

Scotia Private Pools[®] and Pinnacle Portfolios

Interim Report

June 30, 2019

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

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	1,767,048	8,619,964
Cash	97,312	300,220
Accrued investment income and other	375	462
	<u>1,864,735</u>	<u>8,920,646</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	31	–
Redemptions payable	9,040	4,040
Accrued expenses	2,970	–
Distributions payable	3	26
	<u>12,044</u>	<u>4,066</u>
Net assets attributable to holders of redeemable units	<u>1,852,691</u>	<u>8,916,580</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	1,784,043	8,855,974
Series F	<u>68,648</u>	<u>60,606</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	10.00	10.00
Series F	<u>10.00</u>	<u>10.00</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Interest for distribution purposes	16,759	36,351
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	18	–
Total income (loss), net	<u>16,777</u>	<u>36,351</u>
EXPENSES		
Management fees (note 5)	149	343
Independent Review Committee fees	593	587
Interest expense	–	140
Audit fees	5,532	5,591
Custodian fees	1,548	5,798
Filing fees	7,334	7,842
Legal fees	–	1
Unitholder administration costs	1,491	707
Unitholder reporting costs	198	1,212
Harmonized Sales Tax/Goods and Services Tax	1,964	2,512
Total expenses	18,809	24,733
Expenses absorbed by the Manager	<u>(11,065)</u>	<u>(9,811)</u>
Net expenses	<u>7,744</u>	<u>14,922</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>9,033</u>	<u>21,429</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	8,934	20,928
Series F	<u>99</u>	<u>501</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Pinnacle Series	0.03	0.04
Series F	<u>0.02</u>	<u>0.04</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	276,190	513,837
Series F	<u>6,027</u>	<u>13,815</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 Short Term 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	8,855,974	7,084,875
Series F	60,606	150,976
	<u>8,916,580</u>	<u>7,235,851</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	8,934	20,928
Series F	99	501
	<u>9,033</u>	<u>21,429</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(8,935)	(20,927)
Series F	(99)	(502)
	<u>(9,034)</u>	<u>(21,429)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	515,698	3,729,450
Series F	17,312	6,000
Reinvested distributions		
Pinnacle Series	8,884	20,705
Series F	99	502
Payments on redemption		
Pinnacle Series	(7,596,512)	(7,537,146)
Series F	(9,369)	(52,273)
	<u>(7,063,888)</u>	<u>(3,832,762)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(7,071,931)	(3,786,990)
Series F	8,042	(45,772)
	<u>(7,063,889)</u>	<u>(3,832,762)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	1,784,043	3,297,885
Series F	68,648	105,204
	<u>1,852,691</u>	<u>3,403,089</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	9,033	21,429
Adjustments for:		
Purchases of non-derivative financial assets and liabilities	(4,510,517)	(15,506,363)
Proceeds from sale of non-derivative financial assets and liabilities	11,363,434	18,097,839
Accrued investment income and other	87	122
Accrued expenses and other payables	3,001	1,957
Net cash provided by (used in) operating activities	<u>6,865,038</u>	<u>2,614,984</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	533,010	4,985,450
Amounts paid on redemption of redeemable units	(7,600,882)	(7,591,651)
Distributions to unitholders of redeemable units	(74)	(212)
Net cash provided by (used in) financing activities	<u>(7,067,946)</u>	<u>(2,606,413)</u>
Net increase (decrease) in cash	(202,908)	8,571
Cash (bank overdraft), beginning of period	300,220	67,947
CASH (BANK OVERDRAFT), END OF PERIOD	<u>97,312</u>	<u>76,518</u>
Interest paid ⁽¹⁾	-	140
Interest received, net of withholding taxes ⁽¹⁾	16,846	34,247

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
MONEY MARKET INSTRUMENTS – 95.3%			
Bankers' Acceptances – 5.9%			
Bank of Montreal 0.00% Jul 08, 2019	80,000	79,645	79,972
Canadian Imperial Bank of Commerce 0.00% Jul 03, 2019	30,000	29,872	29,997
		<u>109,517</u>	<u>109,969</u>
Bearers' Deposit Notes – 3.2%			
Manulife Bank of Canada 0.00% Feb 07, 2020	60,000	58,756	59,203
Commercial Paper – 8.1%			
Enbridge Pipelines Inc. 0.00% Aug 02, 2019	50,000	49,883	49,913
Greater Toronto Airports Authority 0.00% Sep 10, 2019	50,000	49,767	49,818
PACCAR Inc. 0.00% Jul 22, 2019	50,000	49,920	49,948
		<u>149,570</u>	<u>149,679</u>
Promissory Notes – 20.7%			
Province of Alberta 0.00% Jul 30, 2019	125,000	124,767	124,828
Province of Alberta 0.00% Mar 23, 2020	100,000	98,697	98,749
Province of Prince Edward Island 0.00% Jul 16, 2019	160,000	159,251	159,885
		<u>382,715</u>	<u>383,462</u>
Short Term Bonds – 26.5%			
BMW Canada Inc. (Floating Rate) 2.31% Feb 06, 2020	50,000	50,006	50,164
Canadian Credit Card Trust II 1.83% Mar 24, 2020	90,000	89,884	90,330
Genesis Trust II 1.70% Apr 15, 2020	80,000	79,760	80,085
HSBC Bank Canada (Floating Rate) 2.19% Jul 10, 2019	50,000	50,017	50,061
National Bank of Canada (Floating Rate) 2.01% Jun 12, 2020	90,000	90,000	90,085
Royal Bank of Canada (Floating Rate) 1.94% Aug 01, 2019	80,000	80,000	80,124
Wells Fargo Canada Corporation 2.94% Jul 25, 2019	50,000	50,150	50,648
		<u>489,817</u>	<u>491,497</u>
Treasury Bills – 30.9%			
Province of Manitoba 0.00% Jul 17, 2019	150,000	149,388	149,885
Province of Newfoundland and Labrador 0.00% Jul 18, 2019	125,000	124,839	124,899
Province of Ontario 0.00% Aug 14, 2019	135,000	132,407	134,667
Province of Ontario 0.00% Feb 12, 2020	65,000	63,788	64,245
Province of Ontario 0.00% Sep 18, 2019	100,000	97,920	99,542
		<u>568,342</u>	<u>573,238</u>
TOTAL INVESTMENT PORTFOLIO		<u>1,758,717</u>	1,767,048
OTHER ASSETS, LESS LIABILITIES – 4.7%			85,643
NET ASSETS – 100.0%			<u>1,852,691</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 Short Term Income Pool (Unaudited - Continued)

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

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	1,767,048	8,619,964
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	1,767,048	8,619,964

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$3,507 or approximately 0.2% (December 31, 2018 – \$1,169 or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

The Fund did not have significant direct currency risk exposure as at June 30, 2019 or December 31, 2018.

Price risk

The Fund did not have significant direct price risk exposure to equities, underlying funds, derivatives or commodities as at June 30, 2019 or December 31, 2018.

Credit risk

Below is a summary of the credit ratings of bond and debentures and money market instruments held by the Fund.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	25.1	23.9	47.6	46.0
AA/A-1	69.2	66.0	46.9	45.3
A/A-2	5.7	5.4	5.5	5.3
	100.0	95.3	100.0	96.6

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. 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, 2019	December 31, 2018
Bankers' Acceptances	5.9	8.6
Bearers' Deposit Notes	3.2	0.6
Commercial Paper	8.1	8.4
Promissory Notes	20.7	27.9
Short Term Bonds	26.5	5.6
Treasury Bills	30.9	45.5

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Money market instruments	-	1,767,048	-	1,767,048
	-	1,767,048	-	1,767,048

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Money market instruments	-	8,619,964	-	8,619,964
	-	8,619,964	-	8,619,964

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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)

STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	547,525,398	535,551,223
Cash	27,158,399	668,684
Receivable for securities sold	4,239,061	-
Subscriptions receivable	518,682	408,211
Accrued investment income and other	1,799,087	2,331,300
	<u>581,240,627</u>	<u>538,959,418</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	981	-
Payable for securities purchased	8,718,345	-
Redemptions payable	671,507	187,413
Accrued expenses	36,536	-
Distributions payable	39,837	-
	<u>9,467,206</u>	<u>187,413</u>
Net assets attributable to holders of redeemable units	<u>571,773,421</u>	<u>538,772,005</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	560,297,364	525,306,424
Series F	1,635,634	1,389,440
Series I	<u>9,840,423</u>	<u>12,076,141</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	11.06	10.56
Series F	11.43	10.85
Series I	<u>11.10</u>	<u>10.59</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Interest for distribution purposes	7,471,849	6,564,280
Net realized gain (loss) on non-derivative financial assets	6,554,314	(10,562,338)
Change in unrealized gain (loss) on non-derivative financial assets	<u>19,664,419</u>	<u>5,278,666</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	33,690,582	1,280,608
Net realized and unrealized foreign currency translation gain (loss)	16,523	23,210
Other income	(46)	8,343
	<u>780</u>	<u>1,359</u>
Total income (loss), net	<u>33,707,839</u>	<u>1,313,520</u>
EXPENSES		
Management fees (note 5)	5,201	5,324
Fixed administration fees (note 6)	188,749	183,760
Independent Review Committee fees	592	587
Interest expense	1,410	4,702
Harmonized Sales Tax/Goods and Services Tax	<u>20,118</u>	<u>19,471</u>
Total expenses	<u>216,070</u>	<u>213,844</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>33,491,769</u>	<u>1,099,676</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	32,766,980	1,378,424
Series F	94,602	(24,762)
Series I	<u>630,187</u>	<u>(253,986)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	0.66	0.03
Series F	0.70	(0.18)
Series I	<u>0.66</u>	<u>(0.15)</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	49,618,755	49,284,332
Series F	134,696	141,221
Series I	<u>960,466</u>	<u>1,639,081</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 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	525,306,424	502,154,589
Series F	1,389,440	1,569,977
Series I	12,076,141	20,249,016
	<u>538,772,005</u>	<u>523,973,582</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	32,766,980	1,378,424
Series F	94,602	(24,762)
Series I	630,187	(253,986)
	<u>33,491,769</u>	<u>1,099,676</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(7,715,406)	(6,605,114)
Series F	(15,878)	(12,490)
Series I	(145,187)	(211,411)
	<u>(7,876,471)</u>	<u>(6,829,015)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	79,416,282	91,385,059
Series F	249,966	117,480
Series I	-	20,400
Reinvested distributions		
Pinnacle Series	7,637,994	6,537,415
Series F	6,195	5,249
Series I	145,186	211,410
Payments on redemption		
Pinnacle Series	(77,114,910)	(66,987,801)
Series F	(88,691)	(294,288)
Series I	(2,865,904)	(4,142,800)
	<u>7,386,118</u>	<u>26,852,124</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	34,990,940	25,707,983
Series F	246,194	(208,811)
Series I	(2,235,718)	(4,376,387)
	<u>33,001,416</u>	<u>21,122,785</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	560,297,364	527,862,572
Series F	1,635,634	1,361,166
Series I	9,840,423	15,872,629
	<u>571,773,421</u>	<u>545,096,367</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	33,491,769	1,099,676
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(6,554,314)	10,562,338
Change in unrealized (gain) loss on non-derivative financial assets	(19,664,419)	(5,278,666)
Unrealized foreign currency translation (gain) loss	(16)	3
Purchases of non-derivative financial assets and liabilities	(497,779,759)	(942,748,122)
Proceeds from sale of non-derivative financial assets and liabilities	516,503,601	832,507,679
Accrued investment income and other	532,213	158,952
Accrued expenses and other payables	37,517	34,301
	<u>26,566,592</u>	<u>(103,663,839)</u>
Net cash provided by (used in) operating activities	26,566,592	(103,663,839)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	79,555,777	98,111,394
Amounts paid on redemption of redeemable units	(79,585,411)	(71,477,000)
Distributions to unitholders of redeemable units	(47,259)	(38,657)
	<u>(76,893)</u>	<u>26,595,737</u>
Net cash provided by (used in) financing activities	(76,893)	26,595,737
Unrealized foreign currency translation gain (loss)	16	(3)
Net increase (decrease) in cash	26,489,699	(77,068,102)
Cash (bank overdraft), beginning of period	668,684	89,786,109
	<u>27,158,399</u>	<u>12,718,004</u>
CASH (BANK OVERDRAFT), END OF PERIOD		
	<u>1,410</u>	<u>4,702</u>
Interest paid ⁽¹⁾	8,004,061	6,723,232
Interest received, net of withholding taxes ⁽¹⁾		

⁽¹⁾ Classified as operating items.

Scotia Private Income Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 95.8%				BONDS AND DEBENTURES (cont'd)			
Corporate Bonds – 40.9%				Corporate Bonds (cont'd)			
Alectra Inc. (Callable) 2.49% May 17, 2027	390,000	384,981	393,907	Pembina Pipeline Corporation (Callable)			
AltaLink L.P. (Callable) 3.40% Jun 06, 2024	803,000	831,788	851,017	3.54% Feb 03, 2025	2,416,000	2,420,550	2,525,764
Anheuser-Busch InBev Finance Inc. (Callable)				Rogers Communications Inc. (Callable) 3.25%			
2.60% Mar 15, 2024	3,829,000	3,674,444	3,834,741	May 01, 2029	2,069,000	2,063,745	2,122,194
Apple Inc. 2.51% Aug 19, 2024	1,101,000	1,054,340	1,120,012	Royal Bank of Canada 2.35% Jul 02, 2024	2,079,000	2,079,000	2,080,102
Bank of America Corporation (Callable) 2.93%				Royal Bank of Canada 2.36% Dec 05, 2022	11,108,000	11,067,241	11,235,305
Apr 25, 2025	4,819,000	4,823,675	4,903,510	Royal Bank of Canada 2.95% May 01, 2023	3,513,000	3,504,870	3,631,152
Bank of Montreal 2.85% Mar 06, 2024	2,405,000	2,420,020	2,457,661	Suncor Energy Inc. (Callable) 3.00%			
Bank of Montreal 2.89% Jun 20, 2023	13,579,000	13,686,172	14,019,271	Sep 14, 2026	1,628,000	1,643,010	1,670,411
Bank of Montreal 3.19% Mar 01, 2028	1,569,000	1,556,542	1,681,420	TELUS Corporation (Callable) 2.75%			
Bank of Nova Scotia, The (Callable) 2.84%				Jul 08, 2026	4,351,000	4,359,345	4,366,913
Jul 03, 2029	2,280,000	2,280,000	2,277,776	TELUS Corporation (Callable) 3.30%			
Bank of Nova Scotia, The (Callable) 3.89%				May 02, 2029	2,189,000	2,170,941	2,242,945
Jan 18, 2029	1,199,000	1,199,000	1,255,717	TELUS Corporation (Callable) 3.75%			
Bank of Nova Scotia, The 2.36%				Jan 17, 2025	2,692,000	2,839,697	2,855,884
Nov 08, 2022	356,000	356,010	359,758	TMX Group Ltd. 3.00% Dec 11, 2024	6,105,000	6,044,381	6,271,966
Bank of Nova Scotia, The 2.98% Apr 17, 2023	2,240,000	2,231,509	2,316,665	Toronto-Dominion Bank, The (Callable) 3.59%			
Bell Canada Inc. (Callable) 2.75%				Sep 14, 2028	1,924,000	1,924,000	2,000,027
Jan 29, 2025	3,468,000	3,462,288	3,511,694	Toronto-Dominion Bank, The 2.50%			
Bell Canada Inc. (Callable) 3.80%				Dec 02, 2024	2,698,000	2,698,000	2,716,461
Aug 21, 2028	2,197,000	2,180,061	2,348,846	Toronto-Dominion Bank, The 2.85%			
BP Capital Markets PLC 3.47% May 15, 2025	3,051,000	3,092,832	3,223,596	Mar 08, 2024	1,189,000	1,189,000	1,216,924
Brookfield Asset Management Inc. (Callable)				Toronto-Dominion Bank, The 3.01%			
4.82% Jan 28, 2026	6,761,000	7,397,779	7,468,316	May 30, 2023	10,471,000	10,555,940	10,860,584
Brookfield Infrastructure Finance ULC				Toronto-Dominion Bank, The 3.23%			
(Callable) 3.32% Feb 22, 2024	1,677,000	1,658,238	1,714,959	Jul 24, 2024	4,643,000	4,906,676	4,905,642
Brookfield Infrastructure Finance ULC				United Parcel Service Inc. (Callable) 2.13%			
(Callable) 3.45% Mar 11, 2022	209,000	209,380	214,073	May 21, 2024	2,922,000	2,823,952	2,906,329
Bruce Power LP 3.97% Jun 23, 2026	1,519,000	1,587,537	1,625,712	Ventas Canada Finance Ltd. (Callable) 2.55%			
Canadian Imperial Bank of Commerce 2.30%				Mar 15, 2023	598,000	586,961	598,403
Jul 11, 2022	7,749,000	7,566,280	7,812,672	Ventas Canada Finance Ltd. (Callable) 4.13%			
Canadian Mortgage Pools 2.44%				Sep 30, 2024	685,000	713,708	730,648
Mar 01, 2023	34,460,210	33,945,719	35,025,013	Walt Disney Co, The 2.76% Oct 07, 2024	2,829,000	2,822,829	2,910,687
Choice Properties Real Estate Investment Trust				Wells Fargo & Company (Callable) 3.18%			
(Callable) 3.56% Sep 09, 2024	4,543,000	4,532,511	4,714,057	Feb 08, 2024	5,550,000	5,633,528	5,710,235
CI Financial Corporation 3.90% Sep 27, 2027	444,000	444,000	459,259	<u>226,470,510</u>	<u>233,708,610</u>		
CU Inc. (Callable) 3.55% Nov 22, 2047	12,288,000	12,300,980	13,383,343	Federal Bonds – 36.3%			
Emera Inc. 2.90% Jun 16, 2023	2,976,000	2,978,181	3,024,197	Canada Housing Trust No. 1 1.45%			
Enbridge Gas Distribution Inc. (Callable)				Jun 15, 2020			
3.31% Sep 11, 2025	2,700,000	2,803,500	2,859,207	35,000,000			
Enbridge Inc. (Callable) 3.95% Nov 19, 2024	2,305,000	2,437,740	2,463,686	Canada Housing Trust No. 1 2.65%			
Enbridge Pipelines Inc. (Callable) 3.52%				Dec 15, 2028			
Feb 22, 2029	1,000,000	999,580	1,064,320	109,900,000			
Enbridge Southern Lights LP 4.01%				Canada Housing Trust No. 1 2.90%			
Jun 30, 2040	891,924	890,479	926,288	Jun 15, 2024			
EPCOR Utilities Inc. 3.55% Nov 27, 2047	2,527,000	2,527,000	2,762,747	6,700,000			
First Capital Realty Inc. (Callable) 3.60%				7,009,473			
May 06, 2026	954,000	944,813	973,138	Government of Canada 2.00% Sep 01, 2023			
First Capital Realty Inc. 4.32% Jul 31, 2025	2,133,000	2,173,036	2,269,131	916,000			
Fortis Inc. (Callable) 2.85% Dec 12, 2023	2,805,000	2,821,499	2,869,816	Government of Canada 2.25% Jun 01, 2029			
Intact Financial Corporation (Callable) 3.77%				31,076,000			
Mar 02, 2026	1,856,000	1,932,646	1,989,206	Government of Canada 2.75% Dec 01, 2048			
Loblaw Companies Limited (Callable) 4.86%				11,141,000			
Sep 12, 2023	3,476,000	3,747,333	3,795,095	Government of Canada Bonds 1.00%			
McDonald's Corporation 3.13% Mar 04, 2025	1,850,000	1,862,123	1,912,507	Jun 01, 2027			
North West Redwater Partnership / NWR				34,000			
Financing Co., Ltd. (Callable) 3.20%				<u>32,948</u>			
Apr 24, 2026	2,334,000	2,354,726	2,427,243	<u>197,911,434</u>			
OMERS Realty Corporation (Callable) 3.33%				207,446,507			
Jun 05, 2025	9,371,000	9,415,838	9,900,945	Provincial Bonds – 18.6%			
OMERS Realty Corporation (Callable) 3.63%				Province of Ontario 2.60% Jun 02, 2027			
Jun 05, 2030	2,515,000	2,515,000	2,759,869	28,409,000			
Pembina Pipeline Corporation (Callable)				Province of Ontario 2.80% Jun 02, 2048			
2.99% Jan 22, 2024	1,157,000	1,143,556	1,179,644	35,867,000			
				Province of Ontario 4.20% Jun 02, 2020			
				28,800,000			
				Province of Quebec 2.30% Sep 01, 2029			
				967,000			
				956,228			
				Province of Quebec 2.75% Sep 01, 2028			
				7,848,000			
				7,624,881			
				<u>99,673,307</u>			
				106,370,281			
				TOTAL INVESTMENT PORTFOLIO			
				<u>524,055,251</u>			
				547,525,398			
				OTHER ASSETS, LESS LIABILITIES – 4.2%			
				<u>24,248,023</u>			
				NET ASSETS – 100.0%			
				<u>571,773,421</u>			

BOND FUNDS

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

Portfolio Adviser: 1832 Asset Management L.P.

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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the “Underlying Funds”). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

Risks associated with financial instruments (note 4)

Interest rate risk

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	64,343,955	8,292,668
1-3 years	214,073	76,222,174
3-5 years	123,439,490	122,615,871
5-10 years	284,380,042	221,857,709
> 10 years	75,147,838	106,562,801
	547,525,398	535,551,223

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$9,877,673 or approximately 1.7% (December 31, 2018 – \$10,033,596 or approximately 1.9%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

Below is a summary of the Fund’s direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	1,104	–	1,104	0.0
	1,104	–	1,104	0.0

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	1,150	–	1,150	0.0
	1,150	–	1,150	0.0

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant,

net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$110 or approximately 0.0% of net assets (December 31, 2018 – \$115 or approximately 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 direct price risk exposure to equities, underlying funds, derivatives or commodities as at June 30, 2019 or December 31, 2018.

Credit risk

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	44.3	42.5	38.3	38.0
AA/A-1	14.5	13.9	17.1	17.1
A/A-2	30.9	29.5	30.1	29.9
BBB	10.1	9.7	7.8	7.7
NOT RATED	0.2	0.2	6.7	6.7
	100.0	95.8	100.0	99.4

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. 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, 2019	December 31, 2018
Corporate Bonds	40.9	43.0
Federal Bonds	36.3	38.1
Provincial Bonds	18.6	18.3

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund’s financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Bonds and debentures	–	547,525,398	–	547,525,398
	–	547,525,398	–	547,525,398

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Bonds and debentures	–	535,551,223	–	535,551,223
	–	535,551,223	–	535,551,223

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, 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, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant differences between the net asset value per unit and the net assets per unit for any series of the Fund.

