,252	–	2,234	22,867
Series I Units	40,233	97	–	9,582	30,748	63,453	174	–	13,358	50,269
Scotia Private Short Term Income Pool										
Pinnacle Series Units	708,488	372,944	2,071	753,715	329,788	588,967	141,529	610	207,453	523,653
Series F Units	15,098	599	50	5,227	10,520	7,411	601	5	406	7,611
Scotia Private Strategic Balanced Pool										
Pinnacle Series Units	3,230,469	421,739	48,100	407,989	3,292,319	3,065,214	557,563	44,996	392,587	3,275,186
Series F Units	65,359	2,249	184	6,139	61,653	42,512	18,165	223	7,812	53,088

	June 2018					June 2017				
	Opening Units	Units Issued	Units Reinvested	Units Redeemed	Ending Units	Opening Units	Units Issued	Units Reinvested	Units Redeemed	Ending Units
Scotia Private Pools										
Scotia Private U.S. Large Cap Growth Pool										
Pinnacle Series Units	5,874,076	1,021,781	–	781,974	6,113,883	5,691,434	747,492	–	599,128	5,839,798
Series F Units	51,542	27,847	–	6,828	72,561	100,701	20,650	–	42,096	79,255
Series I Units	218,631	17,825	–	53,402	183,054	307,650	1,404	–	59,974	249,080
Series M Units	13,619,736	2,100,867	–	1,238,245	14,482,358	–	–	–	–	–
Scotia Private U.S. Mid Cap Value Pool										
Pinnacle Series Units	4,833,302	1,234,563	–	690,321	5,377,544	4,204,946	786,317	–	465,610	4,525,653
Series F Units	24,951	5,018	–	3,197	26,772	23,196	2,636	–	1,402	24,430
Series I Units	426,039	136,051	–	30,261	531,829	300,217	93,449	–	16,989	376,677
Series M Units	–	–	–	–	–	3,153,521	123,271	–	3,159,391	117,401
Scotia Private U.S. Value Pool										
Pinnacle Series Units	7,370,819	1,222,281	–	929,009	7,664,091	6,827,413	862,291	–	640,656	7,049,048
Series F Units	37,662	9,279	–	10,508	36,433	28,024	2,100	–	1,774	28,350
Series I Units	252,167	26,379	–	38,702	239,844	320,186	2,128	–	42,424	279,890
Pinnacle Portfolios										
Pinnacle Balanced Portfolio										
Series A Units	3,684,560	71,293	–	956,929	2,798,924	4,589,552	209,928	–	578,873	4,220,607
Pinnacle Growth Portfolio										
Series A Units	402,530	19,622	–	59,460	362,692	603,132	25,287	–	120,612	507,807
Pinnacle Income Portfolio										
Series A Units	458,288	9,241	–	60,093	407,436	782,788	9,704	–	104,409	688,083

(i) Included in units redeemed are redemptions related to payments of the Pinnacle Program Fee, where applicable.

8. Income Taxes

Each of the Funds, except Scotia Pinnacle Income Portfolio, qualifies as a mutual fund trust under the *Income Tax Act (Canada)*. Scotia Pinnacle Income Portfolio is a unit trust. The Funds are subject to tax on their net investment income, including the taxable portion of net realized capital gains that are not paid or payable to their unitholders. Scotia Pinnacle Income Portfolio, in certain circumstances, may also be subject to alternative minimum tax under the *Income Tax Act (Canada)*. Each Fund distributes sufficient amounts of its net investment income, including net realized capital gains, less the amount retained to enable each Fund to utilize any available tax losses or, if applicable, tax credits attributable to redemptions during the period by its unitholders such that no income tax (other than alternative minimum tax, if applicable) will be paid or payable by the Funds. Such net investment income, including net realized capital gains are taxable in the hands of the unitholders. Accordingly, the Funds do not record Canadian income taxes in their financial statements.

The Funds may distribute a return of capital. A return of capital is generally not taxable to unitholders but will reduce the adjusted cost base of the units held.

Losses carried forward

Capital losses can be carried forward indefinitely to reduce future net realized capital gains. Non-capital losses for income tax purposes may be carried forward up to twenty years and applied against all sources of income. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses have not been reflected in the Statements of Financial Position as a deferred income tax asset.

As of the 2017 tax year end, the Funds have capital and non-capital losses available to carry forward as indicated in the table below:

	Year of expiry	Non-Capital Loss \$	Capital Loss \$
Scotia Private Pools			
Scotia Private Canadian Growth Pool	–	–	34,300,599
Scotia Private Canadian Value Pool	–	–	6,579,578
Scotia Private Emerging Markets Pool	–	–	16,330,062
Scotia Private High Yield Income Pool	–	–	993,628
Scotia Private Income Pool	–	–	8,458,564
Scotia Private International Small to Mid Cap Value Pool	–	–	20,189,946
Scotia Private Strategic Balanced Pool	–	–	5,159,828
Scotia Private U.S. Large Cap Growth Pool	–	–	4,892,476
Scotia Private U.S. Mid Cap Value Pool	–	–	266,710
Pinnacle Portfolios			
Pinnacle Balanced Portfolio	–	–	520,755
	2037	25,809	–
Pinnacle Growth Portfolio	2030	204,326	1,304,819
	2032	2,849	–
	2037	60,573	–

Withholding taxes

The Funds currently incur withholding taxes imposed by certain countries on investment income and in some cases, capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the Statements of Comprehensive Income.

Uncertain income taxes

The Funds invest in securities issued by entities which are domiciled in countries other than Canada. These foreign countries may impose taxes on capital gains realized by non-residents. In addition, the Funds

may be required to determine these capital gains taxes on a self-assessment basis; therefore, such taxes may not be deducted by the Funds' broker on a "withholding" basis.

As at June 30, 2018 and December 31, 2017, the Funds have recorded uncertain tax liabilities and related interest and penalties with respect to foreign capital gains taxes. These are included in the Statements of Financial Position as "Provision for uncertain tax", as applicable. While this represents the Manager's best estimate, the estimated value could differ significantly from the amount ultimately payable.

9. Client Brokerage Commissions

Client brokerage commissions are arrangements pursuant to which products or services, other than the execution of portfolio securities transactions, are obtained by a portfolio advisor from or through a broker-dealer in exchange for directing client securities transactions to the broker-dealer. The ascertainable client brokerage commissions paid in connection with investment portfolio transactions for the periods ended June 30, 2018 and 2017 are set out below.

Fund	2018	2017
Scotia Private Canadian Growth Pool	\$ -	\$ 1,783
Scotia Private Canadian Mid Cap Pool	-	5,842
Scotia Private Canadian Small Cap Pool	17,816	25,614
Scotia Private Emerging Markets Pool	40,090	47,621
Scotia Private Global Equity Pool	41,321	2,971
Scotia Private Global Real Estate Pool	228,108	-
Scotia Private International Small to Mid Cap Value Pool	-	-
Scotia Private Strategic Balanced Pool	78	680
Scotia Private U.S. Mid Cap Growth Pool	-	999
Scotia Private U.S. Value Pool	-	-

10. Related Party Transactions

The Manager is a wholly owned subsidiary of The Bank of Nova Scotia ("Scotiabank"). Scotiabank also owns, directly or indirectly, 100% of Scotia Securities Inc. and Tangerine Investment Funds Limited, each a mutual fund dealer, and Scotia Capital Inc., (which includes ScotiaMcLeod and Scotia iTRADE), an investment dealer.

The Manager, on behalf of the Funds, may enter into transactions or arrangements with other members of Scotiabank or certain other companies that are related or connected to the Manager (each a "related party"). All transactions between the Funds and the related parties are in the normal course of business and are carried out at arm's length terms.

- (a) The Manager earns fees for acting as trustee and/or manager of the Funds, as applicable and a Fixed Administration Fee in return for paying certain operating expenses of certain Funds as detailed in note 5 and note 6 respectively. In addition, Scotiabank as custodian for certain Funds during the period earned a fee for providing custody and related services. The management fees, fixed administration fees, and custodian fees (for Funds that are not subject to Fixed Administration Fee) are disclosed separately in the Statements of Comprehensive Income and Statements of Financial Position. The custodian fee charged to Funds that are subject to Fixed Administration Fee is paid by the Manager, in exchange for a portion of the Fixed Administration Fee received from these Funds.

- (b) Decisions about the purchase and sale of each Fund's portfolio securities are made by appointed Portfolio Managers of each Fund. Provided that the pricing, service and other terms are comparable to those offered by other dealers, a portion of the portfolio transactions may be executed for the Funds, by a related party to the Funds. In such cases, the related party will receive commissions from the Fund. Brokerage fees paid to related parties for the periods ended June 30, 2018 and 2017 are as follows:

Fund	June 30, 2018	June 30, 2017
Scotia Private Strategic Balanced Pool	524	594
Scotia Private Canadian Value Pool	17,137	15,540
Scotia Private Canadian Mid Cap Pool	1,448	28,718
Scotia Private Canadian Growth Pool	830	7,034
Scotia Private Canadian Small Cap Pool	9,275	21,478