Scotia Private High Yield Income Pool (Unaudited)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	510,872,551	769,814,481
Derivatives	9,790,375	470,401
Cash	221,349	241,541
Subscriptions receivable	504,108	388,207
Accrued investment income and other	7,410,217	11,797,899
	<u>528,798,600</u>	<u>782,712,529</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	–	16,576,272
Management fee payable (note 5)	11,221	–
Payable for securities purchased	3,923,787	–
Redemptions payable	350,799	502,100
Accrued expenses	26,048	–
Distributions payable	166,640	–
	<u>4,478,495</u>	<u>17,078,372</u>
Net assets attributable to holders of redeemable units	<u>524,320,105</u>	<u>765,634,157</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	144,069,286	132,008,643
Series F	13,853,046	14,019,596
Series I	350,007,062	365,559,695
Series K	10,651,534	12,677,180
Series M	5,739,177	241,369,043
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	8.41	8.20
Series F	8.85	8.52
Series I	8.44	8.23
Series K	9.25	9.03
Series M	8.57	8.25

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	62,238	48,093
Interest for distribution purposes	18,098,055	30,654,391
Net realized gain (loss) on non-derivative financial assets	(2,677,926)	904,346
Change in unrealized gain (loss) on non-derivative financial assets	9,939,711	9,697,493
Net realized gain (loss) on derivatives	(5,934,732)	(44,408,159)
Change in unrealized gain (loss) on derivatives	25,896,246	(2,496,529)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	45,383,592	(5,600,365)
Securities lending (note 11)	25,696	18,504
Net realized and unrealized foreign currency translation gain (loss)	(546,242)	2,284,908
Other income	590	81
Total income (loss), net	<u>44,863,636</u>	<u>(3,296,872)</u>
EXPENSES		
Management fees (note 5)	168,207	532,268
Fixed administration fees (note 6)	151,996	248,483
Independent Review Committee fees	592	587
Interest expense	1,299	33,118
Harmonized Sales Tax/Goods and Services Tax	31,630	76,469
Total expenses	<u>353,724</u>	<u>890,925</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>44,509,912</u>	<u>(4,187,797)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	8,786,523	(649,997)
Series F	1,026,192	(125,410)
Series I	23,549,779	(1,976,191)
Series K	766,957	(48,180)
Series M	10,380,461	(1,388,019)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	0.52	(0.03)
Series F	0.64	(0.07)
Series I	0.56	(0.03)
Series K	0.64	(0.04)
Series M	1.16	(0.04)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	16,741,472	21,735,537
Series F	1,607,127	1,698,268
Series I	41,888,312	63,390,753
Series K	1,191,326	1,280,983
Series M	8,979,696	35,208,420

* 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	132,008,643	233,876,810
Series F	14,019,596	16,042,557
Series I	365,559,695	556,189,200
Series K	12,677,180	11,197,921
Series M	241,369,043	483,943,003
	<u>765,634,157</u>	<u>1,301,249,491</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	8,786,523	(649,997)
Series F	1,026,192	(125,410)
Series I	23,549,779	(1,976,191)
Series K	766,957	(48,180)
Series M	10,380,461	(1,388,019)
	<u>44,509,912</u>	<u>(4,187,797)</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(5,455,214)	(5,701,600)
Series F	(482,973)	(400,676)
Series I	(13,277,218)	(17,270,411)
Series K	(397,216)	(388,555)
Series M	(384,653)	(8,269,651)
	<u>(19,997,274)</u>	<u>(32,030,893)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	19,406,347	23,181,739
Series F	131,155	375,648
Series I	24,835,370	28,897,075
Series K	1,806,334	4,306,691
Series M	3,555,595	31,569,307
Reinvested distributions		
Pinnacle Series	5,421,953	5,642,143
Series F	100,843	91,002
Series I	13,277,217	17,270,411
Series K	397,215	388,555
Series M	249,202	6,737,907
Payments on redemption		
Pinnacle Series	(16,098,966)	(106,707,265)
Series F	(941,767)	(713,907)
Series I	(63,937,781)	(11,325,752)
Series K	(4,598,936)	(1,921,549)
Series M	(249,430,471)	(234,963,118)
	<u>(265,826,690)</u>	<u>(237,171,113)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	12,060,643	(84,234,980)
Series F	(166,550)	(773,343)
Series I	(15,552,633)	15,595,132
Series K	(2,025,646)	2,336,962
Series M	(235,629,866)	(206,313,574)
	<u>(241,314,052)</u>	<u>(273,389,803)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	144,069,286	149,641,830
Series F	13,853,046	15,269,214
Series I	350,007,062	571,784,332
Series K	10,651,534	13,534,883
Series M	5,739,177	277,629,429
	<u>524,320,105</u>	<u>1,027,859,688</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	44,509,912	(4,187,797)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	2,677,926	(904,346)
Change in unrealized (gain) loss on non-derivative financial assets	(9,939,711)	(9,697,493)
Change in unrealized (gain) loss on derivatives	(25,896,246)	2,496,529
Unrealized foreign currency translation (gain) loss	(2,240)	7,080
Purchases of non-derivative financial assets and liabilities	(436,729,943)	(617,040,821)
Proceeds from sale of non-derivative financial assets and liabilities	706,857,446	894,689,575
Accrued investment income and other	4,387,682	1,562,044
Accrued expenses and other payables	37,269	123,813
Net cash provided by (used in) operating activities	<u>285,902,095</u>	<u>267,048,584</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	49,510,165	91,788,271
Amounts paid on redemption of redeemable units	(335,050,488)	(355,120,906)
Distributions to unitholders of redeemable units	(384,204)	(1,150,476)
Net cash provided by (used in) financing activities	<u>(285,924,527)</u>	<u>(264,483,111)</u>
Unrealized foreign currency translation gain (loss)	2,240	(7,080)
Net increase (decrease) in cash	(22,432)	2,565,473
Cash (bank overdraft), beginning of period	241,541	61,451
CASH (BANK OVERDRAFT), END OF PERIOD	<u>221,349</u>	<u>2,619,844</u>
Interest paid ⁽¹⁾	1,299	33,118
Interest received, net of withholding taxes ⁽¹⁾	22,485,735	31,906,550
Dividends received, net of withholding taxes ⁽¹⁾	62,238	48,093

⁽¹⁾ Classified as operating items.

Scotia Private High Yield Income Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 89.6%				BONDS AND DEBENTURES (cont'd)			
Corporate Bonds – 89.6%				Corporate Bonds (cont'd)			
Adecoagro SA (Callable) 6.00% Sep 21, 2027	USD 600,000	731,279	751,758	Fly Leasing Ltd. (Callable) 5.25% Oct 15, 2024	USD 7,300,000	9,132,991	9,773,722
ADT Corporation, The 4.13% Jun 15, 2023	USD 3,250,000	3,958,600	4,255,983	Ford Credit Canada Ltd. 2.92% Sep 16, 2020	3,000,000	3,085,800	3,010,512
AerCap Ireland Capital DAC / AerCap Global Aviation Trust (Callable) 3.65% Jul 21, 2027	USD 1,000,000	1,261,878	1,304,269	Gibson Energy Inc. (Callable) 5.25% Jul 15, 2024	7,000,000	7,000,904	7,319,375
AK Steel Corporation (Callable) 6.38% Oct 15, 2025	USD 12,650,000	15,673,349	13,483,229	Harvest Operations Corporation 2.33% Apr 14, 2021	USD 4,950,000	6,201,627	6,439,806
AK Steel Corporation (Callable) 7.00% Mar 15, 2027	USD 4,500,000	5,731,411	4,770,536	HCA Inc. (Callable) 4.50% Feb 15, 2027	USD 5,000,000	6,679,682	7,011,393
AK Steel Corporation (Callable) 7.63% Oct 01, 2021	USD 2,400,000	2,605,622	3,121,839	HCA Inc. 6.50% Feb 15, 2020	USD 3,000,000	4,371,665	4,016,853
American International Group Inc. 4.88% Jun 01, 2022	USD 1,300,000	1,936,251	1,825,439	IGM Financial Inc. (Callable) 3.44% Jan 26, 2027	2,250,000	2,248,493	2,349,928
Axalta Coating Systems LLC (Callable) 4.88% Aug 15, 2024	USD 5,000,000	7,072,475	6,783,900	Jaguar Land Rover Automotive PLC (Callable) 3.50% Mar 15, 2020	USD 3,050,000	3,808,136	3,962,264
Barrick PD Australia Finance Pty Ltd. 4.95% Jan 15, 2020	USD 1,750,000	2,328,671	2,321,428	Keyera Corporation (Callable) 6.88% Jun 13, 2019	2,750,000	2,750,000	2,783,300
Bellatrix Exploration Ltd. (Callable) 12.50% Dec 15, 2023*	USD 3,388,000	2,981,361	2,928,148	Kruger Products LP (Callable) 6.00% Apr 24, 2025	2,000,000	2,000,000	1,938,333
Bellatrix Exploration Ltd. (Callable) 8.50% Sep 11, 2023*	USD 3,109,000	3,244,104	3,358,770	Level 3 Financing Inc. (Callable) 5.38% Jan 15, 2024	USD 3,000,000	3,778,579	4,024,082
Brookfield Residential Properties Inc. (Callable) 6.13% May 15, 2023	4,500,000	4,631,250	4,621,875	Level 3 Financing Inc. (Callable) 5.38% May 01, 2025	USD 7,350,000	9,582,507	9,960,157
Calfrac Holdings LP (Callable) 8.50% Jun 15, 2026	USD 10,000,000	11,104,065	9,194,265	Mattamy Group Corporation (Callable) 6.50% Oct 01, 2025	USD 4,460,000	5,753,446	6,146,349
Calpine Corporation (Callable) 5.25% Jun 01, 2026	USD 8,000,000	10,160,020	10,669,287	MEG Energy Corporation (Callable) 6.38% Jan 30, 2023	USD 9,925,000	10,784,738	12,375,415
Cascades Inc. 5.50% Jul 15, 2021	3,000,000	2,988,750	3,051,719	MEG Energy Corporation (Callable) 7.00% Mar 31, 2024	USD 7,000,000	8,326,603	8,759,785
CCO Holdings LLC / CCO Holdings Capital Corporation (Callable) 5.50% May 01, 2026	USD 2,050,000	2,659,039	2,806,392	Midcontinent Express Pipeline LLC 6.70% Sep 15, 2019	USD 7,500,000	10,263,049	9,860,636
CCO Holdings LLC / CCO Holdings Capital Corporation (Callable) 5.88% May 01, 2027	USD 4,500,000	6,309,999	6,242,369	Moss Creek Resources Holdings Inc. (Callable) 7.50% Jan 15, 2026	USD 4,000,000	4,986,785	4,521,705
Cenovus Energy Inc. (Callable) 3.80% Sep 15, 2023	USD 2,630,000	3,572,233	3,533,857	NOGL PipeCo LLC (Callable) 4.88% Aug 15, 2027	USD 2,500,000	3,125,234	3,480,603
Charter Communications Operating LLC / Charter Communications Operating Capital (Callable) 5.13% Jul 01, 2049	USD 3,000,000	3,946,838	3,994,009	NOVA Chemicals Corporation (Callable) 4.88% Jun 03, 2024	USD 5,000,000	6,284,450	6,808,027
CHS/ Community Health Systems Inc. (Callable) 6.25% Mar 31, 2023	USD 3,500,000	4,728,177	4,427,604	Novelis Corporation (Callable) 5.88% Sep 30, 2026	USD 2,700,000	3,596,311	3,592,752
CHS/Community Health Systems Inc. (Callable) 5.13% Aug 01, 2021	USD 2,000,000	2,653,263	2,596,687	NuStar Logistics LP (Callable) 6.00% Jun 01, 2026	USD 1,300,000	1,775,257	1,770,342
CNX Resources Corporation (Callable) 5.88% Apr 15, 2022	USD 1,955,000	2,569,604	2,496,968	NuVista Energy Ltd. (Callable) 6.50% Mar 02, 2023	10,000,000	10,000,000	9,768,750
Comcast Corporation 3.13% Jul 15, 2022	USD 1,750,000	2,251,939	2,348,217	Parkland Fuel Corporation (Callable) 6.50% Jan 21, 2027	700,000	700,000	728,875
Crestwood Midstream Partners LP / Crestwood Midstream Finance Corporation (Callable) 6.25% Apr 01, 2023	USD 5,000,000	7,030,134	6,701,107	Precision Drilling Corporation (Callable) 5.25% Nov 15, 2024	USD 4,500,000	5,832,356	5,571,951
CSC Holdings LLC (Callable) 5.38% Feb 01, 2028	USD 2,500,000	3,124,253	3,406,436	Precision Drilling Corporation (Callable) 7.13% Jan 15, 2026	USD 4,350,000	5,571,142	5,567,362
DAE Funding LLC (Callable) 4.50% Aug 01, 2022	USD 1,000,000	1,253,400	1,332,521	Radian Group Inc. (Callable) 4.50% Oct 01, 2024	USD 1,500,000	1,827,441	2,019,878
DPL Inc. (Callable) 4.35% Apr 15, 2029	USD 11,700,000	15,757,913	15,593,718	Radian Group Inc. (Callable) 4.88% Mar 15, 2027	USD 1,000,000	1,333,298	1,325,398
Dynegy Inc. (Callable) 5.88% Jun 01, 2023	USD 5,000,000	6,209,514	6,711,321	RioCan Real Estate Investment Trust 3.72% Dec 13, 2021	4,290,000	4,277,988	4,436,340
Enbridge Inc. (Callable) 6.25% Mar 01, 2078	USD 9,100,000	11,420,558	12,086,263	Rite Aid Corporation (Callable) 6.13% Apr 01, 2023	USD 9,750,000	12,681,284	10,852,485
Exela Intermediate LLC / Exela Finance Inc. (Callable) 10.00% Jul 15, 2023	USD 5,250,000	6,599,510	5,605,087	Rockpoint Gas Storage Canada Ltd. (Callable) 7.00% Mar 31, 2023	USD 1,000,000	1,208,730	1,337,445
Fairfax Financial Holdings Limited 4.95% Mar 03, 2025	800,000	845,280	871,788	Rogers Communications Inc. (Callable) 3.25% May 01, 2029	750,000	748,095	769,282
Fairfax Financial Holdings Limited 6.40% May 25, 2021	1,500,000	1,502,020	1,614,163	Russel Metals Inc. (Callable) 6.00% Mar 16, 2026	2,250,000	2,250,000	2,310,000
First Quantum Minerals Ltd. (Callable) 7.00% Feb 15, 2021	USD 1,075,000	989,450	1,428,829	Sabine Pass Liquefaction LLC (Callable) 4.20% Mar 15, 2028	USD 1,000,000	1,326,909	1,377,044
First Quantum Minerals Ltd. (Callable) 7.25% Apr 01, 2023	USD 3,600,000	4,487,547	4,596,346	Schlumberger Investment SA (Callable) 2.40% Aug 01, 2022	USD 1,550,000	1,942,860	2,033,247

BOND FUNDS

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Face Value (\$)/ Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares/ Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				EQUITIES (cont'd)			
Corporate Bonds (cont'd)				Energy (cont'd)			
Scientific Games International Inc. (Callable) 10.00% Dec 01, 2022	USD 1,323,000	1,736,391	1,823,302	Tourmaline Oil Corporation	282,900	12,501,485	4,718,772
Seven Generations Energy Ltd. (Callable) 5.38% Sep 30, 2025	USD 3,500,000	4,383,121	4,422,838	Trident Exploration Corporation, Restricted*	8,471,215	3,213,132	–
SFR Group SA (Callable) 7.38% May 01, 2026	USD 5,000,000	6,555,944	6,712,597			24,676,249	5,966,410
Sherritt International Corporation (Callable) 7.88% Oct 11, 2022	10,250,000	9,966,250	3,245,832	Materials – 0.0%			
Sherritt International Corporation (Callable) 8.00% Nov 15, 2021	5,153,211	5,295,049	2,449,922	Banro Corporation*	695,527	8,437,843	–
Six Flags Entertainment Corporation (Callable) 5.50% Apr 15, 2027	USD 8,000,000	10,277,875	10,937,471	Hycroft Mining Corporation	90,163	13,443,760	12
Source Energy Services Canada LP (Callable) 10.50% Dec 15, 2021	12,056,809	12,715,559	11,255,031	Sherritt International Corporation, Warrants Jul 29, 2021*	1,453,099	–	13,294
Sprint Communications Inc. 6.00% Nov 15, 2022	USD 1,500,000	1,992,958	2,054,370	Trevali Mining Corporation, Warrants Dec 30, 2020*	285,824	–	8,965
Sprint Corporation 7.13% Jun 15, 2024	USD 3,000,000	3,977,234	4,160,145			21,881,603	22,271
Sprint Corporation 7.88% Sep 15, 2023	USD 5,000,000	7,019,537	7,114,810	TOTAL EQUITIES			
Superior Plus Corporation (Callable) 5.25% Feb 27, 2024	10,800,000	10,817,122	10,730,250			46,557,852	5,988,681
Superior Plus LP (Callable) 5.13% Aug 27, 2025	4,800,000	4,493,880	4,725,000	MONEY MARKET INSTRUMENTS – 6.7%			
Talen Energy Supply LLC (Callable) 6.50% Jun 01, 2024	USD 4,300,000	4,515,878	4,742,134	Commercial Paper – 2.0%			
Taseko Mines Ltd. (Callable) 8.75% Jun 15, 2022	USD 8,930,000	11,949,153	11,240,703	Export Development Canada 2.30%			
TerraForm Power Operating LLC (Callable) 4.25% Jan 31, 2025	USD 5,500,000	7,039,732	7,237,183	Jul 18, 2019	USD 1,400,000	1,869,758	1,831,316
TerraForm Power Operating LLC (Callable) 5.00% Jan 31, 2028	USD 3,750,000	4,797,465	4,951,532	Farm Credit Canada 2.38% Jul 05, 2019	USD 3,000,000	4,024,670	3,927,465
Tidewater Midstream and Infrastructure Ltd. (Callable) 6.75% Dec 19, 2022	7,000,000	6,971,450	6,990,432	Province of Quebec 2.20% Sep 17, 2019	USD 3,790,000	4,971,573	4,939,476
United Rentals North America Inc. (Callable) 5.50% May 15, 2027	USD 5,850,000	7,845,633	8,084,820			10,866,001	10,698,257
Vesta Energy Corporation (Callable) 8.13% Jul 24, 2023	8,150,000	8,015,625	7,625,344	Promissory Notes – 4.1%			
Vistra Operations Co. LLC (Callable) 4.30% Jul 15, 2029	USD 1,250,000	1,686,877	1,665,177	Province of Alberta 2.22% Jul 18, 2019	USD 950,000	1,242,495	1,242,725
Wynn Las Vegas LLC (Callable) 4.25% May 30, 2023	USD 4,500,000	4,718,420	5,862,728	Province of Ontario 2.38% Aug 06, 2019	USD 5,800,000	7,752,431	7,577,109
Zayo Group LLC / Zayo Capital Inc. (Callable) 5.75% Jan 15, 2027	USD 9,500,000	13,234,085	12,736,083	Province of Ontario 2.39% Jul 02, 2019	USD 1,700,000	2,268,151	2,226,004
		479,561,355	469,607,227	Province of Ontario 2.48% Aug 14, 2019	USD 5,000,000	6,628,236	6,527,812
				Province of Quebec 2.20% Sep 19, 2019	USD 3,000,000	3,934,807	3,909,403
						21,826,120	21,483,053
EQUITIES – 1.1%				Treasury Bills – 0.6%			
Energy – 1.1%				Government of Canada 0.00% Aug 08, 2019			
Bellatrix Exploration Ltd.	1,326,904	2,547,588	1,181,555	Government of Canada 0.00% Aug 22, 2019	450,000	448,682	448,946
Canadian International Oil Corporation, Warrants Feb 14, 2020*	520,000	–	–	Government of Canada 0.00% Jul 11, 2019	725,000	723,340	724,675
Prairie Provident Resources Inc.	408,004	5,967,216	36,720			3,093,004	3,095,333
Source Energy Services Ltd.	42,555	446,828	29,363	TOTAL MONEY MARKET INSTRUMENTS			
						35,785,125	35,276,643
				TOTAL INVESTMENT PORTFOLIO			
						561,904,332	510,872,551
				Unrealized Gain (Loss) on Derivatives – 1.9%			
				OTHER ASSETS, LESS LIABILITIES – 0.7%			
				NET ASSETS – 100.0%			
				524,320,105			

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

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+	Jul. 25, 2019	Canadian dollar	158,734,940	US dollar	118,300,000	0.745	0.764	3,859,574
Bank of Nova Scotia, The	A-1	Aug. 15, 2019	Canadian dollar	76,725,404	US dollar	57,050,000	0.744	0.764	2,059,470
RBC Capital Markets LLC	A-1+	Sep. 19, 2019	Canadian dollar	180,360,000	US dollar	134,950,000	0.748	0.764	3,830,162
RBC Capital Markets LLC	A-1+	Sep. 19, 2019	Canadian dollar	5,535,243	US dollar	4,200,000	0.759	0.764	41,169
									9,790,375

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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

Risks associated with financial instruments (note 4)

Interest rate risk

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	55,437,824	38,153,033
1-3 years	54,967,958	182,693,229
3-5 years	159,978,636	177,299,145
5-10 years	213,970,703	342,508,507
> 10 years	20,528,749	22,549,598
	504,883,870	763,203,512

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$4,380,254 or approximately 0.8% (December 31, 2018 – \$7,562,939 or approximately 1.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	412,580,771	(411,565,213)	1,015,558	0.2
	412,580,771	(411,565,213)	1,015,558	0.2

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	609,175,874	(608,685,118)	490,756	0.1
	609,175,874	(608,685,118)	490,756	0.1

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$101,556 or approximately 0.0% of net assets (December 31, 2018 – \$49,076 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 1.1% (December 31, 2018 – 0.9%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$598,868 (December 31, 2018 – \$662,972). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	3.8	3.6	2.1	2.1
AA/A-1	4.5	4.3	1.8	1.8
A/A-2	1.3	1.3	2.9	2.9
BBB	15.6	15.0	19.9	19.8
BB	39.8	38.3	34.5	34.3
B	29.1	28.1	34.1	34.1
CCC	3.3	3.2	2.8	2.8
D	-	-	1.0	1.0
NOT RATED	2.6	2.5	0.9	0.9
	100.0	96.3	100.0	99.7

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. 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, 2019	December 31, 2018
Commercial Paper	2.0	-
Corporate Bonds	89.6	97.6
Energy	1.1	0.8
Promissory Notes	4.1	2.0
Treasury Bills	0.6	0.1

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	5,966,422	–	–	5,966,422
Bonds and debentures	–	463,320,309	6,286,918	469,607,227
Money market instruments	–	35,276,643	–	35,276,643
Warrants, rights and options	–	–	22,259	22,259
Unrealized gain on currency forward contracts	–	9,790,375	–	9,790,375
	5,966,422	508,387,327	6,309,177	520,662,926

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	4,950,267	–	1,524,819	6,475,086
Bonds and debentures	–	747,470,510	–	747,470,510
Money market instruments	–	15,733,002	–	15,733,002
Warrants, rights and options	–	–	135,883	135,883
Unrealized gain on currency forward contracts	–	470,401	–	470,401
	4,950,267	763,673,913	1,660,702	770,284,882
Unrealized loss on currency forward contracts	–	(16,576,272)	–	(16,576,272)
	4,950,267	747,097,641	1,660,702	753,708,610

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Reconciliation of Level 3 financial instruments

Below is a summary of the movement in the Fund's Level 3 financial instruments.

	June 30, 2019 (\$)	December 31, 2018 (\$)
Beginning of period	1,660,702	2,893,767
Purchases	6,225,465	–
Sales/Return of Capital	–	(11,108,037)
Transfers into Level 3	–	8,437,843
Transfers out of Level 3	–	–
Net realized gains (losses)	–	(21,060,646)
Net change in unrealized gain (loss)*	(1,576,990)	22,497,775
End of period	6,309,177	1,660,702

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at June 30, 2019 and December 31, 2018 was \$(1,576,990) and \$(9,670,908), respectively.

Level 3 valuation techniques

Below is a summary of the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3 financial instruments. The significant unobservable inputs used in the valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. Below also illustrates 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

below as "n/a". Securities where the reasonable possible shift in the significant unobservable inputs did not result in a material impact on the Fund are indicated below as nil.

Security	Valuation technique	Significant unobservable input	Carrying value as at June 30, 2019 (\$)	Change in valuation (\$)
Debt	Fundamental model analysis based on financial data	Discount to Fund NAV	6,286,918	–
Warrants	Fundamental model analysis based on financial data	Discount rate	22,259	–
			6,309,177	

Security	Valuation technique	Significant unobservable input	Carrying value as at December 31, 2018 (\$)	Change in valuation (\$)
Equities	Fundamental model analysis based on financial data	Price to book multiple, peers performance & discount rate	1,524,819	–
Warrants	Fundamental model analysis based on financial data	Liquidity discount	135,883	n/a
			1,660,702	

Offsetting of financial assets and liabilities (note 2)

Below is a summary of 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, 2019			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	9,790,375	–	–	9,790,375
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	9,790,375	–	–	9,790,375

Financial liabilities – by type	June 30, 2019			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	–	–	–	–
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	–	–	–	–

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

FUND SPECIFIC NOTES

For the periods indicated in Note 1

December 31, 2018				
Financial assets – by type	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/ received (\$)	Net Amount (\$)
Currency forward contracts	470,401	(143,756)	–	326,645
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	470,401	(143,756)	–	326,645

Financial liabilities – by type	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/ received (\$)	Net Amount (\$)
Currency forward contracts	16,576,272	(143,756)	–	16,432,516
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	16,576,272	(143,756)	–	16,432,516

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	762,482,395	718,953,769
Derivatives	3,196,818	7,507
Cash	47,766,869	6,400,644
Receivable for securities sold	27,105,689	10,945,052
Subscriptions receivable	148,173	254,348
Accrued investment income and other	4,612,091	4,707,874
	<u>845,312,035</u>	<u>741,269,194</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	–	3,038,517
Management fee payable (note 5)	198	–
Payable for securities purchased	90,546,239	33,691,177
Redemptions payable	1,282,676	13,175
Accrued expenses	37,485	–
Distributions payable	5,078	–
	<u>91,871,676</u>	<u>36,742,869</u>
Net assets attributable to holders of redeemable units	<u>753,440,359</u>	<u>704,526,325</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	121,494,206	100,492,104
Series F	322,200	250,577
Series I	631,623,953	603,783,644
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	9.17	8.80
Series F	9.44	9.00
Series I	9.45	9.07

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Interest for distribution purposes	14,138,000	16,040,136
Net realized gain (loss) on non-derivative financial assets	10,857,052	(7,607,729)
Change in unrealized gain (loss) on non-derivative financial assets	(6,129,110)	18,326,323
Net realized gain (loss) on derivatives	19,030,873	(46,948,163)
Change in unrealized gain (loss) on derivatives	6,227,828	6,935,000
	<u>44,124,643</u>	<u>(13,254,433)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	2,218	18,187
Net realized and unrealized foreign currency translation gain (loss)		
Other income	1,503,455	192,414
	<u>434</u>	<u>1,643</u>
Total income (loss), net	<u>45,630,750</u>	<u>(13,042,189)</u>
EXPENSES		
Management fees (note 5)	1,016	1,193
Fixed administration fees (note 6)	189,637	206,885
Independent Review Committee fees	592	587
Interest expense	144	457
Foreign withholding taxes/tax reclaims	11,942	39,189
Harmonized Sales Tax/Goods and Services Tax	19,585	21,303
	<u>222,916</u>	<u>269,614</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>45,407,834</u>	<u>(13,311,803)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	6,756,190	(1,746,926)
Series F	17,991	(6,569)
Series I	38,633,653	(11,558,308)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.56	(0.15)
Series F	0.61	(0.19)
Series I	0.58	(0.15)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	12,100,590	11,734,215
Series F	29,719	34,430
Series I	66,871,990	79,705,207

[†] 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	100,492,104	111,222,090
Series F	250,577	324,556
Series I	603,783,644	754,195,842
	<u>704,526,325</u>	<u>865,742,488</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	6,756,190	(1,746,926)
Series F	17,991	(6,569)
Series I	38,633,653	(11,558,308)
	<u>45,407,834</u>	<u>(13,311,803)</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(2,207,660)	(2,010,760)
Series F	(4,718)	(4,646)
Series I	(12,876,805)	(14,741,906)
	<u>(15,089,183)</u>	<u>(16,757,312)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	29,669,141	16,740,829
Series F	82,244	(2,249)
Series I	37,003,005	16,038,856
Reinvested distributions		
Pinnacle Series	2,197,639	2,004,134
Series F	2,144	1,938
Series I	12,876,779	14,741,906
Payments on redemption		
Pinnacle Series	(15,413,208)	(23,464,565)
Series F	(26,038)	(45,621)
Series I	(47,796,323)	(15,078,200)
	<u>18,595,383</u>	<u>10,937,028</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	21,002,102	(8,477,288)
Series F	71,623	(57,147)
Series I	27,840,309	(10,597,652)
	<u>48,914,034</u>	<u>(19,132,087)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	121,494,206	102,744,802
Series F	322,200	267,409
Series I	631,623,953	743,598,190
	<u>753,440,359</u>	<u>846,610,401</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	45,407,834	(13,311,803)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(10,857,052)	7,607,729
Change in unrealized (gain) loss on non-derivative financial assets	6,129,110	(18,326,323)
Change in unrealized (gain) loss on derivatives	(6,227,828)	(6,935,000)
Unrealized foreign currency translation (gain) loss	(699,148)	28,559
Purchases of non-derivative financial assets and liabilities	(918,713,280)	(1,805,310,732)
Proceeds from sale of non-derivative financial assets and liabilities	920,607,022	1,835,228,683
Accrued investment income and other	95,783	(369,188)
Accrued expenses and other payables	37,683	36,336
Net cash provided by (used in) operating activities	<u>35,780,124</u>	<u>(1,351,739)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	66,860,565	35,861,503
Amounts paid on redemption of redeemable units	(61,966,069)	(38,626,095)
Distributions to unitholders of redeemable units	(7,543)	(5,202)
Net cash provided by (used in) financing activities	4,886,953	(2,769,794)
Unrealized foreign currency translation gain (loss)	699,148	(28,559)
Net increase (decrease) in cash	40,667,077	(4,121,533)
Cash (bank overdraft), beginning of period	6,400,644	38,516,489
CASH (BANK OVERDRAFT), END OF PERIOD	<u>47,766,869</u>	<u>34,366,397</u>
Interest paid ⁽¹⁾	144	457
Interest received, net of withholding taxes ⁽¹⁾	14,221,840	15,555,137

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer		Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 94.3%				
Australian dollar – 0.8%				
International Bank for Reconstruction & Development 3.00% Oct 19, 2026	AUD	4,100,000	4,232,255	4,118,198
Kreditanstalt fuer Wiederaufbau 6.25% Dec 04, 2019	AUD	1,700,000	1,701,732	1,594,954
			<u>5,933,987</u>	<u>5,713,152</u>
Canadian dollar – 0.2%				
Fifth Third Bancorp (Callable) 3.65% Jan 25, 2024	USD	950,000	1,264,850	1,304,497
Euro – 0.5%				
America Movil S.A.B. de C.V. 3.26% Jul 22, 2023	EUR	1,400,000	1,905,514	2,348,604
Mexico Government International Bond 1.63% Apr 08, 2026	EUR	1,000,000	1,489,195	1,526,141
			<u>3,394,709</u>	<u>3,874,745</u>
Indian rupee – 0.5%				
International Finance Corporation 5.85% Nov 25, 2022	INR	220,000,000	4,292,757	4,081,076
Mexican peso – 0.2%				
Mexican Bonos 6.50% Jun 09, 2022	MXN	26,470,000	1,745,491	1,766,705
New Zealand dollar – 0.4%				
Goldman Sachs Group Inc., The 5.20% Dec 17, 2019	NZD	3,310,000	2,967,085	2,947,927
Polish zloty – 0.5%				
Republic of Poland Government Bond 2.50% Jul 25, 2026	PLN	10,000,000	3,342,195	3,570,181
United States dollar – 91.2%				
Access Group Inc. (Floating Rate) 1.11% Aug 25, 2037	USD	805,408	830,826	1,027,529
Access Group Inc. (Floating Rate) 1.42% Jul 01, 2038	USD	395,582	452,300	517,436
Access Group Inc. 1.42% Jul 01, 2038	USD	607,454	722,016	794,682
AccessLex Institute (Floating Rate) 3.14% Jul 25, 2035	USD	1,829,100	2,407,192	2,361,861
AccessLex Institute 2.63% May 25, 2036	USD	5,204,204	6,842,769	6,729,284
AerCap Ireland Capital DAC / AerCap Global Aviation Trust 5.00% Oct 01, 2021	USD	1,980,000	2,644,352	2,719,210
Alternative Loan Trust Series 2006-2CB 5.50% Mar 25, 2036	USD	9,296	12,262	8,804
Altria Group Inc. (Callable) 4.40% Feb 14, 2026	USD	2,140,000	2,827,427	2,999,263
Altria Group Inc. 10.20% Feb 06, 2039	USD	997,000	1,827,232	2,059,037
Altria Group Inc. 9.95% Nov 10, 2038	USD	195,000	389,323	394,438
Amazon.com Inc. (Callable) 5.20% Dec 03, 2025	USD	1,170,000	1,677,925	1,786,814
American Express Company (Callable) 2.20% Oct 30 2020	USD	810,000	1,022,754	1,059,857
American Express Company (Callable) 3.70% Aug 03, 2023	USD	1,305,000	1,694,605	1,788,405
Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificate Series 2003-11 1.59% Dec 25, 2033	USD	861,018	1,104,117	1,075,105
Amgen Inc. (Callable) 5.65% Jun 15, 2042	USD	850,000	1,249,470	1,329,340
Anheuser-Busch InBev Worldwide Inc. (Callable) 4.15% Jan 23, 2025	USD	1,505,000	1,989,882	2,126,422
Anheuser-Busch InBev Worldwide Inc. (Callable) 5.45% Jan 23, 2039	USD	1,435,000	1,893,949	2,241,994
Anheuser-Busch InBev Worldwide Inc. (Callable) 5.80% Jan 23, 2059	USD	1,520,000	2,004,585	2,500,879
Anthem Inc. (Callable) 3.50% Aug 15, 2024	USD	3,040,000	4,096,422	4,144,655

Issuer		Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				
United States dollar (cont'd)				
Asset Backed Securities Corporation Home Equity Loan Trust Series 2002-HE1 2.13% Mar 15, 2032	USD	1,607,631	2,106,291	2,115,662
AstraZeneca PLC (Callable) 2.38% May 12, 2022	USD	1,345,000	1,806,880	1,770,780
AT&T Inc. (Callable) 5.25% Mar 01, 2037	USD	1,900,000	2,508,500	2,797,079
Athene Holding Ltd. (Callable) 4.13% Jan 12, 2028	USD	2,080,000	2,550,631	2,742,119
AutoNation Inc. (Callable) 3.80% Nov 15, 2027	USD	465,000	593,546	600,661
Avnet Inc. 4.88% Dec 01, 2022	USD	1,540,000	2,096,023	2,134,755
Banco Santander S.A. 2.71% Jun 27, 2024	USD	1,200,000	1,582,675	1,576,900
BANK 2017-BNK4 3.63% May 15, 2050	USD	880,000	1,230,902	1,230,738
Bank of America Commercial Mortgage Trust 2017-BNK3 3.75% Feb 15, 2050	USD	2,000,000	2,756,414	2,739,619
Bank of America Corporation (Callable) 3.37% Jan 23, 2026	USD	1,110,000	1,378,505	1,502,181
Bank of America Corporation (Callable) 4.27% Jul 23, 2029	USD	375,000	528,734	536,633
Bank of America Corporation 4.00% Jan 22, 2025	USD	855,000	1,177,356	1,177,502
Bank of America Corporation, Perpetual 5.88% Bank of America Mortgage Trust, Series 2003-J 3.62% Nov 25, 2051	USD	43,641	42,663	56,097
Barclays PLC (Callable) 4.34% May 16, 2024	USD	1,700,000	2,187,276	2,293,781
BB&T Corporation (Callable) 3.88% Mar 19, 2029	USD	1,335,000	1,793,907	1,864,927
Benchmark 2019-B9 Mortgage Trust 4.02% Mar 15, 2052	USD	2,385,000	3,215,614	3,448,888
BGC Partners Inc. 5.38% Jul 24, 2023	USD	645,000	839,269	886,851
Brixmor Operating Partnership LP (Callable) 4.13% May 15, 2029	USD	555,000	746,010	758,257
CBS Corporation (Callable) 3.70% Aug 15, 2024	USD	1,215,000	1,539,618	1,649,530
Celgene Corporation (Callable) 3.90% Feb 20, 2028	USD	2,465,000	3,279,034	3,473,402
CenterPoint Energy Inc. 3.60% Nov 01, 2021	USD	1,090,000	1,400,352	1,466,865
CenturyLink Inc. (First Lien Term Loan B) Jan 31, 2025	USD	1,481,250	1,995,650	1,898,217
CF Industries Inc. 5.38% Mar 15, 2044	USD	3,320,000	3,673,828	4,091,167
Charter Communications Operating LLC / Charter Communications Operating Capital (Callable) 4.91% Jul 23, 2025	USD	3,325,000	4,314,093	4,725,885
Charter Communications Operating LLC / Charter Communications Operating Capital (Callable) 6.38% Oct 23, 2035	USD	770,000	1,069,853	1,184,221
CHL Mortgage Pass-Through Trust Series 2004-HYB4 2.72% Sep 20, 2034	USD	29,777	28,883	37,229
Cimarex Energy Company (Callable) 4.38% Jun 01, 2024	USD	1,088,000	1,451,688	1,505,718
Citigroup Capital III 7.63% Dec 01, 2036	USD	1,020,000	1,674,496	1,690,446
Citigroup Commercial Mortgage Trust 2013-GC17 3.85% Nov 10, 2046	USD	1,000,000	1,328,354	1,386,898
Citigroup Commercial Mortgage Trust 2018-B2 4.01% Mar 10, 2051	USD	890,000	1,279,290	1,280,666
Citigroup Inc. (Callable) 4.65% Jun 23, 2048	USD	705,000	926,573	1,075,895
Citigroup Inc. 8.13% Jul 15, 2039	USD	1,739,000	3,472,506	3,646,218
CNOOC Finance 2013 Ltd. 3.00% May 09, 2023	USD	920,000	849,880	1,216,077
Comcast Corporation (Callable) 3.70% Apr 15, 2024	USD	1,275,000	1,779,201	1,767,043
Comcast Corporation (Callable) 3.95% Oct 15, 2025	USD	1,280,000	1,638,944	1,808,116

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, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States dollar (cont'd)			
Comcast Corporation (Callable) 4.60%			
Oct 15, 2038	USD 695,000	946,504	1,035,788
COMM 2013-CCRE12 Mortgage Trust 2.90%			
Oct 10, 2046	USD 104,095	133,060	136,528
COMM 2013-LC6 Mortgage Trust 3.28%			
Jan 10, 2046	USD 990,000	1,311,091	1,333,709
COMM 2014-LC17 Mortgage Trust 3.65%			
Oct 10, 2047	USD 1,100,000	1,381,123	1,516,585
Comm 2014-UBS2 Mortgage Trust 3.96%			
Mar 10, 2047	USD 3,190,000	4,542,873	4,455,243
COMM 2014-UBS3 Mortgage Trust 4.01%			
Jun 10, 2047	USD 410,000	544,838	568,623
COMM 2015-CCRE26 Mortgage Trust 4.64%			
Oct 10, 2048	USD 1,075,000	1,366,737	1,477,360
Concho Resources Inc. (Callable) 3.75%			
Oct 01, 2027	USD 1,375,000	1,852,794	1,869,867
Constellation Brands Inc. (Callable) 4.40%			
Nov 15, 2025	USD 745,000	974,114	1,069,350
CSAIL 2015-C3 Commercial Mortgage Trust 3.03% Aug 15, 2048			
USD 500,000	673,644	658,531	
CSAIL 2015-C3 Commercial Mortgage Trust 3.45% Aug 15, 2048			
USD 2,500,066	3,426,280	3,424,058	
CubeSmart LP (Callable) 4.38% Feb 15, 2029			
USD 525,000	696,309	733,848	
CVS Health Corporation (Callable) 3.70%			
Mar 09, 2023	USD 3,070,000	3,909,966	4,141,535
CVS Health Corporation (Callable) 4.10%			
Mar 25, 2025	USD 130,000	166,677	179,306
CVS Health Corporation 3.35% Mar 09, 2021			
USD 1,350,000	1,808,547	1,794,025	
Dell International LLC (First Lien Term Loan B) Sep 07, 2023			
USD 1,280,208	1,661,691	1,669,803	
Devon Financing Co LLC 7.88% Sep 30, 2031			
USD 1,191,000	1,995,852	2,191,399	
Discover Bank (Callable) 4.65% Sep 13, 2028			
USD 1,610,000	2,102,610	2,304,789	
Dominion Energy Inc. 3.07% Aug 15, 2024			
USD 1,425,000	1,878,608	1,879,464	
Educational Funding of the South Inc. (Floating Rate) 3.42% Apr 25, 2035			
USD 1,760,992	2,347,747	2,294,900	
Energy Transfer Operating LP (Callable) 4.50%			
Apr 15, 2024	USD 875,000	1,157,275	1,223,545
Energy Transfer Operating LP (Callable) 5.25%			
Apr 15, 2029	USD 1,500,000	1,986,747	2,201,512
EnLink Midstream Partners LP (Callable) 5.05%			
Apr 01, 2045	USD 1,325,000	1,433,072	1,466,314
Enterprise Products Operating LLC (Callable) 4.20% Jan 31, 2050			
USD 2,060,000	2,720,861	2,784,176	
EQT Midstream Partners LP (Callable) 5.50%			
Jul 15, 2028	USD 120,000	158,413	165,461
Equifax Inc. (Callable) 3.95% Jun 15, 2023			
USD 2,150,000	2,802,593	2,936,419	
ERP Operating LP (Callable) 4.15%			
Dec 01, 2028	USD 560,000	741,396	811,874
Exelon Corporation (Callable) 2.85%			
Jun 15, 2020	USD 1,475,000	1,828,656	1,937,665
Export-Import Bank of Korea 5.00%			
Apr 11, 2022	USD 400,000	403,409	562,074
Fannie Mae 2.00% Dec 25, 2042			
USD 2,521,000	2,797,257	3,144,336	
Fannie Mae 2.50% May 25, 2041			
USD 65,434	66,824	85,514	
Fannie Mae 3.00% Dec 01, 2099			
USD 4,727,000	6,305,630	6,242,237	
Fannie Mae 4.00% Dec 01, 2099			
USD 15,985,000	21,904,200	21,633,925	
Fannie Mae 4.00% Nov 25, 2029			
USD 380,904	394,045	520,464	
Fannie Mae 4.50% Aug 25, 2023			
USD 9,472	8,825	12,790	
Fannie Mae 4.50% Jun 25, 2029			
USD 133,845	154,460	186,585	
Fannie Mae 5.00% Oct 25, 2024			
USD 24,041	25,302	32,150	
Fannie Mae 5.50% Sep 25, 2035			
USD 21,820	26,120	29,066	

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States dollar (cont'd)			
United States dollar (cont'd)			
Fannie Mae 7.00% Nov 25, 2042	USD 863,345	1,241,462	1,348,803
Fannie Mae 7.50% Nov 25, 2026	USD 2,876	4,169	4,197
Fannie Mae Grantor Trust 2003-T4 5.02%			
Sep 26, 2033	USD 11,655	13,342	16,802
Fannie Mae Grantor Trust Series 2001-T4 7.50%			
Jul 25, 2041	USD 278,245	390,270	427,371
Fannie Mae Pass-Through Certificates Pool 2.57% Jun 01, 2022			
USD 820,476	1,044,482	1,084,740	
Fannie Mae Pass-Through Certificates Pool 2.68% Aug 01, 2022			
USD 701,789	934,961	918,387	
Fannie Mae Pass-Through Certificates Pool 3.00% Dec 01, 2046			
USD 11,211,341	15,109,847	14,849,459	
Fannie Mae Pass-Through Certificates Pool 3.00% Mar 01, 2047			
USD 4,086,282	5,385,672	5,404,699	
Fannie Mae Pass-Through Certificates Pool 3.50% Aug 01, 2047			
USD 2,167,121	2,796,335	2,909,088	
Fannie Mae Pass-Through Certificates Pool 3.50% Dec 01, 2046			
USD 966,970	1,302,266	1,302,411	
Fannie Mae Pass-Through Certificates Pool 3.50% May 01, 2045			
USD 3,609,362	4,990,068	4,869,404	
Fannie Mae Pass-Through Certificates Pool 3.50% May 01, 2045			
USD 1,382,101	1,899,961	1,864,658	
Fannie Mae Pass-Through Certificates Pool 3.66% Feb 01, 2027			
USD 502,565	693,947	712,439	
Fannie Mae Pass-Through Certificates Pool 4.00% Jul 01, 2042			
USD 642,639	858,026	879,197	
Fannie Mae Pass-Through Certificates Pool 4.00% Jun 01, 2042			
USD 618,698	825,817	846,619	
Fannie Mae Pass-Through Certificates Pool 4.00% Sep 01, 2043			
USD 985,418	1,367,252	1,353,382	
Fannie Mae Pass-Through Certificates Pool 4.50% Apr 01, 2035			
USD 1,257,610	1,753,938	1,754,812	
Fannie Mae Pass-Through Certificates Pool 5.00% Feb 01, 2031			
USD 2,102,666	3,058,852	2,917,771	
Fannie Mae Pass-Through Certificates Pool 5.25% Aug 01, 2029			
USD 794,436	1,191,453	1,185,038	
Fannie Mae Pass-Through Certificates Pool 5.26% Jun 01, 2023			
USD 20,258	25,327	26,999	
Fannie Mae Pass-Through Certificates Pool 5.50% Aug 01, 2037			
USD 212,241	260,120	300,899	
Fannie Mae Pass-Through Certificates Pool 5.50% Feb 01, 2038			
USD 378,350	476,638	536,864	
Fannie Mae Pass-Through Certificates Pool 6.00% Sep 01, 2039			
USD 86,477	130,077	125,278	
Fannie Mae Pool 2.73% Sep 01, 2023			
USD 376,844	484,784	507,960	
Fannie Mae Pool 3.50% Sep 01, 2045			
USD 1,077,653	1,494,210	1,447,124	
Fannie Mae Pool 4.00% Jul 01, 2047			
USD 2,248,266	3,012,102	3,029,059	
Fannie Mae Pool 4.00% Mar 01, 2048			
USD 975,267	1,324,265	1,326,457	
Fannie Mae Pool 4.00% May 01, 2047			
USD 1,680,372	2,402,761	2,361,676	
Fannie Mae Pool 4.00% May 01, 2048			
USD 3,343,678	4,373,819	4,528,264	
Fannie Mae Pool 4.50% Aug 01, 2048			
USD 3,623,655	4,926,584	4,979,921	
Fannie Mae Pool 4.50% Aug 01, 2048			
USD 975,971	1,330,477	1,382,593	
Fannie Mae Pool 4.50% Mar 01, 2046			
USD 1,207,698	1,739,299	1,685,042	
Fannie Mae Pool 5.00% Jan 01, 2036			
USD 2,011	2,232	2,859	
Fannie Mae Pool 5.00% Nov 01, 2033			
USD 718	932	968	
Fannie Mae Pool 5.00% Nov 01, 2034			
USD 605	721	828	
Fannie Mae Pool 5.00% Nov 01, 2034			
USD 421	500	566	
Fannie Mae Pool 5.50% Apr 01, 2036			
USD 896,025	1,279,359	1,291,174	
Fannie Mae Pool 5.50% Feb 01, 2038			
USD 1,133,767	1,660,549	1,607,668	
Fannie Mae Pool 5.50% Jan 01, 2040			
USD 104,090	149,365	147,263	
Fannie Mae Pool 5.50% Jul 01, 2040			
USD 1,104,261	1,614,390	1,592,280	