- (c) Certain registered dealers through which units of the Fund are distributed are related parties to the Fund and the Manager. The Manager pays to these related parties a trailer commission out of its management fees, representing distribution and servicing fees, based on the amount of assets held in the investors' accounts. These fees are paid on the basis and at the same rates that the Manager pays to non-affiliated dealers.
- (d) The Manager received approval from the Independent Review Committee to invest the Funds' overnight cash with Scotiabank with interest paid by Scotiabank to the Funds based on prevailing market rates. The interest earned by the Funds is included in "Interest for distribution purposes" in the Statements of Comprehensive Income.
- (e) The Manager has received approval from the Independent Review Committee for the Funds to purchase securities of related parties. Any related party securities held by the Funds are disclosed in the Schedule of Investment Portfolio for the respective Funds.
- (f) The Funds may invest in investment funds managed by the Manager or a related party, which are disclosed in the Schedule of Investment Portfolio for the respective Funds. These include Scotia Funds, Scotia Private Pools, Pinnacle Portfolios, Scotia ETFs, Dynamic Funds, Marquis Funds and Dynamic Private Investment Pools.
- (g) Units held by the Manager in the Funds as at June 30, 2018 and December 31, 2017, are disclosed below:

Units held by the Manager in the Funds as at June 30, 2018 and June 30, 2017, were nil.

- (h) Distributions received from related party funds are included in "Interest for distribution purposes", "Dividends", or "Net realized gain (loss) on non-derivative financial assets", as applicable, in the Statements of Comprehensive Income.

11. Securities Lending

Some of the Funds may enter into securities lending transactions under a securities lending program with State Street Bank and Trust Company. These transactions involve the temporary exchange of securities for collateral with a commitment to return the same

securities to the Fund on a future date. In accordance with security regulations, the Funds receive minimum collateral of 102%. Collateral is received in the form of debt obligations of the Government of Canada, a Canadian provincial government, the government of the United States of America, certain financial institutions or other qualified securities, and is not included in the Schedule of Investment Portfolio. The Funds do not receive cash collateral from any securities lending transactions. The aggregate market value of all securities loaned by a Fund cannot exceed 50% of the Net Assets of the Fund. The fair value of the securities lent and collateral held is determined on a daily basis. The securities lending arrangement can be terminated by the borrower, the securities lending agent or the Fund at any time.

The income earned from these securities lending transactions is recorded in the Statements of Comprehensive Income. The securities

lending agent earns 30% of the gross income generated through any securities lending transactions in the Funds.

On October 2, 2017, State Street Bank and Trust Company replaced The Bank of Nova Scotia in its capacity as securities lending agent of the Funds. The Bank of Nova Scotia and State Street Bank and Trust Company earned 30% of the gross income generated through any securities lending transactions in the Funds for the period wherein they served as lending agents.

The aggregate market value of the securities on loan and the collateral received by the Funds as at June 30, 2018 and December 31, 2017 are presented below along with the income earned for the six month periods ended June 30, 2018 and 2017.

	As at June 30, 2018		For the period ended June 30, 2018		
	Market value of securities on loan (\$)	Market value of collateral on loan (\$)	Net amount received by the Fund (\$)	Amount earned by lending agent (\$)	Gross securities lending revenue earned (\$)
Scotia Private American Core-Plus Bond Pool	46,828,459	51,289,450	18,187	7,794	25,981
Scotia Private Canadian Growth Pool	3,889,467	4,092,166	2,280	977	3,257
Scotia Private Canadian Mid Cap Pool	11,632,926	12,257,200	62,448	26,763	89,211
Scotia Private Canadian Small Cap Pool	17,354,491	18,461,753	77,902	33,387	111,289
Scotia Private Canadian Value Pool	2,070,501	2,152,106	5,412	2,319	7,731
Scotia Private Emerging Markets Pool	12,091,501	12,721,605	6,724	2,882	9,606
Scotia Private Global Equity Pool	19,014,248	20,140,351	40,269	17,258	57,527
Scotia Private Global Real Estate Pool	8,913,407	9,393,198	2,913	1,248	4,161
Scotia Private High Yield Income Pool	14,263,797	23,307,720	18,504	7,930	26,434
Scotia Private Income Pool	56,762	59,638	23,210	9,947	33,157
Scotia Private International Equity Pool	17,549,125	18,492,649	92,434	39,615	132,049
Scotia Private International Small to Mid Cap Value Pool	446,067	481,503	141	60	201
Scotia Private Strategic Balanced Pool	2,997,121	3,174,466	1,206	517	1,723
Scotia Private U.S. Large Cap Growth Pool	4,930,928	5,181,065	1,109	475	1,584
Scotia Private U.S. Mid Cap Value Pool	10,652,655	11,296,884	558	239	797
Scotia Private U.S. Value Pool	8,670,953	9,111,108	2,397	1,027	3,424