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, 2019

Issuer		Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				
United States dollar (cont'd)				
Fannie Mae Pool 7.50% Apr 01, 2032	USD	1,153	1,674	1,702
Fannie Mae Pool 7.50% Jun 01, 2031	USD	769	1,233	1,172
Fannie Mae Whole Loan (Callable) 6.50% Jun 25, 2023	USD	56,795	71,620	84,577
Fannie Mae Whole Loan 6.00% Feb 25, 2047	USD	406,046	521,223	613,682
Fannie Mae Whole Loan 6.50% May 25, 2044	USD	21,941	26,490	32,407
Fannie Mae Whole Loan 7.00% Jul 25, 2044	USD	452,705	543,701	684,937
Fannie Mae, Series A 3.50% Dec 01, 2099	USD	16,950,000	22,920,423	22,693,709
Fannie Mae, Series B 4.50% Dec 01, 2099	USD	2,430,000	3,369,286	3,325,280
Fannie Mae, Series B 5.00% Dec. 01, 2099	USD	4,780,000	6,691,345	6,615,416
Fannie Mae-Aces 3.82% Mar 25, 2030	USD	283,741	409,167	408,650
Federal Home Loan Mortgage Corporation 2.00% Dec 15, 2041	USD	188,205	191,150	239,720
Federal Home Loan Mortgage Corporation 2.50% May 15, 2041	USD	504,344	523,767	666,656
Federal Home Loan Mortgage Corporation 3.00% Jan 15, 2042	USD	264,865	280,169	355,912
Federal Home Loan Mortgage Corporation 4.00% Nov 15, 2036	USD	150,219	163,790	201,827
Federal Home Loan Mortgage Corporation 4.50% Dec 15, 2033	USD	381,000	404,720	554,718
Federal Home Loan Mortgage Corporation 4.50% Nov 15, 2029	USD	220,000	229,963	319,986
FHLMC Structured Pass Through Securities 6.50% Sep 25, 2043	USD	9,737	14,019	14,535
Fifth Third Bankcorp (Callable) 2.88% Oct 01, 2021	USD	1,640,000	1,930,446	2,179,537
First Franklin Mortgage Loan Trust 2005-FF9 2.78% Oct 25, 2035	USD	3,516,017	4,674,963	4,534,116
Fiserv Inc. (Callable) 2.75% Jul 01, 2024	USD	1,130,000	1,496,196	1,488,673
Fiserv Inc. (Callable) 3.50% Jul 01, 2029	USD	1,140,000	1,509,436	1,530,621
Ford Motor Credit Co LLC 3.81% Oct 12, 2021	USD	1,005,000	1,304,686	1,335,275
Freddie Mac 3.00% May 15, 2041	USD	152,564	160,935	205,454
Freddie Mac 4.00% Aug 15, 2024	USD	217,018	257,120	293,597
Freddie Mac 4.50% Apr 15, 2030	USD	877,103	1,037,222	1,227,762
Freddie Mac 5.00% Feb 15, 2040	USD	407,133	592,504	570,717
Freddie Mac 5.00% Jun 15, 2033	USD	35,356	38,437	50,493
Freddie Mac 5.00% May 15, 2026	USD	31,861	32,588	43,961
Freddie Mac 5.00% May 15, 2033	USD	103,626	109,196	147,747
Freddie Mac 7.00% May 15, 2024	USD	2,360	3,087	3,302
Freddie Mac Gold Pool 3.50% Nov 01, 2047	USD	5,827,633	7,641,641	7,881,920
Freddie Mac Gold Pool 3.50% Jul 01, 2043	USD	786,983	1,174,922	1,060,905
Freddie Mac Gold Pool 3.50% Mar 01, 2048	USD	1,160,896	1,466,503	1,565,814
Freddie Mac Gold Pool 3.50% Nov 01, 2045	USD	834,103	1,264,310	1,126,021
Freddie Mac Gold Pool 3.50% Nov 01, 2048	USD	1,394,149	1,856,093	1,883,324
Freddie Mac Gold Pool 3.50% Sep 01, 2047	USD	3,533,130	4,466,952	4,763,930
Freddie Mac Gold Pool 4.00% Aug 01, 2044	USD	1,171,821	1,385,078	1,627,423
Freddie Mac Gold Pool 4.00% Jan 01, 2045	USD	2,391,630	3,378,212	3,271,414
Freddie Mac Gold Pool 4.00% May 01, 2047	USD	4,106,425	5,656,691	5,596,507
Freddie Mac Gold Pool 4.00% Nov 01, 2047	USD	166,279	224,646	225,791
Freddie Mac Gold Pool 5.00% Sep 01, 2033	USD	4,062	5,534	5,816
Freddie Mac Gold Pool 5.50% Jun 01, 2041	USD	484,170	723,551	695,540
Freddie Mac Multifamily Structured Pass Through Certificates 2.85% Jan 25, 2031	USD	865,000	1,160,901	1,152,062
Freddie Mac Multifamily Structured Pass Through Certificates 3.00% Jun 25, 2027	USD	1,975,000	2,476,460	2,676,071
Freddie Mac Pool 4.00% Dec 01, 2048	USD	3,845,657	5,371,903	5,255,253
Freddie Mac Strips 3.00% Aug 15, 2042	USD	2,817,374	3,688,293	3,794,133
Freddie Mac Whole Loan Securities Trust 2016-SC01 3.50% Jul 25, 2046	USD	694,950	883,300	945,601

Issuer		Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				
United States dollar (cont'd)				
Freeport-McMoRan Inc. (Callable) 5.45% Mar 15, 2043	USD	925,000	1,043,475	1,109,092
FRESB 2018-SB50 Mortgage Trust 3.35% Apr 25, 2028	USD	1,811,434	2,331,356	2,505,136
GE Capital International Funding Co., Unlimited 2.34% Nov 15, 2020	USD	2,060,000	2,731,851	2,694,320
GE Capital International Funding Co., Unlimited 4.42% Nov 15, 2035	USD	1,352,000	1,573,983	1,752,147
GE Commercial Mortgage Corporation Series 2007-C1 Trust 5.61% Dec 10, 2049	USD	1,342,145	1,734,258	1,583,736
General Motors Corporation 4.88% Oct 02, 2023	USD	2,405,000	3,287,100	3,343,821
General Motors Financial Company Inc. (Callable) 3.45% Apr 10, 2022	USD	1,405,000	1,807,707	1,867,234
Ginnie Mae I Pool 7.00% Dec 15, 2034	USD	11,515	14,086	17,082
Ginnie Mae I Pool 7.50% Feb 15, 2032	USD	837	1,221	1,242
Ginnie Mae II Pool 2.00% Feb 20, 2040	USD	48,076	52,652	65,386
Ginnie Mae II Pool 2.00% Jan 20, 2040	USD	205,038	246,198	275,564
Ginnie Mae II Pool 3.00% Apr 20, 2040	USD	229,170	254,060	310,646
Ginnie Mae II Pool 3.50% Jun 20, 2040	USD	25,646	26,819	35,234
Ginnie Mae II Pool 4.51% Jan 20, 2067	USD	3,949,205	5,805,652	5,685,035
Ginnie Mae II Pool 4.55% Dec 20, 2066	USD	1,847,520	2,713,117	2,652,307
Ginnie Mae II Pool 4.56% Nov 20, 2062	USD	839,066	922,578	1,110,715
Ginnie Mae II Pool 4.63% Jun 20, 2062	USD	59,928	85,798	78,821
Ginnie Mae II Pool 4.65% Jan 20, 2063	USD	139,330	153,962	192,745
Ginnie Mae II Pool 4.66% Jan 20, 2063	USD	56,965	63,011	78,516
Ginnie Mae II Pool 4.68% Aug 20, 2064	USD	11,672	14,286	15,374
Ginnie Mae II Pool 4.73% Apr 20, 2063	USD	47,656	54,483	63,019
Ginnie Mae II Pool 4.81% Feb 20, 2061	USD	32,712	38,246	45,226
Ginnie Mae II Pool 4.85% May 20, 2062	USD	15,685	18,229	20,672
Ginnie Mae II Pool 5.07% Apr 20, 2062	USD	33,637	39,247	44,400
Ginnie Mae II Pool 5.50% Sep 20, 2043	USD	339,234	501,010	475,179
Ginnie Mae Pool 4.50% Dec 01, 2099	USD	4,219,977	5,572,044	5,950,435
Goldman Sachs Group Inc., The (Callable) 2.64% Oct 28, 2027	USD	1,440,000	1,923,728	1,939,470
Goldman Sachs Group Inc., The (Callable) 3.27% Sep 29, 2025	USD	1,415,000	1,737,202	1,889,075
Goldman Sachs Group Inc., The (Callable) 4.41% Apr 23, 2039	USD	380,000	497,823	537,205
Goldman Sachs Group Inc., The (Floating Rate) 3.49% May 15, 2026	USD	970,000	1,241,505	1,268,050
Government National Mortgage Association 4.50% Jun 16, 2039	USD	27,626	29,787	37,130
Government National Mortgage Association 4.74% May 20, 2066	USD	589,002	772,568	778,998
Great Plains Energy Inc. (Callable) 5.29% Jun 15, 2022	USD	2,000,000	2,362,965	2,803,889
GS Mortgage Securities Trust 2013-GC12 3.78% Jun 10, 2046	USD	250,000	334,450	337,604
GS Mortgage Securities Trust 2015-GC34 3.51% Oct 10, 2048	USD	2,115,000	2,843,016	2,920,578
HCA Inc. (Callable) 4.13% Jun 15, 2029	USD	1,120,000	1,495,593	1,513,412
Hess Corporation 6.00% Jan 15, 2040	USD	1,405,000	1,866,479	2,012,812
HSBC Bank PLC 7.65% May 01, 2025	USD	964,000	1,590,523	1,513,423
HSBC Bank USA N.A. 5.88% Nov 01, 2034	USD	1,610,000	2,398,055	2,656,210
JP Morgan Chase Commercial Mortgage Securities Trust Series 2005-CIBC12 4.99% Sep 12, 2037	USD	121,522	147,294	159,682
JP Morgan Chase Commercial Mortgage Securities Trust Series 2007-LDP10 5.46% Jan 15, 2049	USD	778,982	1,000,637	1,022,096

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, 2019

BOND FUNDS

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States dollar (cont'd)			
JP Morgan Mortgage Trust Series 2005-A4 2.61% Jul 25, 2035	USD 144,548	161,984	188,786
JP Morgan Mortgage Trust Series 2005-A6 2.74% Sep 25, 2035	USD 27,260	30,184	35,290
JP Morgan Mortgage Trust Series 2006-A6 2.69% Oct 25, 2036	USD 54,374	47,359	61,455
JPMBB Commercial Mortgage Securities Trust 2014-C25 4.35% Nov 15, 2047	USD 895,000	1,180,479	1,239,340
JPMDB Commercial Mortgage Securities Trust 2017-C5 3.60% Mar 15, 2050	USD 2,451,000	3,367,188	3,373,964
JPMorgan Chase & Company (Callable) 4.45% Dec 05, 2029	USD 765,000	1,018,911	1,114,331
JPMorgan Chase & Company 3.88% Sep 10, 2024	USD 860,000	1,104,911	1,179,354
KeyBank NA/Cleveland OH 3.30% Feb 01, 2022	USD 680,000	907,323	912,900
Kohl's Corporation (Callable) 5.55% Jul 17, 2045	USD 2,015,000	2,540,521	2,643,578
Lowe's Companies Inc. (Callable) 3.65% Apr 05, 2029	USD 1,160,000	1,545,248	1,585,105
Marvell Technology Group Ltd. (Callable) 4.20% Jun 22, 2023	USD 1,270,000	1,644,114	1,733,139
McGraw-Hill Global Education Holdings LLC (First Lien Term Loan) May 04, 2022	USD 2,806,152	3,684,241	3,514,185
Mercury General Corporation (Callable) 4.40% Mar 15, 2027	USD 680,000	907,074	914,298
Merrill Lynch Mortgage Investors Trust Series MLMI 2005-A1 2.76% Dec 25, 2034	USD 27,937	24,502	36,417
Morgan Stanley (Callable) 2.28% Oct 24, 2022	USD 915,000	1,201,308	1,222,001
Morgan Stanley (Callable) 4.43% Jan 23, 2030	USD 310,000	411,555	448,444
Morgan Stanley 3.75% Feb 25, 2023	USD 1,340,000	1,733,520	1,825,095
Morgan Stanley 3.88% Apr 29, 2024	USD 1,455,000	2,022,100	2,021,338
Morgan Stanley Bank of America Merrill Lynch Trust 2013-C13 2.94% Nov 15, 2046	USD 2,449	3,112	3,211
Morgan Stanley Bank of America Merrill Lynch Trust 2014-C14 4.83% Feb 15, 2047	USD 135,000	188,514	186,678
Morgan Stanley Bank of America Merrill Lynch Trust Series 2015-C24 4.35% May 15, 2048	USD 1,305,000	1,621,869	1,802,999
Morgan Stanley Capital I Trust 2007-TOP27 (Floating Rate) 5.95% Jun 11, 2042	USD 2,567,380	3,549,261	3,573,857
Mortgage IT Trust Series 2005-1 (Callable) 1.09% Feb 25, 2035	USD 1,915,975	2,463,469	2,455,974
MPLX LP (Callable) 4.80% Feb 15, 2029	USD 735,000	958,183	1,058,168
Municipal Electric Authority of Georgia 6.64% Apr 01, 2057	USD 1,665,000	2,400,022	2,638,065
Municipal Electric Authority of Georgia 7.06% Apr 01, 2057	USD 2,108,000	2,654,353	3,433,157
Mylan N.V. 3.95% Jun 15, 2026	USD 905,000	1,097,378	1,147,844
National Oilwell Varco Inc. (Callable) 2.60% Dec 01, 2022	USD 1,905,000	2,370,628	2,489,372
Navistar Inc. (First Lien Term Loan B) Nov 06, 2024	USD 2,962,500	3,774,199	3,876,369
NCUA Guaranteed Notes Trust Series 2010-R3 2.40% Dec 08, 2020	USD 31,536	31,336	41,530
Newell Brands Inc. (Callable) 5.00% Nov 15, 2023	USD 1,630,000	2,251,953	2,196,866
Nokia Oyj 6.63% May 15, 2039	USD 2,150,000	2,516,265	3,082,722
NovaStar Mortgage Funding Trust Series 2003-3 (Floating Rate) 0.84% Dec 25, 2033	USD 1,768,793	2,204,505	2,208,451
NVR Inc. (Callable) 3.95% Sep 15, 2022	USD 1,227,000	1,303,935	1,668,103
PacifiCorp (Callable) 2.95% Nov 01, 2022	USD 1,520,000	1,657,915	2,025,741

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States dollar (cont'd)			
Petco Animal Supplies Inc. (First Lien Term Loan B1) Jan 26, 2023	USD 2,812,782	3,671,335	2,868,400
Petrobras Global Finance BV 8.75% May 23, 2026	USD 2,530,000	3,358,926	4,086,696
Petroleos Mexicanos 8.63% Feb 01, 2022	USD 1,000,000	1,344,780	1,393,957
PQ Corporation (First Lien Term Loan B) Feb 08, 2025	USD 3,126,011	4,069,609	4,084,138
Prudential Financial Inc. 5.40% Jun 13, 2035	USD 3,374,000	5,185,293	5,162,311
Public Service Co of Colorado (Callable) 2.25% Sep 15, 2022	USD 1,810,000	2,346,922	2,374,782
QUALCOMM Inc. (Callable) 2.60% Jan 30, 2023	USD 1,675,000	2,165,569	2,200,662
QVC Inc. 4.38% Mar 15, 2023	USD 1,345,000	1,721,107	1,782,211
Reynolds American Inc. (Callable) 4.45% Jun 12, 2025	USD 1,481,000	1,959,939	2,057,769
Reynolds American Inc. 6.88% May 01, 2020	USD 1,295,000	1,949,573	1,758,794
Reynolds American Inc. 8.13% May 01, 2040	USD 1,045,000	1,941,283	1,798,525
Royal Bank of Scotland Group PLC 3.88% Sep 12, 2023	USD 2,025,000	2,599,944	2,721,081
Sabine Pass Liquefaction LLC (Callable) 5.00% Mar 15, 2027	USD 740,000	1,016,084	1,060,076
Sabine Pass Liquefaction LLC (Callable) 5.75% May 15, 2024	USD 2,570,000	3,633,202	3,743,571
Santander Holdings USA Inc. (Callable) 3.70% Mar 28, 2022	USD 1,095,000	1,484,595	1,460,559
SBA Small Business Investment Cos 3.55% Sep 11, 2028	USD 2,087,931	2,714,737	2,896,978
Scientific Games International Inc. (First Lien Term Loan B5) August 14, 2024	USD 2,320,684	2,896,192	2,996,938
Seasoned Loans Structured Transaction Series 2018-2 (Callable) 3.50% Nov 25, 2028	USD 1,128,029	1,466,671	1,528,848
Sequoia Mortgage Trust Series 2004-11 1.04% Dec 20, 2034	USD 84,722	94,844	109,226
Shire Acquisitions Investments Ireland Designated Activity Company (Callable) 2.88% Sep 23, 2023	USD 2,520,000	3,381,713	3,315,962
SLM Private Credit Student Loan Trust 2006-A 1.88% Jun 15, 2039	USD 3,985,659	4,954,724	5,101,985
SLM Private Credit Student Loan Trust 2006-A 3.11% Jun 15, 2039	USD 1,150,748	1,525,510	1,499,936
South Carolina Student Loan Corporation Series 2015-A 1.95% Jan 25, 2036	USD 2,080,176	2,701,257	2,745,476
Sprint Capital Corporation 8.75% Mar 15, 2032	USD 4,240,000	5,213,683	6,453,389
Sprint Communications Inc. 6.00% Nov 15, 2022	USD 1,450,000	1,937,825	1,985,891
SS&C Technologies Inc. (First Lien Term Loan B5) Apr 16, 2025	USD 1,293,394	1,687,847	1,689,932
Structured Adjustable Rate Mortgage Loan Trust 2.92% Dec 25, 2034	USD 146	176	192
Structured Asset Securities Corporation 3.08% Nov 25, 2033	USD 85,425	82,938	111,304
Sungard AS New Holdings III LLC (First Lien Term Loan B) Feb 03, 2022	USD 231,112	296,233	305,667
Sungard AS New Holdings III LLC (First Lien Term Loan B) Nov 03, 2022	USD 727,304	1,822,758	885,737
SunTrust Bank/Atlanta GA (Callable) 4.05% Oct 03, 2025	USD 950,000	1,238,418	1,338,814
Tennessee Gas Pipeline Co., LLC 8.38% Jun 15, 2032	USD 1,637,000	2,743,114	2,870,157
Time Warner Cable LLC 6.75% Jun 15, 2039	USD 1,045,000	1,482,573	1,591,345
Time Warner Entertainment Co LP 8.38% Jul 15, 2033	USD 781,000	1,342,810	1,381,894

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, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States dollar (cont'd)			
Turkey Government International Bond 7.25% Dec 23, 2023	USD 2,250,000	2,879,959	3,035,194
United Airlines 2018-1 Class B Pass Through Trust Certificates 4.60% Mar 01, 2026	USD 433,963	559,734	589,360
United States Treasury Notes 2.00% May 31, 2024	USD 5,720,000	7,578,990	7,579,927
United States Treasury Notes 2.13% Mar 31, 2024	USD 4,685,000	6,224,753	6,238,875
United States Treasury Notes 2.38% May 15, 2029	USD 30,280,000	41,106,962	41,018,466
United States Treasury Notes 2.88% May 15, 2049	USD 6,485,000	8,771,247	9,127,532
United States Treasury Notes 3.00% Aug 15, 2048	USD 21,725,000	27,206,496	31,260,359
United States Treasury Notes 3.00% Feb 15, 2049	USD 15,965,000	22,203,236	22,969,892
United Technologies Corporation (Callable) 3.65% Aug 16, 2023	USD 1,547,000	2,027,572	2,118,984
United Technologies Corporation (Callable) 3.95% Aug 16, 2025	USD 2,160,000	2,830,830	3,050,079
Validus Holdings Ltd. 8.88% Jan 26, 2040	USD 1,900,000	3,218,815	3,791,715
Verizon Communications Inc. 4.86% Aug 21, 2046	USD 305,000	459,904	466,614
Viacom Inc. (Callable) 6.25% Feb 28, 2057	USD 1,905,000	2,448,188	2,603,687
WaMu Mortgage Pass-Through Certificates Series 2003-AR10 Trust 2.54% Oct 25, 2033	USD 69,642	65,759	91,327
WaMu Mortgage Pass-Through Certificates Series 2003-AR7 Trust 2.43% Aug 25, 2033	USD 129,296	149,659	168,350
Waste Management Inc. (Callable) 3.45% Jun 15, 2029	USD 1,265,000	1,699,975	1,745,415
Wells Fargo & Company (Callable) 3.07% Jan 24, 2023	USD 2,095,000	2,681,900	2,779,109
Wells Fargo & Company (Callable) 3.20% Jan 17, 2027	USD 850,000	1,127,351	1,129,543
Wells Fargo & Company (Callable) 4.15% Jan 24, 2029	USD 1,030,000	1,362,929	1,468,733
Wells Fargo & Company 4.75% Dec 07, 2046	USD 565,000	713,657	845,421
Wells Fargo Commercial Mortgage Trust 2012-LC5 4.14% Oct 15, 2045	USD 400,000	551,134	548,573
Wells Fargo Mortgage Backed Securities Series 2004-P Trust 2.74% Sep 25, 2034	USD 31,146	28,732	40,625

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States dollar (cont'd)			
Wells Fargo Mortgage Backed Securities Series 2005-AR16 Trust 2.90% Oct 25, 2035	USD 11,015	11,280	14,058
Wells Fargo Mortgage Backed Securities Series 2005-AR2 Trust 2.87% Mar 25, 2035	USD 21,780	19,243	28,536
Wells Fargo Mortgage Backed Securities Series 2006-AR10 Trust 2.92% Jul 25, 2036	USD 9,904	7,574	12,712
Wells Fargo Mortgage Backed Securities Series 2007-8 Trust 6.00% Jul 25, 2037	USD 4,437	4,519	5,723
WFRBS Commercial Mortgage Trust 2014-C22 4.37% Sep 15, 2057	USD 865,000	1,153,417	1,178,621
WFRBS Commercial Mortgage Trust Series 2013-C12 4.28% Mar 15, 2048	USD 100,000	125,376	135,960
Williams Partners LP (Callable) 3.60% Mar 15, 2022	USD 1,635,000	2,158,339	2,200,061
Williams Partners LP (Callable) 5.80% Nov 15, 2043	USD 1,340,000	1,899,538	2,036,268
		<u>664,329,459</u>	<u>687,126,561</u>
TOTAL BONDS AND DEBENTURES			
		<u>687,270,533</u>	<u>710,384,844</u>
EQUITIES – 0.0%			
United States dollar – 0.0%			
Sungard AS*	10,317	330,179	337,753
MONEY MARKET INSTRUMENTS – 6.9%			
United States dollar – 6.9%			
United States Treasury Bills 0.00% Jul 09, 2019	USD 39,545,000	52,967,969	51,759,798
Transaction Costs		(41,579)	
TOTAL INVESTMENT PORTFOLIO			
		<u>740,527,102</u>	<u>762,482,395</u>
Unrealized Gain (Loss) on Derivatives – 0.4%			
OTHER ASSETS, LESS LIABILITIES – (1.6%)			
NET ASSETS – 100.0%			
			<u>3,196,818</u>
			<u>(12,238,854)</u>
			<u>753,440,359</u>

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

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, 2019	Canadian dollar	751,190,409	US dollar	571,386,504	0.761	0.764	3,194,619
Toronto-Dominion Bank, The	A-1+	Jul. 31, 2019	US dollar	1,398,114	Mexican peso	26,958,924	19.282	19.306	2,199
									3,196,818

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 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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	59,999,138	35,111,370
1-3 years	34,959,111	33,229,593
3-5 years	92,474,568	97,654,620
5-10 years	150,257,104	135,419,549
> 10 years	424,454,721	417,538,475
	762,144,642	718,953,607

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$12,373,476 or approximately 1.6% (December 31, 2018 – \$11,213,944 or approximately 1.6%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Australian dollar	5,896,541	–	5,896,541	0.8
Indian rupee	4,104,991	–	4,104,991	0.5
Euro	3,955,012	–	3,955,012	0.5
Polish zloty	3,651,870	–	3,651,870	0.5
New Zealand dollar	3,104,865	–	3,104,865	0.4
Norwegian krone	9,224	–	9,224	0.0
Mexican peso	1,832,900	(1,828,632)	4,268	0.0
US dollar	728,703,771	(746,167,158)	(17,463,387)	(2.3)
	751,259,174	(747,995,790)	3,263,384	0.4

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Australian dollar	5,793,111	–	5,793,111	0.8
Indian rupee	4,112,388	–	4,112,388	0.6
Polish zloty	3,658,817	–	3,658,817	0.5
Euro	2,524,435	–	2,524,435	0.4
New Zealand dollar	3,180,422	(3,011,153)	169,269	0.0
Norwegian krone	9,485	–	9,485	0.0
Mexican peso	1,638,303	(1,640,153)	(1,850)	(0.0)
US dollar	686,265,690	(701,393,709)	(15,128,019)	(2.1)
	707,182,651	(706,045,015)	1,137,636	0.2

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$326,338 or approximately 0.0% of net assets (December 31, 2018 – \$113,765 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 0.0% (December 31, 2018 – 0.0%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$33,775 (December 31, 2018 – \$16). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	31.3	31.6	17.4	17.8
AA/A-1	27.3	27.6	32.3	33.1
A/A-2	9.8	9.9	12.2	12.5
BBB	23.8	24.1	26.5	27.1
BB	3.7	3.7	6.1	6.2
B	2.5	2.6	3.6	3.7
CCC	0.5	0.5	0.8	0.8
D	0.2	0.2	–	–
NOT RATED	0.9	1.0	1.1	1.2
	100.0	101.2	100.0	102.4

Concentration risk

Concentration risk arises as a result of the concentration of financial instruments within the same category, geographical location, asset

FUND SPECIFIC NOTES

For the periods indicated in Note 1

type or industry sector, as applicable. 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, 2019	December 31, 2018
Australian dollar	0.8	0.8
Canadian dollar	0.2	–
Euro	0.5	0.3
Indian rupee	0.5	0.6
Mexican peso	0.2	0.2
New Zealand dollar	0.4	0.4
Polish zloty	0.5	0.5
US dollar	98.1	99.1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	–	–	337,753	337,753
Bonds and debentures	–	710,384,844	–	710,384,844
Money market instruments	–	51,759,798	–	51,759,798
Unrealized gain on currency forward contracts	–	3,196,818	–	3,196,818
	–	765,341,460	337,753	765,679,213

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	162	–	–	162
Bonds and debentures	–	718,953,607	–	718,953,607
Unrealized gain on currency forward contracts	–	7,507	–	7,507
	162	718,961,114	–	718,961,276
Unrealized loss on currency forward contracts	–	(3,038,517)	–	(3,038,517)
	162	715,922,597	–	715,922,759

Transfers between levels

During the period ended June 30, 2019, there were no significant transfers between Level 1 and Level 2.

Reconciliation of Level 3 financial instruments

Below is a summary of the movement in the Fund's Level 3 financial instruments.

	June 30, 2019 (\$)	December 31, 2018 (\$)
Beginning of period	–	–
Purchases	330,179	–
Sales/Return of Capital	–	–
Transfers into Level 3	–	–
Transfers out of Level 3	–	–
Net realized gains (losses)	–	–
Net change in unrealized gain (loss)*	7,574	–
End of period	337,753	–

* Net change in unrealized gain (loss) for Level 3 financial instruments held as at June 30, 2019 and December 31, 2018 was \$7,574 and nil, respectively.

Level 3 valuation techniques

Below is a summary of the valuation techniques and the significant unobservable inputs used in the fair value measurement of Level 3

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

financial instruments. The significant unobservable inputs used in the valuation of Level 3 financial instruments can vary considerably over time depending on company specific factors and economic or market conditions. Below also illustrates 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 below as "n/a". Securities where the reasonable possible shift in the significant unobservable inputs did not result in a material impact on the Fund are indicated below as nil. As at December 31, 2018, the Fund did not hold any Level 3 financial instruments.

Security	Valuation technique	Significant unobservable input	Carrying value as at June 30, 2019 (\$)	Change in valuation (\$)
Equities	Fair value based on transaction price	Transaction price	337,753	n/a
			337,753	

Offsetting of financial assets and liabilities (note 2)

Below is a summary of 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, 2019			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	3,196,818	–	–	3,196,818
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	3,196,818	–	–	3,196,818

Financial liabilities – by type	June 30, 2019			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	–	–	–	–
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	–	–	–	–

FUND SPECIFIC NOTES

For the periods indicated in Note 1

December 31, 2018				
Financial assets – by type	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/ received (\$)	Net Amount (\$)
Currency forward contracts	7,507	(7,507)	–	–
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	7,507	(7,507)	–	–

Financial liabilities – by type	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/ received (\$)	Net Amount (\$)
Currency forward contracts	3,038,517	(7,507)	–	3,031,010
Options contracts – OTC	–	–	–	–
Swap contracts – OTC	–	–	–	–
	3,038,517	(7,507)	–	3,031,010

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	215,469,903	362,776,575
Derivatives	5,076,049	857,797
Cash	4,922,235	7,242,995
Margin deposited on derivatives	239,776	199,785
Receivable for securities sold	1,853,823	–
Subscriptions receivable	520,846	807,551
Accrued investment income and other	3,098,782	5,679,507
	<u>231,181,414</u>	<u>377,564,210</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	622,164	15,347,771
Payable for securities purchased	2,124,077	3,536,119
Redemptions payable	273,701	419,580
Accrued expenses	22,091	–
Distributions payable	48,468	–
	<u>3,090,501</u>	<u>19,303,470</u>
Net assets attributable to holders of redeemable units	<u>228,090,913</u>	<u>358,260,740</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	97,299,777	85,918,009
Series F	78,552	26,314
Series M	130,712,584	272,316,417
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	9.71	9.18
Series F	10.20	9.57
Series M	9.75	9.18

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Interest for distribution purposes	7,278,687	8,105,800
Net realized gain (loss) on non-derivative financial assets	1,995,855	(1,378,617)
Change in unrealized gain (loss) on non-derivative financial assets	5,378,361	(1,796,286)
Net realized gain (loss) on derivatives	(5,506,625)	(6,344,728)
Change in unrealized gain (loss) on derivatives	18,943,860	(5,987,639)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	28,090,138	(7,401,470)
Net realized and unrealized foreign currency translation gain (loss)	(89,150)	397,908
Other income	–	480
Total income (loss), net	<u>28,000,988</u>	<u>(7,003,082)</u>
EXPENSES		
Management fees (note 5)	392,968	551,546
Fixed administration fees (note 6)	127,733	105,953
Independent Review Committee fees	592	587
Interest expense	3,300	3,698
Foreign withholding taxes/tax reclaims	(436)	25,122
Harmonized Sales Tax/Goods and Services Tax	42,715	63,325
Transaction costs	858	252
Total expenses	567,730	750,483
Expenses absorbed by the Manager	(79,777)	–
Net expenses	<u>487,953</u>	<u>750,483</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>27,513,035</u>	<u>(7,753,565)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	8,432,388	(1,223,089)
Series F	5,189	–
Series M	19,075,458	(6,530,476)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Pinnacle Series	0.86	(0.24)
Series F	0.89	–
Series M	1.04	(0.26)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	9,797,321	5,162,064
Series F	5,821	–
Series M	18,288,086	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.

Scotia Private Global High Yield 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	85,918,009	75,000
Series F	26,314	-
Series M	272,316,417	75,000
	<u>358,260,740</u>	<u>150,000</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	8,432,388	(1,223,089)
Series F	5,189	-
Series M	19,075,458	(6,530,476)
	<u>27,513,035</u>	<u>(7,753,565)</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(3,328,657)	(1,852,442)
Series F	(2,141)	-
Series M	(4,364,161)	(5,501,857)
	<u>(7,694,959)</u>	<u>(7,354,299)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	13,412,328	92,384,640
Series F	54,493	-
Series M	98,201,427	322,199,650
Reinvested distributions		
Pinnacle Series	3,319,136	1,848,063
Series F	1,224	-
Series M	4,243,391	5,372,161
Payments on redemption		
Pinnacle Series	(10,453,427)	(3,051,057)
Series F	(6,527)	-
Series M	(258,759,948)	(29,649,454)
	<u>(149,987,903)</u>	<u>389,104,003</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	11,381,768	88,106,115
Series F	52,238	-
Series M	(141,603,833)	285,890,024
	<u>(130,169,827)</u>	<u>373,996,139</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	97,299,777	88,181,115
Series F	78,552	-
Series M	130,712,584	285,965,024
	<u>228,090,913</u>	<u>374,146,139</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	27,513,035	(7,753,565)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(1,995,855)	1,378,617
Change in unrealized (gain) loss on non-derivative financial assets	(5,378,361)	1,796,286
Change in unrealized (gain) loss on derivatives	(18,943,860)	5,987,639
Unrealized foreign currency translation (gain) loss	(44,150)	20,448
Purchases of non-derivative financial assets and liabilities	(147,614,413)	(490,144,688)
Proceeds from sale of non-derivative financial assets and liabilities	299,029,437	122,671,197
Cash collateral deposited on derivatives	-	(222,269)
Margin deposited on derivatives	(39,991)	-
Accrued investment income and other	2,580,725	(5,292,490)
Accrued expenses and other payables	22,091	136,438
Net cash provided by (used in) operating activities	<u>155,128,658</u>	<u>(371,422,387)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	111,954,953	413,982,753
Amounts paid on redemption of redeemable units	(269,365,781)	(32,323,698)
Distributions to unitholders of redeemable units	(82,740)	-
Net cash provided by (used in) financing activities	<u>(157,493,568)</u>	<u>381,659,055</u>
Unrealized foreign currency translation gain (loss)	44,150	(20,448)
Net increase (decrease) in cash	(2,364,910)	10,236,668
Cash (bank overdraft), beginning of period	7,242,995	150,000
CASH (BANK OVERDRAFT), END OF PERIOD	<u>4,922,235</u>	<u>10,366,220</u>
Interest paid ⁽¹⁾	3,300	3,698
Interest received, net of withholding taxes ⁽¹⁾	9,894,467	2,788,188

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 94.4%			
Argentina – 0.3%			
Argentine Republic Government International Bond 7.50% Apr 22, 2026	USD 600,000	715,880	659,682
Australia – 1.0%			
Mineral Resources Ltd. (Callable) 8.13% May 01, 2027	USD 650,000	885,503	890,908
Nufarm Australia Ltd. / Nufarm Americas Inc. (Callable) 5.75% Apr 30, 2026	USD 1,100,000	1,396,025	1,365,237
		2,281,528	2,256,145
Brazil – 2.0%			
Banco do Brasil S.A., Perpetual 6.25%	USD 500,000	533,724	622,831
BRF GmbH 4.35% Sep 29, 2026	USD 1,400,000	1,554,470	1,764,588
Petrobras Global Finance BV 6.00% Jan 27, 2028	USD 1,200,000	1,508,823	1,664,954
Petrobras Global Finance BV 6.25% Dec 14, 2026	GBP 300,000	572,943	560,603
		4,169,960	4,612,976
British Virgin Islands – 0.9%			
Central American Bottling Corporation (Callable) 5.75% Jan 31, 2027	USD 1,550,000	2,024,479	2,097,914
Canada – 2.2%			
Country Garden Holdings Co., Ltd. (Callable) 6.50% Apr 08, 2024	USD 1,500,000	2,015,858	2,032,999
Eagle Intermediate Global Holding BV/Ruyi US Finance LLC (Callable) 5.38% May 01, 2023	EUR 750,000	1,158,466	1,063,988
HTA Group Ltd./Mauritius (Callable) 9.13% Mar 08, 2022	USD 750,000	1,020,935	1,032,459
Times China Holdings Ltd. (Callable) 6.60% Mar 02, 2023	USD 650,000	859,546	846,387
		5,054,805	4,975,833
Chile – 1.0%			
VTR Finance BV (Callable) 6.88% Jan 15, 2024	USD 1,746,000	2,292,860	2,372,527
Colombia – 0.7%			
Millicom International Cellular S.A. (Callable) 6.25% Mar 25, 2029	USD 600,000	848,128	839,650
Millicom International Cellular S.A. (Callable) 6.00% Mar 15, 2025	USD 600,000	790,764	816,747
		1,638,892	1,656,397
Denmark – 0.2%			
Norican A/S (Callable) 4.50% May 15, 2023	EUR 400,000	574,787	555,101
France – 1.8%			
Credit Agricole SA, Perpetual 8.13%	USD 950,000	1,420,595	1,447,735
Paprec Holding SA (Callable) 4.00% Mar 31, 2025	EUR 450,000	689,911	643,251
SFR Group SA (Callable) 7.38% May 01, 2026	USD 1,550,000	1,979,552	2,080,905
		4,090,058	4,171,891
Germany – 1.2%			
Blitz F18-674 GmbH (Callable) 6.00% Jul 30, 2026	EUR 800,000	1,213,654	1,263,501
Consus Real Estate AG (Callable) 9.63% May 15, 2024	EUR 800,000	1,185,087	1,164,500
SGL Carbon SE (Callable) 4.63% Sep 30, 2024	EUR 200,000	299,877	309,072
		2,698,618	2,737,073
Ireland – 2.4%			
eircorn Finance DAC (Callable) 3.50% May 15, 2026	EUR 1,450,000	2,230,852	2,226,313
Listrindo Capital BV (Callable) 4.95% Sep 14, 2026	USD 1,300,000	1,527,592	1,694,094
Virgin Media Receivables Financing Notes II DAC (Callable) 5.75% Apr 15, 2023	GBP 950,000	1,731,732	1,630,645
		5,490,176	5,551,052

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
Israel – 0.5%			
Teva Pharmaceutical Finance Netherlands II BV (Callable) 3.25% Apr 15, 2022	EUR 150,000	239,786	218,650
Teva Pharmaceutical Finance Netherlands III BV 2.20% Jul 21, 2021	USD 750,000	940,563	930,976
		1,180,349	1,149,626
Italy – 2.4%			
Assicurazioni Generali SpA (Callable) 5.00% Jun 08, 2048	EUR 750,000	1,242,930	1,232,036
Banco BPM SpA, Perpetual 8.75%	EUR 800,000	1,204,692	1,176,383
Enel SpA (Callable) 8.75% Sep 24, 2073	USD 450,000	683,485	677,174
Telecom Italia SpA (Callable) 2.75% Apr 15, 2025	EUR 750,000	1,111,040	1,116,931
Wind Tre SpA (Callable) 2.47% Jan 20, 2024	EUR 850,000	1,146,445	1,246,363
		5,388,592	5,448,887
Japan – 0.2%			
Sprint Capital Corporation 8.75% Mar 15, 2032	USD 250,000	353,407	380,506
Luxembourg – 1.7%			
Altice Luxembourg SA (Callable) 7.25% May 15, 2022	EUR 107,229	166,543	163,875
Altice Luxembourg SA (Callable) 8.00% May 15, 2027	EUR 600,000	902,351	905,325
Arena Luxembourg Finance S.a. r.l. (Callable) 2.88% Nov 01, 2024	EUR 1,850,000	2,918,060	2,839,118
		3,986,954	3,908,318
Netherlands – 3.1%			
Atradius Finance BV (Callable) 5.25% Sep 23, 2044	EUR 1,100,000	2,006,329	1,825,356
IHS Netherlands Holdco BV (Callable) 9.50% Oct 27, 2021	USD 850,000	1,148,572	1,154,838
InterXion Holding NV (Callable) 4.75% Jun 15, 2025	EUR 1,750,000	2,739,080	2,824,574
Sunshine Mid BV (Callable) 6.50% May 15, 2026	EUR 800,000	1,247,097	1,230,925
		7,141,078	7,035,693
Nigeria – 2.7%			
ASR Nederland NV (Callable) 5.13% Sep 29, 2045	EUR 650,000	1,120,286	1,131,245
Intertrust Group BV (Callable) 3.38% Nov 15, 2025	EUR 1,150,000	1,743,019	1,812,960
LeasePlan Corporation N.V., Perpetual 7.38%	EUR 1,100,000	1,656,951	1,724,185
Starfruit Finco BV / Starfruit US Holdco LLC (Callable) 6.50% Oct 01, 2026	EUR 1,050,000	1,551,276	1,577,009
		6,071,532	6,245,399
Portugal – 0.8%			
Caixa Geral de Depositos S.A., Perpetual 10.75%	EUR 1,000,000	1,695,527	1,736,654
Spain – 0.3%			
Tasty Bondco 1 S.A. (Callable) 6.25% May 15, 2026	EUR 450,000	680,595	705,556
Switzerland – 0.7%			
Selecta Group B.V. (Callable) 5.38% Feb 01, 2024	EUR 1,100,000	1,686,877	1,660,197
Turkey – 0.5%			
Yasar Holding AS (Callable) 8.88% May 06, 2020	USD 1,250,000	950,050	1,039,416
United Arab Emirates – 0.6%			
Shelf Drilling Holdings Ltd. (Callable) 8.25% Feb 15, 2025	USD 1,050,000	1,319,892	1,278,569
United Kingdom – 7.4%			
Aston Martin Capital Holdings Ltd. (Callable) 5.75% Apr 15, 2022	GBP 600,000	1,099,844	980,250
Avation Capital SA (Callable) 6.50% May 15, 2021	USD 1,100,000	1,421,169	1,478,903

BOND FUNDS

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, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United Kingdom (cont'd)			
Cabot Financial Luxembourg II SA (Callable) 6.00%			
Jun 14, 2024	EUR 150,000	226,118	226,049
CPUK Finance Ltd. (Callable) 4.88% Aug 28, 2025	GBP 850,000	1,486,876	1,417,698
Fiat Chrysler Automobiles NV 5.25% Apr 15, 2023	USD 1,950,000	2,591,935	2,702,294
Iceland Bondco PLC (Callable) 4.63%			
Mar 15, 2025	GBP 1,050,000	1,722,206	1,567,414
Liquid Telecommunications Financing PLC (Callable) 8.50% Jul 13, 2022	USD 600,000	806,763	779,753
Miller Homes Group Holdings PLC (Callable) 6.04%			
Oct 15, 2023	GBP 700,000	1,231,839	1,168,471
Neptune Energy Bondco PLC (Callable) 6.63%			
May 15, 2025	USD 700,000	906,487	929,438
Pinewood Finco PLC (Callable) 3.75%			
Dec 01, 2023	GBP 950,000	1,668,082	1,610,022
Tullow Oil PLC (Callable) 6.25% Apr 15, 2022	USD 1,750,000	2,285,276	2,312,502
TVL Finance PLC (Callable) 5.40% May 15, 2023	GBP 1,050,000	1,824,057	1,746,770
		17,270,652	16,919,564
United States – 59.8%			
Adient Global Holdings Ltd. (Callable) 3.50%			
Aug 15, 2024	EUR 450,000	588,279	555,181
Albertsons Cos LLC / Safeway Inc. / New Albertsons LP / Albertsons's LLC (Callable) 7.50%			
Mar 15, 2026	USD 900,000	1,194,662	1,265,504
Alcoa Nederland Holding BV (Callable) 6.75%			
Sep 30, 2024	USD 1,050,000	1,439,648	1,449,630
Alliance One International Inc. (Callable) 9.88%			
Jul 15, 2021	USD 950,000	1,123,157	1,076,046
Allied UniverSAI Holdco LLC (Callable) 9.75%			
Jul 15, 2027	USD 850,000	1,107,765	1,111,685
Antero Midstream Partners LP / Antero Midstream Finance Corporation (Callable) 5.75%			
Mar 01, 2027	USD 1,000,000	1,323,458	1,309,567
Ball Corporation (Callable) 4.88% Mar 15, 2026	USD 1,800,000	2,413,796	2,507,037
BCPE Cycle Merger Sub II Inc. (Callable) 10.63%			
Jul 15, 2027	USD 850,000	1,133,303	1,132,154
Belden Inc. (Callable) 3.38% Jul 15, 2027	EUR 1,550,000	2,151,468	2,397,464
BWX Technologies Inc. (Callable) 5.38%			
Jul 15, 2026	USD 1,400,000	1,847,871	1,906,009
California Resources Corporation (Callable) 8.00%			
Dec 15, 2022	USD 600,000	586,417	594,162
Catalent Pharma Solutions Inc. (Callable) 5.00%			
Jul 15, 2027	USD 900,000	1,197,851	1,194,467
CCO Holdings LLC / CCO Holdings Capital Corporation (Callable) 5.00% Feb 01, 2028	USD 400,000	532,773	537,346
CenturyLink Inc. (Callable) 7.50% Apr 01, 2024	USD 1,300,000	1,814,313	1,889,984
Cheniere Corporationus Christi Holdings LLC (Callable) 5.88% Mar 31, 2025	USD 1,200,000	1,636,183	1,751,514
CNX Midstream Partners LP / CNX Midstream Finance Corporation (Callable) 6.50%			
Mar 15, 2026	USD 1,800,000	2,334,163	2,246,176
CommScope Finance LLC (Callable) 8.25%			
Mar 01, 2027	USD 450,000	605,456	601,738
Covanta Holding Corporation (Callable) 5.88%			
Jul 01, 2025	USD 1,600,000	2,048,750	2,184,247
CRC Escrow Issuer LLC / CRC Finco Inc. (Callable) 5.25% Oct 15, 2025	USD 1,300,000	1,720,057	1,709,500
Crown European Holdings SA (Callable) 3.38%			
May 15, 2025	EUR 1,800,000	2,872,468	2,985,044
CSC Holdings LLC (Callable) 7.50% Apr 01, 2028	USD 600,000	865,400	869,079
CyrusOne LP / CyrusOne Finance Corporation (Callable) 5.38% Mar 15, 2027	USD 1,600,000	2,073,710	2,222,358