Trust Funds	As at December 31, 2017		For the period ended June 30, 2017		
	Market value of securities on loan (\$)	Market value of collateral received (\$)	Net amount received by the Fund (\$)	Amount earned by lending agent (\$)	Gross securities lending revenue earned (\$)
Scotia Private American Core-Plus Bond Pool	–	–	50,633	21,700	72,333
Scotia Private Canadian Growth Pool	1,728,082	1,816,019	2,300	986	3,286
Scotia Private Canadian Mid Cap Pool	9,062,834	9,601,605	20,347	8,728	29,075
Scotia Private Canadian Small Cap Pool	20,129,015	21,243,439	101,080	43,341	144,421
Scotia Private Canadian Value Pool	7,492,459	7,863,966	10,825	4,644	15,469
Scotia Private Emerging Markets Pool	11,483,041	12,422,234	4,434	1,901	6,335
Scotia Private Global Equity Pool	2,588,453	2,800,161	13,999	6,001	20,000
Scotia Private Global Real Estate Pool	–	–	1,457	625	2,082
Scotia Private High Yield Income Pool	15,047,255	15,628,390	81	34	115
Scotia Private Income Pool	28,479,098	29,672,762	24,806	10,632	35,438
Scotia Private International Equity Pool	421,263	464,052	110,343	47,291	157,634
Scotia Private International Small to Mid Cap Value Pool	270,199	283,949	684	295	979
Scotia Private Short Term Income Pool	–	–	2	1	3
Scotia Private Strategic Balanced Pool	610,250	641,304	8,400	3,604	12,004
Scotia Private U.S. Large Cap Growth Pool	–	–	238	102	340
Scotia Private U.S. Mid Cap Growth Pool	–	–	797	343	1,140
Scotia Private U.S. Mid Cap Value Pool	–	–	1,577	678	2,255
Scotia Private U.S. Value Pool	–	–	2,421	1,038	3,459

12. Currency Legend

The following is a list of abbreviations that may be used in the Financial Statements:

AUD	Australian Dollar	KRW	South Korean Won
BMD	Bermuda Dollar	MXN	Mexican Peso
BRL	Brazilian Real	MYR	Malaysian Ringgit
CAD	Canadian Dollar	NOK	Norwegian Krone
CHF	Swiss Franc	NZD	New Zealand Dollar
DKK	Danish Krone	PHP	Philippine Peso
EUR	Euro	PKR	Pakistani Rupee
GBP	Pound Sterling	SEK	Swedish Krona
HKD	Hong Kong Dollar	SGD	Singapore Dollar
IDR	Indonesian Rupiah	THB	Thailand Baht
ILS	Israeli Shekel	TWD	New Taiwan Dollar
INR	Indian Rupee	USD	US Dollar
JPY	Japanese Yen	ZAR	South African Rand

Management Responsibility for Financial Reporting

The accompanying financial statements of the Funds (as defined in Note 1) have been prepared by 1832 Asset Management L.P., in its capacity as manager (the “Manager”) of the Funds, and have been approved by the Board of Directors of 1832 Asset Management G.P. Inc., as general partner for and on behalf of 1832 Asset Management L.P., in its capacity as trustee (the “Trustee”) of the Funds. The Board of Directors of 1832 Asset Management G.P. Inc., as general partner for and on behalf of 1832 Asset Management L.P., is responsible for the information and representations contained in these financial statements and the management report of fund performance.

The Manager maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and include certain amounts that are based on estimates and judgments made by the Manager. The significant accounting policies which the Manager believes are appropriate for the Funds are described in Note 2 to the financial statements.

The Board of Directors of 1832 Asset Management G.P. Inc. has delegated responsibility for oversight of the financial reporting process to the Finance Committee of the Board of Directors of 1832 Asset Management G.P. Inc. (the “Finance Committee”). The Finance Committee is responsible for reviewing the financial statements and the management report of fund performance and recommending them to the Board of Directors of 1832 Asset Management G.P. Inc. for approval, in addition to meeting with management, internal auditors and external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues.

PricewaterhouseCoopers LLP is the external auditor of the Funds, appointed by the Trustee of the Funds. The auditor of the Funds has not reviewed these financial statements. Applicable securities laws require that if an external auditor has not reviewed the Fund’s financial statements, this must be disclosed in an accompanying notice.



Glen Gowland
President
1832 Asset Management L.P.



Anil Mohan
Chief Financial Officer
1832 Asset Management L.P.

August 21, 2018

For more information about Scotia Private Pools® and Pinnacle Portfolios:

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