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)			
United States (cont'd)			
DCP Midstream Operating LP 6.75% Sep 15, 2037	USD 800,000	1,137,479	1,121,440
Dole Food Company Inc. (Callable) 7.25%			
Jun 15, 2025	USD 950,000	1,224,036	1,208,260
Eagle Holding Co II LLC (Callable) 7.75%			
May 15, 2022	USD 300,000	400,000	399,670
Edison International (Callable) 5.75% Jun 15, 2027	USD 1,000,000	1,363,688	1,406,724
Encompass Health Corporation (Callable) 5.75%			
Sep 15, 2025	USD 1,650,000	2,154,725	2,257,928
Energizer Holdings Inc. (Callable) 6.38%			
Jul 15, 2026	USD 1,250,000	1,685,551	1,698,455
EnLink Midstream Partners LP (Callable) 4.85%			
Jul 15, 2026	USD 1,500,000	1,938,817	1,987,930
Exela Intermediate LLC / Exela Finance Inc. (Callable) 10.00% Jul 15, 2023	USD 910,000	1,188,355	971,548
First Quality Finance Company Inc. (Callable) 5.00% Jul 01, 2025	USD 1,200,000	1,515,990	1,598,900
Five Point Operating Co LP / Five Point Capital Corporation (Callable) 7.88% Nov 15, 2025	USD 900,000	1,170,860	1,187,790
Fresh Market Inc., The (Callable) 9.75%			
May 01, 2023	USD 550,000	550,763	498,173
Genesis Energy LP / Genesis Energy Finance Corporation (Callable) 6.25% May 15, 2026	USD 1,250,000	1,567,263	1,585,723
Granite Merger Sub 2 Inc. (Callable) 11.00%			
Jul 15, 2027	USD 550,000	725,706	727,427
Grifols SA (Callable) 3.20% May 01, 2025	EUR 1,550,000	2,425,277	2,382,010
Hanesbrands Finance Luxembourg S.C.A. (Callable) 3.50% Jun 15, 2024	EUR 750,000	1,159,147	1,222,370
Hanesbrands Inc. (Callable) 4.63% May 15, 2024	USD 650,000	841,365	886,303
Harsco Corporation (Callable) 5.75% Jul 31, 2027	USD 250,000	333,476	342,222
HCA Inc. (Callable) 5.63% Sep 01, 2028	USD 600,000	782,969	853,907
Hilton Domestic Operating Company Inc. (Callable) 5.13% May 01, 2026	USD 1,800,000	2,345,361	2,472,552
Holly Energy Partners LP / Holly Energy Finance Corporation (Callable) 6.00% Aug 01, 2024	USD 850,000	1,187,741	1,161,772
Horizon Pharma Inc. / Horizon Pharma USA Inc. (Callable) 8.75% Nov 01, 2024	USD 1,100,000	1,522,524	1,556,119
IQVIA Inc. (Callable) 3.25% Mar 15, 2025	EUR 450,000	679,519	690,637
Iron Mountain Inc. (Callable) 4.88% Sep 15, 2027	USD 1,150,000	1,350,367	1,499,691
Itron Inc. (Callable) 5.00% Jan 15, 2026	USD 2,000,000	2,480,881	2,679,107
Jagged Peak Energy LLC (Callable) 5.88%			
May 01, 2026	USD 800,000	1,032,193	1,039,743
Kennedy-Wilson Inc. (Callable) 5.88%			
Apr 01, 2024	USD 850,000	1,125,729	1,144,920
Kratos Defense & Security Solutions Inc. (Callable) 6.50% Nov 30, 2025	USD 650,000	929,276	919,269
Lennar Corporation (Callable) 4.75% Nov 29, 2027	USD 950,000	1,162,949	1,312,621
Levi Strauss & Company (Callable) 3.38%			
Mar 15, 2027	EUR 700,000	1,088,096	1,115,372
Matthews International Corporation (Callable) 5.25% Dec 01, 2025	USD 1,355,000	1,718,362	1,749,975
McDermott Technology Americas Inc. / McDermott Technology US Inc. (Callable) 10.63%			
May 01, 2024	USD 500,000	589,778	615,616
Meritage Homes Corporation 7.00% Apr 01, 2022	USD 850,000	1,185,054	1,228,924
MGM Resorts International (Callable) 5.75%			
Jun 15, 2025	USD 1,250,000	1,658,874	1,780,691
Moss Creek Resources Holdings Inc. (Callable) 7.50% Jan 15, 2026	USD 850,000	1,099,681	960,862
MSCI Inc. (Callable) 5.38% May 15, 2027	USD 1,550,000	2,036,320	2,172,618
Netflix Inc. 4.63% May 15, 2029	EUR 500,000	827,589	839,826
NGPL PipeCo LLC 7.77% Dec 15, 2037	USD 1,000,000	1,556,281	1,674,314

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES (cont'd)				BONDS AND DEBENTURES (cont'd)			
United States (cont'd)				United States (cont'd)			
Panther BF Aggregator 2 LP / Panther Finance Co Inc. (Callable) 8.50% May 15, 2027	USD 1,650,000	2,249,245	2,225,042	T-Mobile USA Inc. (Callable) 4.75% Feb 01, 2028	USD 400,000	535,241	540,876
Parsley Energy LLC / Parsley Finance Corporation (Callable) 5.63% Oct 15, 2027	USD 450,000	586,039	619,753	TransDigm Inc. (Callable) 6.25% Mar 15, 2026	USD 1,450,000	1,939,686	1,997,303
QEP Resources Inc. (Callable) 5.63% Mar 01, 2026	USD 500,000	621,101	618,772	Transocean Inc. 6.80% Mar 15, 2038	USD 450,000	493,892	445,395
Quintiles IMS Inc. (Callable) 2.88% Sep 15, 2025	EUR 1,200,000	1,843,546	1,844,208	Tronox Inc. (Callable) 6.50% Apr 15, 2026	USD 850,000	1,136,956	1,106,653
Scientific Games International Inc. (Callable) 5.50% Feb 15, 2026	EUR 850,000	1,208,235	1,221,909	United Continental Holdings Inc. 4.88% Jan 15, 2025	USD 850,000	1,135,384	1,150,797
Seagate HDD Cayman (Callable) 4.88% Jun 01, 2027	USD 1,150,000	1,415,952	1,512,002	Vantiv LLC / Vanity Issuer Corporation (Callable) 3.88% Nov 15, 2025	GBP 1,300,000	2,334,000	2,255,945
Seagate HDD Cayman 4.75% Jan 01, 2025	USD 950,000	1,175,359	1,253,063	Viking Cruises Ltd. (Callable) 5.88% Sep 15, 2027	USD 1,100,000	1,409,694	1,464,549
Service Corporation International (Callable) 5.13% Jun 01, 2029	USD 750,000	1,010,101	1,038,568	Vistra Operations Co LLC (Callable) 5.50% Sep 01, 2026	USD 900,000	1,172,194	1,249,511
Silgan Holdings Inc. (Callable) 3.25% Mar 15, 2025	EUR 1,400,000	2,223,238	2,159,967	Vistra Operations Co LLC (Callable) 5.63% Feb 15, 2027	USD 1,500,000	1,989,790	2,086,938
Sirius XM Radio Inc. (Callable) 5.38% Jul 15, 2026	USD 1,200,000	1,634,680	1,636,692	Voya Financial Inc. (Callable) 4.70% Jan 23, 2048	USD 950,000	1,155,658	1,142,575
Smithfield Foods Inc. (Callable) 4.25% Feb 01, 2027	USD 450,000	570,509	601,635	Warrior Met Coal Inc. (Callable) 8.00% Nov 01, 2024	USD 685,000	893,229	937,911
Southwestern Energy Company (Callable) 7.75% Oct 01, 2027	USD 450,000	612,358	565,775	Waste Pro USA Inc. (Callable) 5.50% Feb 15, 2026	USD 1,050,000	1,320,979	1,419,593
Springleaf Finance Corporation 6.88% Mar 15, 2025	USD 1,800,000	2,374,917	2,590,077	WellCare Health Plans Inc. (Callable) 5.38% Aug 15, 2026	USD 1,800,000	2,373,015	2,510,242
Sprint Corporation 7.88% Sep 15, 2023	USD 1,550,000	2,076,827	2,205,591	Whiting Petroleum Corporation (Callable) 6.63% Jan 15, 2026	USD 400,000	538,944	511,198
Star Merger Sub Inc. (Callable) 10.25% Feb 15, 2027	USD 785,000	1,055,260	1,082,434	William Carter Co, The (Callable) 5.63% Mar 15, 2027	USD 820,000	1,129,921	1,132,849
Stevens Holding Co Inc. (Callable) 6.13% Oct 01, 2026	USD 900,000	1,196,743	1,245,527	WPX Energy Inc. (Callable) 5.75% Jun 01, 2026	USD 450,000	600,315	614,585
Sunoco LP / Sunoco Finance Corporation 5.88% Mar 15, 2028	USD 1,700,000	2,135,303	2,321,341	Wynn Las Vegas LLC / Wynn Las Vegas Capital Corporation (Callable) 5.25% May 15, 2027	USD 1,300,000	1,605,576	1,712,105
Talen Energy Supply LLC (Callable) 6.63% Jan 15, 2028	USD 200,000	264,159	261,900			132,882,148	136,314,927
Talen Energy Supply LLC (Callable) 7.25% May 15, 2027	USD 1,100,000	1,509,405	1,484,485	TOTAL INVESTMENT PORTFOLIO		211,639,696	215,469,903
Tenet Healthcare Corporation (Callable) 4.63% Jul 15, 2024	USD 1,050,000	1,341,958	1,402,035	Unrealized Gain (Loss) on Derivatives – 2.0%			4,453,885
Tenet Healthcare Corporation (Callable) 6.25% Feb 01, 2027	USD 250,000	333,823	339,036	OTHER ASSETS, LESS LIABILITIES – 3.6%			8,167,125
Tennant Company (Callable) 5.63% May 01, 2025	USD 950,000	1,249,451	1,288,960	NET ASSETS – 100.0%			228,090,913
TerraForm Power Operating LLC (Callable) 6.63% Jun 15, 2025	USD 1,500,000	2,076,475	2,069,829				

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 (\$)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Canadian dollar	144,242,644	US dollar	107,804,264	0.747	0.764	3,209,580
Barclays PLC	A-2	Sep. 12, 2019	Canadian dollar	80,062,505	US dollar	59,839,237	0.747	0.764	1,778,858
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Canadian dollar	524,484	US dollar	392,319	0.748	0.764	11,239
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Canadian dollar	1,061,502	Euro	704,113	0.663	0.668	7,945
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Euro	758,000	US dollar	863,630	1.139	1.144	4,309
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Canadian dollar	264,837	US dollar	200,000	0.755	0.764	3,191
Barclays PLC	A-2	Sep. 12, 2019	Canadian dollar	226,620	Euro	150,000	0.662	0.668	2,177
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Canadian dollar	1,138,000	US dollar	866,347	0.761	0.764	4,617
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Canadian dollar	429,042	Euro	285,785	0.666	0.668	1,426
									5,023,342

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 (\$)
Barclays PLC	A-2	Sep. 12, 2019	US dollar	9,795,469	Pound sterling	7,692,646	0.785	0.785	(604)
Barclays PLC	A-2	Sep. 12, 2019	US dollar	38,435,965	Euro	33,932,600	0.883	0.874	(488,997)
Barclays PLC	A-2	Sep. 12, 2019	Euro	944,661	Canadian dollar	1,436,079	1.52	1.496	(22,569)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	US dollar	300,000	Canadian dollar	397,430	1.325	1.308	(4,965)
Barclays PLC	A-2	Sep. 12, 2019	US dollar	1,124,472	Canadian dollar	1,489,000	1.324	1.308	(17,950)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Euro	408,698	Canadian dollar	619,272	1.515	1.496	(7,741)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Pound sterling	57,708	Canadian dollar	98,030	1.699	1.666	(1,892)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	US dollar	400,000	Canadian dollar	532,220	1.331	1.308	(8,937)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Euro	71,313	Canadian dollar	107,826	1.512	1.496	(1,123)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	US dollar	1,986,467	Canadian dollar	2,617,890	1.318	1.308	(19,152)
Canadian Imperial Bank of Commerce	A-1	Sep. 12, 2019	Canadian dollar	1,706,477	Euro	1,142,000	0.669	0.668	(2,285)
Barclays PLC	A-2	Sep. 12, 2019	Canadian dollar	2,798,000	US dollar	2,144,429	0.766	0.764	(7,412)
									(583,627)

UNREALIZED GAIN ON FUTURES CONTRACTS

Expiry Date	Number of Contracts	Futures Contracts	Counterparty	Credit Risk	Contractual Value Canadian (\$)	Fair Value Canadian (\$)	Unrealized Gain (\$)
BOND FUTURES CONTRACTS							
Sep. 2019	28	U.S. 5 Year Treasury Note Futures	Credit Suisse Securities (USA) LLC	A-1	4,279,611	4,332,318	<u>52,707</u>
							<u>52,707</u>

UNREALIZED LOSS ON FUTURES CONTRACTS

Expiry Date	Number of Contracts	Futures Contracts	Counterparty	Credit Risk	Contractual Value Canadian (\$)	Fair Value Canadian (\$)	Unrealized Loss (\$)
INDEX FUTURES CONTRACTS							
Sep. 2019	(12)	S&P 500 Composite Stock Index - E-Mini Futures	Credit Suisse Securities (USA) LLC	A-1	(2,274,722)	(2,313,259)	<u>(38,537)</u>
							<u>(38,537)</u>

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment 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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	1,092,123	17,601,688
1-3 years	10,977,093	17,774,646
3-5 years	30,834,733	65,345,105
5-10 years	154,863,134	235,921,909
> 10 years	17,755,527	25,965,825
	215,522,610	362,609,173

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$1,995,926 or approximately 0.9% (December 31, 2018 – \$4,030,469 or approximately 1.1%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	157,303,065	(156,464,706)	838,359	0.4
Pound sterling	13,092,143	(12,729,922)	362,221	0.2
Euro	50,811,944	(50,957,964)	(146,020)	(0.1)
	221,207,152	(220,152,592)	1,054,560	0.5

December 31, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	276,860,011	(276,654,921)	205,090	0.1
Euro	77,692,075	(78,407,148)	(715,073)	(0.2)
Pound sterling	17,081,228	(17,802,389)	(721,161)	(0.2)
	371,633,314	(372,864,458)	(1,231,144)	(0.3)

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$105,456 or approximately 0.1% of net assets (December 31, 2018 – \$123,114 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 0.0% (December 31, 2018 – 0.0%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$3,854 (December 31, 2018 – nil). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	–	–	4.2	4.3
BBB	7.1	6.7	7.8	7.9
BB	51.2	48.2	54.2	54.8
B	38.4	36.3	32.1	32.4
CCC	3.0	2.9	1.6	1.6
D	–	–	0.1	0.1
NOT RATED	0.3	0.3	–	–
	100.0	94.4	100.0	101.1

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, asset type or industry sector, as applicable. 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, 2019	December 31, 2018
Argentina	0.3	0.3
Australia	1.0	0.5
Brazil	2.0	4.2
British Virgin Islands	0.9	0.5
Canada	2.2	1.7
Chile	1.0	0.8
Colombia	0.7	0.7
Denmark	0.2	-
France	1.8	1.3
Germany	1.2	1.2
Ireland	2.4	1.1
Israel	0.5	1.5
Italy	2.4	2.1
Japan	0.2	0.4
Luxembourg	1.7	1.6
Mexico	-	0.5
Netherlands	3.1	3.3
Nigeria	2.7	0.3
Norway	-	0.6
Portugal	0.8	0.5
Spain	0.3	-
Sweden	-	0.7
Switzerland	0.7	0.5
Turkey	0.5	0.6
United Arab Emirates	0.6	0.4
United Kingdom	7.4	5.6
United States	59.8	70.1
Venezuela	-	0.1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Bonds and debentures	-	215,469,903	-	215,469,903
Unrealized gain on currency forward contracts	-	5,023,342	-	5,023,342
Unrealized gain on futures contracts	52,707	-	-	52,707
	52,707	220,493,245	-	220,545,952
Unrealized loss on currency forward contracts	-	(583,627)	-	(583,627)
Unrealized loss on futures contracts	(38,537)	-	-	(38,537)
	14,170	219,909,618	-	219,923,788

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Bonds and debentures	-	347,396,583	-	347,396,583
Money market instruments	-	15,379,992	-	15,379,992
Unrealized gain on currency forward contracts	-	857,797	-	857,797
	-	363,634,372	-	363,634,372
Unrealized loss on currency forward contracts	-	(15,180,369)	-	(15,180,369)
Unrealized loss on futures contracts	(167,402)	-	-	(167,402)
	(167,402)	348,454,003	-	348,286,601

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

Below is a summary of 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, 2019			Net Amount (\$)
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	
Currency forward contracts	5,023,342	(583,627)	-	4,439,715
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	5,023,342	(583,627)	-	4,439,715

Financial liabilities – by type	June 30, 2019			Net Amount (\$)
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	
Currency forward contracts	583,627	(583,627)	-	-
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	583,627	(583,627)	-	-

Financial assets – by type	December 31, 2018			Net Amount (\$)
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	
Currency forward contracts	857,797	(857,797)	-	-
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	857,797	(857,797)	-	-

Financial liabilities – by type	December 31, 2018			Net Amount (\$)
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	
Currency forward contracts	15,180,369	(857,797)	-	14,322,572
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	15,180,369	(857,797)	-	14,322,572

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	53,606,033	55,821,379
Derivatives	30,351	–
Cash	391,107	366,589
Receivable for securities sold	147,168	–
Subscriptions receivable	57,775	2,070
Accrued investment income and other	241,430	260,128
	<u>54,473,864</u>	<u>56,450,166</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	3,752	38,738
Management fee payable (note 5)	1,008	–
Payable for securities purchased	155,000	142,086
Redemptions payable	101,522	29,964
Accrued expenses	15,261	–
Distributions payable	16,273	–
	<u>292,816</u>	<u>210,788</u>
Net assets attributable to holders of redeemable units	<u>54,181,048</u>	<u>56,239,378</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	52,994,430	55,143,909
Series F	1,186,618	1,095,469
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	18.79	17.62
Series F	19.19	17.84

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	509,999	570,168
Interest for distribution purposes	444,672	437,637
Net realized gain (loss) on non-derivative financial assets	682,765	88,494
Change in unrealized gain (loss) on non-derivative financial assets	3,052,981	(489,332)
Net realized gain (loss) on derivatives	(26,470)	–
Change in unrealized gain (loss) on derivatives	65,337	(5,123)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>4,729,284</u>	<u>601,844</u>
Securities lending (note 11)	1,556	1,206
Net realized and unrealized foreign currency translation gain (loss)	(2,118)	20,435
Other income	293	–
Total income (loss), net	<u>4,729,015</u>	<u>623,485</u>
EXPENSES		
Management fees (note 5)	5,686	6,057
Fixed administration fees (note 6)	82,358	90,352
Independent Review Committee fees	592	587
Interest expense	56	–
Foreign withholding taxes/tax reclaims	6,223	6,680
Harmonized Sales Tax/Goods and Services Tax	8,898	9,621
Transaction costs	5,514	5,053
Total expenses	<u>109,327</u>	<u>118,350</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>4,619,688</u>	<u>505,135</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	4,520,172	500,636
Series F	99,516	4,499
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	1.53	0.15
Series F	1.63	0.07
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	2,950,646	3,290,587
Series F	60,876	65,858

[†] 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	55,143,909	59,855,309
Series F	1,095,469	1,226,378
	<u>56,239,378</u>	<u>61,081,687</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	4,520,172	500,636
Series F	99,516	4,499
	<u>4,619,688</u>	<u>505,135</u>
DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS		
From net investment income		
Pinnacle Series	(927,229)	(915,892)
Series F	(14,429)	(12,374)
	<u>(941,658)</u>	<u>(928,266)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	7,664,170	7,705,153
Series F	248,063	38,994
Reinvested distributions		
Pinnacle Series	902,783	875,715
Series F	4,392	3,390
Payments on redemption		
Pinnacle Series	(14,309,375)	(7,424,449)
Series F	(246,393)	(111,773)
	<u>(5,736,360)</u>	<u>1,087,030</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(2,149,479)	741,163
Series F	91,149	(77,264)
	<u>(2,058,330)</u>	<u>663,899</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	52,994,430	60,596,472
Series F	1,186,618	1,149,114
	<u>54,181,048</u>	<u>61,745,586</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	4,619,688	505,135
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(682,765)	(88,494)
Change in unrealized (gain) loss on non-derivative financial assets	(3,052,981)	489,332
Change in unrealized (gain) loss on derivatives	(65,337)	5,123
Unrealized foreign currency translation (gain) loss	(825)	949
Purchases of non-derivative financial assets and liabilities	(11,437,440)	(10,617,460)
Proceeds from sale of non-derivative financial assets and liabilities	17,254,278	9,929,888
Accrued investment income and other	18,698	(14,076)
Accrued expenses and other payables	16,269	17,486
	<u>6,669,585</u>	<u>227,883</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	7,856,528	7,750,497
Amounts paid on redemption of redeemable units	(14,484,210)	(7,550,618)
Distributions to unitholders of redeemable units	(18,210)	(27,068)
	<u>(6,645,892)</u>	<u>172,811</u>
Net cash provided by (used in) financing activities	825	(949)
Net increase (decrease) in cash	23,693	400,694
Cash (bank overdraft), beginning of period	366,589	551,666
	<u>391,107</u>	<u>951,411</u>
CASH (BANK OVERDRAFT), END OF PERIOD		
Interest paid ⁽¹⁾	56	-
Interest received, net of withholding taxes ⁽¹⁾	449,028	436,578
Dividends received, net of withholding taxes ⁽¹⁾	518,119	550,470

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
BONDS AND DEBENTURES – 49.9%				BONDS AND DEBENTURES (cont'd)			
Corporate Bonds – 20.7%				Corporate Bonds (cont'd)			
407 International Inc. (Callable) 2.43% May 04, 2027	50,000	49,982	50,642	Pembina Pipeline Corporation (Callable) 4.54% Apr 03, 2049	50,000	49,951	53,413
407 International Inc. (Callable) 3.30% Mar 27, 2045	40,000	40,041	41,597	Reliance LP (Callable) 3.75% Mar 15, 2026	110,000	109,644	113,251
407 International Inc. (Callable) 3.83% May 11, 2046	15,000	15,641	17,074	Reliance LP (Callable) 3.84% Mar 15, 2025	140,000	139,997	145,675
407 International Inc. (Callable) 4.19% Apr 25, 2042	120,000	133,791	142,353	Reliance LP 4.08% Aug 02, 2021	90,000	91,152	92,876
Alectra Inc. (Callable) 2.49% May 17, 2027	105,000	105,000	106,052	Rogers Communications Inc. (Callable) 3.25% May 01, 2029	55,000	54,860	56,414
AltaGas Ltd. (Callable) 3.57% Jun 12, 2023	105,000	105,426	108,337	Rogers Communications Inc. (Callable) 4.00% Mar 13, 2024	250,000	255,780	267,080
AltaGas Ltd. (Callable) 3.98% Oct 04, 2027	215,000	216,498	225,886	Rogers Communications Inc. 4.00% Jun 06, 2022	350,000	383,320	367,890
AltaGas Ltd. (Callable) 4.12% Apr 07, 2026	50,000	49,972	53,130	Royal Bank of Canada 1.97% Mar 02, 2022	540,000	530,876	540,025
AltaLink L.P. (Callable) 4.05% Nov 21, 2044	90,000	102,060	106,420	Royal Bank of Canada 2.35% Jul 02, 2024	155,000	155,000	155,082
AltaLink L.P. (Callable) 4.09% Jun 30, 2045	65,000	66,899	77,491	Royal Bank of Canada 3.30% Sep 26, 2023	175,000	175,000	182,078
Bank of Montreal 2.12% Mar 16, 2022	715,000	699,203	717,818	Shaw Communications Inc. (Callable) 4.35% Jan 31, 2024	30,000	33,240	32,227
Bank of Montreal 2.70% Sep 11, 2024	80,000	79,990	82,475	SNC-Lavalin Group Inc. (Callable) 3.24% Mar 02, 2023	215,000	208,934	214,777
Bank of Nova Scotia, The 2.29% Jun 28, 2024	95,000	94,994	95,953	Sun Life Financial Inc. 4.57% Aug 23, 2021	90,000	104,869	94,856
Bank of Nova Scotia, The 2.36% Nov 08, 2022	730,000	717,029	737,705	TELUS Corporation (Callable) 4.40% Jan 29, 2046	40,000	39,989	42,680
Bell Canada (Callable) 2.70% Feb 27, 2024	60,000	59,932	60,769	TELUS Corporation (Callable) 4.75% Jan 17, 2045	100,000	109,728	112,028
Bell Canada (Callable) 2.90% Aug 12, 2026	145,000	139,185	146,611	Teranet Holdings LP 4.81% Dec 16, 2020	305,000	330,967	313,760
Bell Canada (Callable) 3.55% Mar 02, 2026	40,000	39,850	42,052	Toronto-Dominion Bank, The (Callable) 3.06% Jan 26, 2032	195,000	194,930	195,872
Bell Canada Inc. (Callable) 2.75% Jan 29, 2025	155,000	154,682	156,953	Toronto-Dominion Bank, The 1.91% Jul 18, 2023	465,000	444,880	463,179
Cameco Corporation (Callable) 4.19% Jun 24, 2024	70,000	75,600	73,341	Toronto-Dominion Bank, The 2.50% Dec 02, 2024	105,000	105,000	105,718
Cameco Corporation 3.75% Nov 14, 2022	35,000	37,023	36,016	Toronto-Dominion Bank, The 3.23% Jul 24, 2024	170,000	180,011	179,616
Canadian Imperial Bank of Commerce 2.47% Dec 05, 2022	555,000	546,119	563,021	TransCanada PipeLines Ltd. (Callable) 4.35% Jun 06, 2046	150,000	150,629	162,214
Canadian Imperial Bank of Commerce 3.29% Jan 15, 2024	160,000	165,176	166,294	TransCanada PipeLines Ltd. 4.55% Nov 15, 2041	140,000	159,250	154,633
Canadian National Railway Company (Callable) 3.00% Feb 08, 2029	50,000	49,769	52,213			<u>10,966,646</u>	<u>11,193,961</u>
CCL Industries Inc. (Callable) 3.86% Apr 13, 2028	35,000	35,000	37,200	Federal Bonds – 10.9%			
CU Inc. 4.54% Oct 24, 2041	110,000	130,865	135,818	Canada Housing Trust No 1 2.35% Jun 15, 2027	90,000	90,354	93,449
Enbridge Gas Distribution Inc. 4.04% Nov 23, 2020	190,000	209,302	194,946	Canada Housing Trust No. 1 (Floating Rate) 2.16% Sep 15, 2021	1,095,000	1,104,925	1,103,077
ENMAX Corporation (Callable) 3.81% Dec 05, 2024	110,000	117,322	115,788	Government of Canada 0.75% Mar 01, 2021	125,000	121,783	123,424
ENMAX Corporation (Callable) 3.84% Jun 05, 2028	50,000	50,000	52,892	Government of Canada 1.75% Sep 01, 2019	1,220,000	1,252,992	1,219,929
EPCOR Utilities Inc. 4.55% Feb 28, 2042	20,000	24,100	24,835	Government of Canada 2.75% Dec 01, 2048	70,000	80,640	87,261
Fair Hydro Trust (Callable) 3.36% May 15, 2033	145,000	145,004	157,717	Government of Canada Bonds 0.50% Mar 01, 2022	1,075,000	1,021,197	1,048,829
FortisAlberta Inc. 4.54% Oct 18, 2041	40,000	48,480	49,312	Government of Canada Bonds 1.00% Jun 01, 2027	1,580,000	1,531,178	1,527,733
FortisBC Energy Inc. (Callable) 3.38% Apr 13, 2045	25,000	25,000	26,574	United States Treasury Notes 3.13% May 15, 2048	USD 465,000	594,971	684,612
FortisBC Energy Inc. 5.80% May 13, 2038	20,000	27,840	28,079			<u>5,798,040</u>	<u>5,888,314</u>
Greater Toronto Airports Authority 3.26% Jun 01, 2037	35,000	34,976	37,363	Provincial Bonds – 18.3%			
Greater Toronto Airports Authority 6.47% Feb 02, 2034	145,000	205,265	210,626	Province of Alberta 2.35% Jun 01, 2025	1,070,000	1,037,399	1,094,731
Great-West Lifeco Inc. 3.34% Feb 28, 2028	50,000	50,000	53,637	Province of Alberta 3.45% Dec 01, 2043	160,000	163,619	186,168
Hydro One Inc. 3.20% Jan 13, 2022	40,000	44,140	41,187	Province of British Columbia 4.30% Jun 18, 2042	355,000	451,825	472,968
Hydro One Inc. 4.39% Sep 26, 2041	195,000	221,684	232,600	Province of Manitoba 5.70% Mar 05, 2037	410,000	600,357	591,552
Hydro One Inc. 6.03% Mar 03, 2039	50,000	73,299	70,907	Province of New Brunswick 4.55% Mar 26, 2037	450,000	574,593	569,642
Inter Pipeline Ltd. (Callable) 2.61% Sep 13, 2023	210,000	203,740	210,769	Province of Ontario 2.40% Jun 02, 2026	610,000	620,991	625,855
Inter Pipeline Ltd. (Callable) 2.73% Apr 18, 2024	40,000	40,000	40,250	Province of Ontario 2.60% Jun 02, 2027	1,095,000	1,062,333	1,137,301
Inter Pipeline Ltd. (Callable) 3.17% Mar 24, 2025	60,000	57,479	61,332	Province of Ontario 2.85% Jun 02, 2023	2,200,000	2,386,739	2,290,314
Inter Pipeline Ltd. (Callable) 3.48% Dec 16, 2026	150,000	151,820	155,253	Province of Ontario 3.15% Jun 02, 2022	415,000	444,538	432,046
Keyera Corporation (Callable) 3.93% Jun 21, 2028	50,000	50,000	52,844	Province of Ontario 3.45% Jun 02, 2045	675,000	726,056	796,394
Loblaws Companies Limited 6.15% Jan 29, 2035	130,000	165,815	166,314	Province of Ontario 4.70% Jun 02, 2037	50,000	61,685	66,260
Metro Inc., Series G (Callable) 3.39% Dec 06, 2027	165,000	164,903	171,189	Province of Quebec 3.50% Dec 01, 2045	1,105,000	1,174,213	1,325,258
National Bank of Canada 1.81% Jul 26, 2021	435,000	433,131	433,932	Province of Quebec 5.00% Dec 01, 2038	35,000	44,755	48,809
North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 2.80% Jun 01, 2027	165,000	163,454	166,645	Province of Saskatchewan 4.75% Jun 01, 2040	205,000	282,941	278,347
North West Redwater Partnership / NWR Financing Co., Ltd. (Callable) 4.35% Jan 10, 2039	85,000	93,261	96,698			<u>9,632,044</u>	<u>9,915,645</u>
Nova Scotia Power Inc. 4.15% Mar 06, 2042	45,000	50,558	51,455	TOTAL BONDS AND DEBENTURES			
Nova Scotia Power Inc. 5.61% Jun 15, 2040	30,000	40,174	40,502			<u>26,396,730</u>	<u>26,997,920</u>
Pembina Pipeline Corporation (Callable) 4.02% Mar 27, 2028	160,000	158,165	171,750				

Scotia Private Strategic Balanced Pool (Unaudited - Continued)

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares/ Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 48.2%				EQUITIES (cont'd)			
Communication Services – 5.9%				Health Care – 4.1%			
BCE Inc.	13,416	759,499	799,325	Chartwell Retirement Residences	34,480	490,838	524,786
Rogers Communications Inc., Class B	11,735	623,484	822,624	GlaxoSmithKline PLC – ADR	10,530	573,544	551,837
Shaw Communications Inc., Class B	19,190	511,862	512,757	Johnson & Johnson	3,205	392,268	584,551
TELUS Corporation	10,985	463,212	531,784	Pfizer Inc.	9,910	414,895	562,170
Verizon Communications Inc.	7,325	452,295	547,996			<u>1,871,545</u>	<u>2,223,344</u>
		<u>2,810,352</u>	<u>3,214,486</u>	Materials – 1.2%			
Consumer Staples – 2.9%				Nutrien Ltd.			
Metro Inc., Class A	15,480	594,136	760,687		9,642	527,318	675,422
North West Company Inc.	11,944	320,382	357,006	Real Estate – 4.6%			
Walgreens Boots Alliance Inc.	6,010	566,601	430,258	Brookfield Property Partners LP	31,205	843,247	772,012
		<u>1,481,119</u>	<u>1,547,951</u>	Cominar Real Estate Investment Trust	41,340	513,630	517,163
Energy – 9.9%				Dream Industrial Real Estate Investment Trust	13,380	86,386	157,884
ARC Resources Ltd.	81,912	1,079,965	525,056	H&R Real Estate Investment Trust	17,863	347,119	407,991
Canadian Natural Resources Ltd.	20,183	700,115	712,662	RioCan Real Estate Investment Trust	24,875	678,343	646,501
Cenovus Energy Inc.	64,270	1,053,000	742,319			<u>2,468,725</u>	<u>2,501,551</u>
Crescent Point Energy Corporation	136,034	1,122,433	589,027	Utilities – 3.2%			
Enbridge Inc.	26,674	1,192,885	1,261,680	Brookfield Renew Energy Partners LP	6,195	210,662	280,634
Enerplus Corporation	26,245	238,981	258,513	Hydro One Limited	39,805	877,815	909,146
Husky Energy Inc.	41,623	686,731	516,541	Superior Plus Corporation	40,403	463,956	539,784
Inter Pipeline Ltd.	36,605	876,759	745,644			<u>1,552,433</u>	<u>1,729,564</u>
		<u>6,950,869</u>	<u>5,351,442</u>	TOTAL EQUITIES			
Financials – 16.4%				MONEY MARKET INSTRUMENTS – 0.9%			
Bank of Montreal	6,735	412,581	666,226	Treasury Bills – 0.9%			
Bank of Nova Scotia, The	15,733	915,784	1,106,659	Government of Canada 0.00% Aug 22, 2019	500,000	498,030	498,809
Canadian Imperial Bank of Commerce	5,055	418,151	520,564	Transaction Costs		(21,730)	
Intact Financial Corporation	6,935	601,957	839,274	TOTAL INVESTMENT PORTFOLIO			
Laurentian Bank of Canada	13,103	605,356	589,373			<u>51,476,048</u>	53,606,033
Manulife Financial Corporation	22,140	476,164	526,932	Unrealized Gain (Loss) on Derivatives – 0.0%			
Power Financial Corporation	41,806	1,337,175	1,259,197				26,599
Royal Bank of Canada	12,970	762,633	1,349,788	OTHER ASSETS, LESS LIABILITIES – 1.0%			
Sun Life Financial Inc.	10,040	432,078	544,469				548,416
Toronto-Dominion Bank, The	19,120	978,778	1,463,062	NET ASSETS – 100.0%			
		<u>6,940,657</u>	<u>8,865,544</u>				<u>54,181,048</u>

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 (\$)
Bank of Nova Scotia, The	A-1	Jul. 11, 2019	Canadian dollar	1,215,325	US dollar	905,000	0.745	0.764	30,351
									<u>30,351</u>

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	Jul. 11, 2019	US dollar	410,000	Canadian dollar	540,585	1.319	1.309	(3,752)
									<u>(3,752)</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 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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the “Underlying Funds”). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

Risks associated with financial instruments (note 4)

Interest rate risk

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	1,718,738	1,418,906
1-3 years	5,504,666	4,166,616
3-5 years	5,542,110	7,682,998
5-10 years	7,189,369	6,427,925
> 10 years	7,541,846	7,296,817
	27,496,729	26,993,262

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$485,356 or approximately 0.9% (December 31, 2018 – \$466,493 or approximately 0.8%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

Below is a summary of the Fund’s direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	3,426,575	(644,327)	2,782,248	5.1
	3,426,575	(644,327)	2,782,248	5.1

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	4,458,149	(1,125,202)	3,332,947	5.9
	4,458,149	(1,125,202)	3,332,947	5.9

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

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$278,225 or approximately 0.5% of net assets (December 31, 2018 – \$333,295 or approximately 0.6%). 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 48.2% (December 31, 2018 – 51.3%) of the Fund’s net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$2,610,930 (December 31, 2018 – \$2,882,812). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	24.9	12.7	26.8	12.9
AA/A-1	15.4	7.8	14.0	6.7
A/A-2	42.3	21.5	39.9	19.2
BBB	17.4	8.8	17.9	8.6
BB	–	–	1.4	0.7
	100.0	50.8	100.0	48.1

Scotia Private Strategic Balanced 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, asset type or industry sector, as applicable. 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, 2019	December 31, 2018
Communication Services	5.9	7.6
Consumer Staples	2.9	4.1
Corporate Bonds	20.7	18.5
Energy	9.9	9.7
Federal Bonds	10.9	11.8
Financials	16.4	16.0
Health Care	4.1	4.3
Materials	1.2	1.4
Provincial Bonds	18.3	17.4
Real Estate	4.6	5.0
Treasury Bills	0.9	0.4
Utilities	3.2	3.2

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	26,109,304	-	-	26,109,304
Bonds and debentures	-	26,997,920	-	26,997,920
Money market instruments	-	498,809	-	498,809
Unrealized gain on currency forward contracts	-	30,351	-	30,351
	26,109,304	27,527,080	-	53,636,384
Unrealized loss on currency forward contracts	-	(3,752)	-	(3,752)
	26,109,304	27,523,328	-	53,632,632

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	28,828,117	-	-	28,828,117
Bonds and debentures	-	26,794,104	-	26,794,104
Money market instruments	-	199,158	-	199,158
	28,828,117	26,993,262	-	55,821,379
Unrealized loss on currency forward contracts	-	(38,738)	-	(38,738)
	28,828,117	26,954,524	-	55,782,641

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

Below is a summary of 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, 2019			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	30,351	(3,752)	-	26,599
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	30,351	(3,752)	-	26,599

Financial liabilities – by type	June 30, 2019			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	3,752	(3,752)	-	-
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	3,752	(3,752)	-	-

Financial assets – by type	December 31, 2018			
	Gross amount of assets (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	-	-	-	-
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	-	-	-	-

Financial liabilities – by type	December 31, 2018			
	Gross amount of liabilities (\$)	Master netting offset (\$)	Collateral pledged/received (\$)	Net Amount (\$)
Currency forward contracts	38,738	-	-	38,738
Options contracts – OTC	-	-	-	-
Swap contracts – OTC	-	-	-	-
	38,738	-	-	38,738

Interest in Underlying Funds (note 2)

The Fund did not hold any interest in Underlying Funds as at June 30, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	199,832,296	181,404,118
Cash	63,740	39,552
Subscriptions receivable	161,488	63,351
Accrued investment income and other	803,542	769,611
	<u>200,861,066</u>	<u>182,276,632</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	1,194	–
Payable for securities purchased	52,704	–
Redemptions payable	209,787	42,829
Accrued expenses	27,019	–
	<u>290,704</u>	<u>42,829</u>
Net assets attributable to holders of redeemable units	<u>200,570,362</u>	<u>182,233,803</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	196,251,598	177,715,020
Series F	1,375,820	843,129
Series I	2,942,944	3,675,654
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	24.95	21.62
Series F	24.63	21.45
Series I	25.50	22.08

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	3,272,180	3,153,181
Interest for distribution purposes	76,977	27,357
Net realized gain (loss) on non-derivative financial assets	3,915,196	6,903,073
Change in unrealized gain (loss) on non-derivative financial assets	<u>21,104,400</u>	<u>(9,307,804)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	28,368,753	775,807
Net realized and unrealized foreign currency translation gain (loss)	3,804	5,412
	<u>(373)</u>	<u>492</u>
Total income (loss), net	<u>28,372,184</u>	<u>781,711</u>
EXPENSES		
Management fees (note 5)	5,092	4,705
Fixed administration fees (note 6)	146,952	150,562
Independent Review Committee fees	592	587
Interest expense	–	287
Foreign withholding taxes/tax reclaims	3,131	–
Harmonized Sales Tax/Goods and Services Tax	14,047	14,870
Transaction costs	96,364	72,794
Total expenses	<u>266,178</u>	<u>243,805</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>28,106,006</u>	<u>537,906</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	27,473,741	600,555
Series F	138,520	(15,170)
Series I	493,745	(47,479)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Pinnacle Series	3.38	0.07
Series F	3.21	(0.39)
Series I	3.84	(0.22)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	8,131,899	8,113,995
Series F	43,120	38,922
Series I	128,527	211,611

† 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	177,715,020	207,303,946
Series F	843,129	1,021,957
Series I	3,675,654	6,181,434
	<u>182,233,803</u>	<u>214,507,337</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	27,473,741	600,555
Series F	138,520	(15,170)
Series I	493,745	(47,479)
	<u>28,106,006</u>	<u>537,906</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	15,287,208	26,824,305
Series F	466,320	118,312
Series I	-	2,100
Payments on redemption		
Pinnacle Series	(24,224,371)	(31,248,997)
Series F	(72,149)	(287,167)
Series I	(1,226,455)	(1,245,600)
	<u>(9,769,447)</u>	<u>(5,837,047)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	18,536,578	(3,824,137)
Series F	532,691	(184,025)
Series I	(732,710)	(1,290,979)
	<u>18,336,559</u>	<u>(5,299,141)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	196,251,598	203,479,809
Series F	1,375,820	837,932
Series I	2,942,944	4,890,455
	<u>200,570,362</u>	<u>209,208,196</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	28,106,006	537,906
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(3,915,196)	(6,903,073)
Change in unrealized (gain) loss on non-derivative financial assets	(21,104,400)	9,307,804
Unrealized foreign currency translation (gain) loss	(523)	-
Purchases of non-derivative financial assets and liabilities	(45,337,962)	(44,590,941)
Proceeds from sale of non-derivative financial assets and liabilities	51,982,084	46,418,446
Accrued investment income and other	(33,931)	(86,900)
Accrued expenses and other payables	28,213	28,204
Net cash provided by (used in) operating activities	<u>9,724,291</u>	<u>4,711,446</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	15,655,391	28,086,285
Amounts paid on redemption of redeemable units	(25,356,017)	(32,764,999)
Net cash provided by (used in) financing activities	(9,700,626)	(4,678,714)
Unrealized foreign currency translation gain (loss)	523	-
Net increase (decrease) in cash	23,665	32,732
Cash (bank overdraft), beginning of period	39,552	3,875
CASH (BANK OVERDRAFT), END OF PERIOD	<u>63,740</u>	<u>36,607</u>
Interest paid ⁽¹⁾	-	287
Interest received, net of withholding taxes ⁽¹⁾	76,977	27,357
Dividends received, net of withholding taxes ⁽¹⁾	3,235,119	3,066,282

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares/ Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.8%				EQUITIES (cont'd)			
Communication Services – 6.5%				Utilities – 0.5%			
BCE Inc.	26,500	1,250,513	1,578,870	TransAlta Corporation	113,700	794,815	968,724
Rogers Communications Inc., Class B	88,800	4,100,177	6,224,880	TOTAL EQUITIES		171,536,409	194,153,186
TELUS Corporation	108,300	3,602,254	5,242,803	MONEY MARKET INSTRUMENTS – 2.8%			
		<u>8,952,944</u>	<u>13,046,553</u>	Treasury Bills – 2.8%			
Consumer Discretionary – 4.4%				Government of Canada 0.00% Oct 03, 2019			
Gildan Activewear Inc.	22,600	694,073	1,145,368	3,100,000	3,086,398	3,086,845	
Magna International Inc.	89,400	4,918,888	5,825,304	Government of Canada 0.00% Sep 05, 2019	2,600,000	2,590,753	2,592,265
Sleep Country Canada Holdings Inc.	49,900	1,011,246	948,100		<u>5,677,151</u>	<u>5,679,110</u>	
Uni-Select Inc.	71,600	1,519,276	889,272	Transaction Costs		(228,889)	
		<u>8,143,483</u>	<u>8,808,044</u>	TOTAL INVESTMENT PORTFOLIO	176,984,671		199,832,296
Energy – 16.1%				OTHER ASSETS, LESS LIABILITIES – 0.4%			
Cameco Corporation	97,200	1,254,260	1,364,688				738,066
Canadian Natural Resources Ltd.	195,200	6,894,851	6,892,512	NET ASSETS – 100.0%			200,570,362
Cenovus Energy Inc.	251,600	4,430,255	2,905,980	Instruments with a 0.00% stated interest rate are purchased at a discount to face value. The discount represents the implied effective interest.			
Crescent Point Energy Corporation	492,500	4,544,917	2,132,525				
Enbridge Inc.	87,900	4,344,601	4,157,670				
Suncor Energy Inc.	112,214	3,631,136	4,583,942				
TransCanada Corporation	141,600	7,478,145	9,192,672				
Trican Well Service Ltd.	966,260	2,887,857	1,130,524				
		<u>35,466,022</u>	<u>32,360,513</u>				
Financials – 41.0%							
Bank of Nova Scotia, The	191,900	12,245,617	13,498,246				
Canadian Imperial Bank of Commerce	104,100	8,965,304	10,720,218				
CI Financial Corporation	172,100	4,599,152	3,672,614				
Element Fleet Management Corporation	434,600	4,324,447	4,154,776				
Fairfax Financial Holdings Limited	800	489,629	514,208				
Manulife Financial Corporation	241,380	5,041,108	5,744,844				
Power Corporation of Canada	198,630	6,068,000	5,603,352				
Royal Bank of Canada	181,900	12,735,286	18,930,333				
Toronto-Dominion Bank, The	254,600	12,459,848	19,481,992				
		<u>66,928,391</u>	<u>82,320,583</u>				
Industrials – 9.8%							
Canadian National Railway Company	87,600	5,732,531	10,617,120				
Canadian Pacific Railway Limited	22,300	4,280,655	6,877,989				
New Flyer Industries Inc.	24,000	805,396	885,600				
Transcontinental Inc., Class A	85,600	1,256,196	1,248,904				
		<u>12,074,778</u>	<u>19,629,613</u>				
Information Technology – 0.7%							
Celestica Inc.	151,400	2,006,311	1,353,516				
Materials – 15.7%							
Barrick Gold Corporation	151,300	2,946,561	3,127,371				
Canfor Corporation	84,800	900,134	901,424				
Detour Gold Corporation	117,700	1,256,773	1,944,404				
Lundin Mining Corporation	394,200	2,274,107	2,842,182				
Major Drilling Group International Inc.	347,900	2,495,236	1,471,617				
Methanex Corporation	75,200	5,471,892	4,470,640				
Newmont Goldcorp Corporation	111,700	4,876,800	5,609,574				
Nutrien Ltd.	107,977	7,083,846	7,563,789				
Sherritt International Corporation	1,548,300	3,085,624	301,919				
Teck Resources Ltd., Class B	107,000	3,126,457	3,233,540				
		<u>33,517,430</u>	<u>31,466,460</u>				
Real Estate – 2.1%							
Artis Real Estate Investment Trust	121,300	1,263,093	1,410,719				
Cominar Real Estate Investment Trust	78,300	823,960	979,533				
H&R Real Estate Investment Trust	79,200	1,565,182	1,808,928				
		<u>3,652,235</u>	<u>4,199,180</u>				

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

Portfolio Adviser: Scheer, Rowlett & Associates Investment Management Ltd.

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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

Risks associated with financial instruments (note 4)

Interest rate risk

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	5,679,110	997,583
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	5,679,110	997,583

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$14,193 or approximately 0.0% (December 31, 2018 – nil or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	35,451	-	35,451	0.0
	35,451	-	35,451	0.0
Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	14,945	-	14,945	0.0
	14,945	-	14,945	0.0

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant,

net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$3,545 or approximately 0.0% of net assets (December 31, 2018 – \$1,495 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 96.8% (December 31, 2018 – 99.0%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$19,415,319 (December 31, 2018 – \$18,040,654). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	100.0	2.8	100.0	0.5
	100.0	2.8	100.0	0.5

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. 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, 2019	December 31, 2018
Communication Services	6.5	6.8
Consumer Discretionary	4.4	3.8
Energy	16.1	15.6
Financials	41.0	42.3
Industrials	9.8	11.1
Information Technology	0.7	1.0
Materials	15.7	15.2
Real Estate	2.1	2.0
Treasury Bills	2.8	0.5
Utilities	0.5	1.3

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	194,153,186	–	–	194,153,186
Money market instruments	–	5,679,110	–	5,679,110
	194,153,186	5,679,110	–	199,832,296

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	180,406,535	–	–	180,406,535
Money market instruments	–	997,583	–	997,583
	180,406,535	997,583	–	181,404,118

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	145,902,901	114,150,213
Cash	526,704	3,028,194
Subscriptions receivable	427,830	65,946
Accrued investment income and other	414,953	342,839
	<u>147,272,388</u>	<u>117,587,192</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	655	–
Redemptions payable	111,174	14,566
Accrued expenses	25,340	–
	<u>137,169</u>	<u>14,566</u>
Net assets attributable to holders of redeemable units	<u>147,135,219</u>	<u>117,572,626</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	99,728,539	88,087,096
Series F	742,526	427,481
Series I	<u>46,664,154</u>	<u>29,058,049</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	21.21	18.43
Series F	20.94	18.27
Series I	<u>21.67</u>	<u>18.80</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	1,970,461	1,688,525
Interest for distribution purposes	119,240	95,189
Net realized gain (loss) on non-derivative financial assets	(920,072)	(533,262)
Change in unrealized gain (loss) on non-derivative financial assets	<u>17,595,845</u>	<u>(3,400,945)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	18,765,474	(2,150,493)
Net realized and unrealized foreign currency translation gain (loss)	3,899	62,448
Other income	(57)	1,131
	<u>66</u>	<u>–</u>
Total income (loss), net	<u>18,769,382</u>	<u>(2,086,914)</u>
EXPENSES		
Management fees (note 5)	2,624	1,824
Fixed administration fees (note 6)	133,384	128,173
Independent Review Committee fees	592	587
Interest expense	54	–
Harmonized Sales Tax/Goods and Services Tax	12,785	13,090
Transaction costs	<u>33,853</u>	<u>62,160</u>
Total expenses	<u>183,292</u>	<u>205,834</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>18,586,090</u>	<u>(2,292,748)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	13,562,184	(2,045,917)
Series F	70,379	(8,367)
Series I	<u>4,953,527</u>	<u>(238,464)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	2.79	(0.42)
Series F	2.68	(0.46)
Series I	<u>2.66</u>	<u>(0.24)</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	4,859,418	4,893,112
Series F	26,277	18,030
Series I	<u>1,862,534</u>	<u>993,272</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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	88,087,096	88,853,798
Series F	427,481	365,594
Series I	29,058,049	17,317,750
	<u>117,572,626</u>	<u>106,537,142</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	13,562,184	(2,045,917)
Series F	70,379	(8,367)
Series I	4,953,527	(238,464)
	<u>18,586,090</u>	<u>(2,292,748)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	10,444,719	28,772,923
Series F	256,808	97,923
Series I	13,220,750	8,341,530
Payments on redemption		
Pinnacle Series	(12,365,460)	(16,067,973)
Series F	(12,142)	(70,862)
Series I	(568,172)	(633,100)
	<u>10,976,503</u>	<u>20,440,441</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	11,641,443	10,659,033
Series F	315,045	18,694
Series I	17,606,105	7,469,966
	<u>29,562,593</u>	<u>18,147,693</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	99,728,539	99,512,831
Series F	742,526	384,288
Series I	46,664,154	24,787,716
	<u>147,135,219</u>	<u>124,684,835</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	18,586,090	(2,292,748)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	920,072	533,262
Change in unrealized (gain) loss on non-derivative financial assets	(17,595,845)	3,400,945
Purchases of non-derivative financial assets and liabilities	(37,189,513)	(51,000,021)
Proceeds from sale of non-derivative financial assets and liabilities	22,112,598	29,679,833
Accrued investment income and other	(72,114)	(53,121)
Accrued expenses and other payables	25,995	23,732
Net cash provided by (used in) operating activities	<u>(13,212,717)</u>	<u>(19,708,118)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	23,560,393	37,969,342
Amounts paid on redemption of redeemable units	(12,849,166)	(16,759,360)
Net cash provided by (used in) financing activities	10,711,227	21,209,982
Net increase (decrease) in cash	(2,501,490)	1,501,864
Cash (bank overdraft), beginning of period	3,028,194	749,901
CASH (BANK OVERDRAFT), END OF PERIOD	<u>526,704</u>	<u>2,251,765</u>
Interest paid ⁽¹⁾	54	–
Interest received, net of withholding taxes ⁽¹⁾	119,240	95,189
Dividends received, net of withholding taxes ⁽¹⁾	1,898,345	1,635,404

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares/ Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.6%			
Consumer Staples – 6.5%			
Cott Corporation	270,708	4,646,943	4,731,976
Premium Brands Holdings Corporation	54,236	5,318,905	4,854,664
		<u>9,965,848</u>	<u>9,586,640</u>
Energy – 20.2%			
Birchcliff Energy Ltd.	677,933	3,190,524	1,762,626
CES Energy Solutions Corporation	1,207,019	5,628,285	2,920,986
Freehold Royalties Ltd.	322,997	4,193,164	2,735,785
Gibson Energy Inc.	242,248	4,377,500	5,656,491
Keyera Corporation	129,060	4,947,285	4,349,322
Parkland Fuel Corporation	122,965	3,713,681	5,109,196
Tidewater Midstream and Infrastructure Ltd.	2,549,990	3,525,635	3,646,486
Whitecap Resources Inc.	819,100	5,613,292	3,481,175
		<u>35,189,366</u>	<u>29,662,067</u>
Financials – 15.5%			
Brookfield Asset Management Inc., Class A	69,592	3,642,390	4,359,939
Industrial Alliance Insurance and Financial Services Inc.	82,220	4,194,102	4,385,615
Intact Financial Corporation	43,894	4,007,994	5,312,052
Sun Life Financial Inc.	85,677	4,492,911	4,646,264
Toronto-Dominion Bank, The	53,075	3,600,234	4,061,299
		<u>19,937,631</u>	<u>22,765,169</u>
Industrials – 27.1%			
Aecon Group Inc.	241,014	3,736,989	4,620,238
Badger Daylighting Ltd.	104,236	2,543,361	4,980,396
Boyd Group Income Fund	40,335	3,926,515	6,674,232
Brookfield Business Partners LP	113,635	5,623,747	5,794,249
Cargojet Inc.	55,334	2,551,829	4,656,909
Finning International Inc.	135,768	4,222,960	3,240,782
Morneau Shepell Inc.	196,035	4,390,671	5,796,755
Stantec Inc.	132,229	4,243,287	4,155,957
		<u>31,239,359</u>	<u>39,919,518</u>
Information Technology – 4.5%			
Open Text Corporation	121,371	4,711,182	6,558,889
Materials – 8.2%			
HudBay Minerals Inc.	290,092	2,538,670	2,056,752
Intertape Polymer Group Inc.	250,620	5,542,741	4,613,914
Lundin Mining Corporation	742,629	5,552,529	5,354,355
		<u>13,633,940</u>	<u>12,025,021</u>
Real Estate – 3.7%			
Canadian Apartment Properties Real Estate Investment Trust	111,308	3,809,431	5,382,855
Utilities – 10.9%			
Algonquin Power & Utilities Corporation	325,940	4,677,775	5,172,668
Boralex Inc., Class A	258,125	5,142,591	5,082,481
Superior Plus Corporation	429,230	4,779,170	5,734,513
		<u>14,599,536</u>	<u>15,989,662</u>
TOTAL EQUITIES		<u>133,086,293</u>	<u>141,889,821</u>
MONEY MARKET INSTRUMENTS – 2.7%			
Treasury Bills – 2.7%			
Government of Canada 0.00% Aug 08, 2019	4,020,000	4,001,006	4,013,080
Transaction Costs		<u>(184,805)</u>	
TOTAL INVESTMENT PORTFOLIO		<u>136,902,494</u>	<u>145,902,901</u>
OTHER ASSETS, LESS LIABILITIES – 0.7%			<u>1,232,318</u>
NET ASSETS – 100.0%			<u>147,135,219</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 achieve superior long term returns through capital growth by investing primarily in stocks of small and medium capitalization Canadian corporations.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

Risks associated with financial instruments (note 4)

Interest rate risk

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	4,013,080	8,962,335
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	4,013,080	8,962,335

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$10,003 or approximately 0.0% (December 31, 2018 – nil or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

The Fund did not have significant direct currency risk exposure as at June 30, 2019 or December 31, 2018.

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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 96.6% (December 31, 2018 – 89.4%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$14,188,982 (December 31, 2018 – \$10,518,788). 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

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	100.0	2.7	100.0	7.6
	100.0	2.7	100.0	7.6

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. 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, 2019	December 31, 2018
Consumer Staples	6.5	7.8
Energy	20.2	23.2
Financials	15.5	14.4
Industrials	27.1	22.5
Information Technology	4.5	3.9
Materials	8.2	7.7
Real Estate	3.7	3.9
Treasury Bills	2.7	7.6
Utilities	10.9	6.0

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	141,889,821	-	-	141,889,821
Money market instruments	-	4,013,080	-	4,013,080
	141,889,821	4,013,080	-	145,902,901

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	105,187,878	-	-	105,187,878
Money market instruments	-	8,962,335	-	8,962,335
	105,187,878	8,962,335	-	114,150,213

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	223,014,457	202,758,437
Cash	74,368	168,182
Subscriptions receivable	186,309	71,591
Accrued investment income and other	373,289	487,304
	<u>223,648,423</u>	<u>203,485,514</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	1,815	–
Redemptions payable	277,306	59,839
Accrued expenses	30,205	–
	<u>309,326</u>	<u>59,839</u>
Net assets attributable to holders of redeemable units	<u>223,339,097</u>	<u>203,425,675</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	217,347,687	197,477,001
Series F	2,083,719	1,051,819
Series I	<u>3,907,691</u>	<u>4,896,855</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	18.77	15.94
Series F	18.81	16.05
Series I	<u>19.05</u>	<u>16.16</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	2,636,014	2,489,959
Interest for distribution purposes	46,579	30,574
Net realized gain (loss) on non-derivative financial assets	2,866,904	2,089,953
Change in unrealized gain (loss) on non-derivative financial assets	<u>30,432,362</u>	<u>2,323,411</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	35,981,859	6,933,897
Securities lending (note 11)	1,008	2,280
Net realized and unrealized foreign currency translation gain (loss)	24	1,296
Other income	64	–
Total income (loss), net	<u>35,982,955</u>	<u>6,937,473</u>
EXPENSES		
Management fees (note 5)	6,742	5,183
Fixed administration fees (note 6)	163,116	168,287
Independent Review Committee fees	592	587
Interest expense	287	490
Harmonized Sales Tax/Goods and Services Tax	16,314	17,232
Transaction costs	50,489	36,579
Total expenses	<u>237,540</u>	<u>228,358</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>35,745,415</u>	<u>6,709,115</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	34,803,239	6,571,005
Series F	200,186	12,627
Series I	<u>741,990</u>	<u>125,483</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Pinnacle Series	2.88	0.52
Series F	2.66	0.21
Series I	<u>3.20</u>	<u>0.32</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	12,078,895	12,674,357
Series F	75,219	59,003
Series I	<u>231,655</u>	<u>397,140</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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	197,477,001	229,410,480
Series F	1,051,819	1,077,672
Series I	4,896,855	8,234,676
	<u>203,425,675</u>	<u>238,722,828</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	34,803,239	6,571,005
Series F	200,186	12,627
Series I	741,990	125,483
	<u>35,745,415</u>	<u>6,709,115</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	13,595,907	27,839,486
Series F	956,916	110,679
Payments on redemption		
Pinnacle Series	(28,528,460)	(37,183,613)
Series F	(125,202)	(185,198)
Series I	(1,731,154)	(1,887,900)
	<u>(15,831,993)</u>	<u>(11,306,546)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	19,870,686	(2,773,122)
Series F	1,031,900	(61,892)
Series I	(989,164)	(1,762,417)
	<u>19,913,422</u>	<u>(4,597,431)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	217,347,687	226,637,358
Series F	2,083,719	1,015,780
Series I	3,907,691	6,472,259
	<u>223,339,097</u>	<u>234,125,397</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	35,745,415	6,709,115
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(2,866,904)	(2,089,953)
Change in unrealized (gain) loss on non-derivative financial assets	(30,432,362)	(2,323,411)
Purchases of non-derivative financial assets and liabilities	(640,905,837)	(608,813,476)
Proceeds from sale of non-derivative financial assets and liabilities	653,949,082	615,852,941
Accrued investment income and other	114,015	(43,361)
Accrued expenses and other payables	32,020	31,492
Net cash provided by (used in) operating activities	<u>15,635,429</u>	<u>9,323,347</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	14,438,105	29,887,209
Amounts paid on redemption of redeemable units	(30,167,348)	(39,189,978)
Net cash provided by (used in) financing activities	<u>(15,729,243)</u>	<u>(9,302,769)</u>
Net increase (decrease) in cash	(93,814)	20,578
Cash (bank overdraft), beginning of period	168,182	20,769
CASH (BANK OVERDRAFT), END OF PERIOD	<u>74,368</u>	<u>41,347</u>
Interest paid ⁽¹⁾	287	490
Interest received, net of withholding taxes ⁽¹⁾	46,579	30,574
Dividends received, net of withholding taxes ⁽¹⁾	2,750,029	2,446,597

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Face Value (\$)	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.8%				MONEY MARKET INSTRUMENTS – 3.1%			
Communication Services – 2.1%				Commercial Paper – 3.1%			
Rogers Communications Inc., Class B	65,740	4,508,952	4,608,374	Merit Trust Senior 1.90% Jul 02, 2019	6,850,000	6,848,574	6,849,644
Consumer Discretionary – 7.0%				Transaction Costs		(96,878)	
Aritzia Inc., Subordinated Voting	62,890	1,028,491	1,055,293	TOTAL INVESTMENT PORTFOLIO	171,896,548		223,014,457
Canada Goose Holdings Inc.	69,450	4,427,958	3,520,420	OTHER ASSETS, LESS LIABILITIES – 0.1%			324,640
Gildan Activewear Inc.	44,100	1,458,806	2,234,987	NET ASSETS – 100.0%			223,339,097
Restaurant Brands International Inc.	75,570	4,216,148	6,882,160				
Spin Master Corporation	50,860	2,126,310	1,926,068				
		13,257,713	15,618,928				
Consumer Staples – 6.8%							
Alimentation Couche-Tard Inc., Class B	119,020	5,111,358	9,808,438				
Metro Inc., Class A	63,430	2,763,069	3,116,950				
Saputo Inc.	60,010	2,026,241	2,352,392				
		9,900,668	15,277,780				
Energy – 12.9%							
Canadian Natural Resources Ltd.	180,140	6,635,970	6,360,743				
Enbridge Inc.	230,520	12,091,789	10,903,596				
EnCana Corporation	451,000	6,108,854	3,030,720				
Suncor Energy Inc.	209,700	8,270,201	8,566,245				
		33,106,814	28,861,304				
Financials – 28.5%							
Bank of Nova Scotia, The	161,870	10,211,530	11,385,936				
Brookfield Asset Management Inc., Class A	155,570	6,253,883	9,746,461				
Intact Financial Corporation	43,090	3,459,247	5,214,752				
Royal Bank of Canada	167,850	13,549,657	17,468,150				
Sun Life Financial Inc.	97,300	4,062,593	5,276,579				
Toronto-Dominion Bank, The	190,590	9,816,502	14,583,947				
		47,353,412	63,675,825				
Health Care – 0.7%							
Chartwell Retirement Residences	97,510	1,369,332	1,484,102				
Industrials – 14.7%							
Air Canada	164,380	4,613,901	6,524,242				
Canadian National Railway Company	82,800	5,727,910	10,035,360				
Canadian Pacific Railway Limited	29,750	6,088,484	9,175,793				
Waste Connections Inc.	57,320	5,202,479	7,170,732				
		21,632,774	32,906,127				
Information Technology – 10.4%							
CGI Group Inc., Class A	71,260	3,509,452	7,174,457				
Constellation Software Inc.	4,950	2,237,006	6,109,538				
Descartes Systems Group Inc., The	45,500	918,860	2,204,475				
Shopify Inc., Class A	19,660	1,808,511	7,737,783				
		8,473,829	23,226,253				
Materials – 13.7%							
Agnico-Eagle Mines Limited	45,200	2,306,500	3,034,728				
Barrick Gold Corporation	242,250	4,057,619	5,007,308				
CCL Industries Inc., Class B	96,830	4,202,383	6,218,423				
First Quantum Minerals Ltd.	88,740	1,524,352	1,103,926				
Franco-Nevada Corporation	35,340	2,637,223	3,928,041				
Lundin Mining Corporation	337,720	2,534,950	2,434,961				
Nutrien Ltd.	82,780	5,417,620	5,798,739				
Teck Resources Ltd., Class B	98,610	2,860,711	2,979,994				
		25,541,358	30,506,120				
TOTAL EQUITIES		165,144,852	216,164,813				

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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

Risks associated with financial instruments (note 4)

Interest rate risk

Below is a summary of 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, 2019 (\$)	December 31, 2018 (\$)
Less than 1 year	6,849,644	5,849,687
1-3 years	-	-
3-5 years	-	-
5-10 years	-	-
> 10 years	-	-
	6,849,644	5,849,687

As at June 30, 2019, had the prevailing interest rates fluctuated 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 by \$17,121 or approximately 0.0% (December 31, 2018 – nil or approximately 0.0%). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Currency risk

The Fund did not have significant direct currency risk exposure as at June 30, 2019 or December 31, 2018.

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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 96.8% (December 31, 2018 – 96.8%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$21,616,481 (December 31, 2018 – \$19,690,875). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

Below is a summary of the credit ratings of bonds and debentures, money market instruments and preferred shares held by the Fund, as applicable.

Credit ratings	June 30, 2019		December 31, 2018	
	Percentage of total credit rated instruments (%)	Percentage of net assets (%)	Percentage of total credit rated instruments (%)	Percentage of net assets (%)
AAA/A-1+	100.0	3.1	100.0	2.9
	100.0	3.1	100.0	2.9

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. 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, 2019	December 31, 2018
Commercial Paper	3.1	2.9
Communication Services	2.1	2.1
Consumer Discretionary	7.0	4.5
Consumer Staples	6.8	7.6
Energy	12.9	16.3
Financials	28.5	32.7
Health Care	0.7	0.7
Industrials	14.7	12.5
Information Technology	10.4	8.2
Materials	13.7	12.2

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	216,164,813	-	-	216,164,813
Money market instruments	-	6,849,644	-	6,849,644
	216,164,813	6,849,644	-	223,014,457

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	196,908,750	-	-	196,908,750
Money market instruments	-	5,849,687	-	5,849,687
	196,908,750	5,849,687	-	202,758,437

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	607,260,160	572,303,869
Cash	27,799,723	18,791,805
Receivable for securities sold	–	83,641
Subscriptions receivable	734,218	231,175
Accrued investment income and other	967,855	1,422,149
	<u>636,761,956</u>	<u>592,832,639</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	25,141	–
Payable for securities purchased	227,791	244,434
Redemptions payable	149,077	113,049
Accrued expenses	42,686	–
	<u>444,695</u>	<u>357,483</u>
Net assets attributable to holders of redeemable units	<u>636,317,261</u>	<u>592,475,156</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	115,665,983	105,456,983
Series F	5,188,085	4,671,468
Series I	470,126,048	427,865,540
Series M	<u>45,337,145</u>	<u>54,481,165</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	34.07	31.36
Series F	34.80	32.16
Series I	35.31	32.44
Series M	<u>9.49</u>	<u>8.74</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	4,937,082	6,221,340
Interest for distribution purposes	238,781	186,845
Net realized gain (loss) on non-derivative financial assets	(20,247,350)	19,572,804
Change in unrealized gain (loss) on non-derivative financial assets	<u>67,713,322</u>	<u>(24,593,985)</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	52,641,835	1,387,004
Net realized and unrealized foreign currency translation gain (loss)	54,081	77,902
Other income	194	(317)
	<u>70</u>	<u>–</u>
Total income (loss), net	<u>52,696,180</u>	<u>1,464,589</u>
EXPENSES		
Management fees (note 5)	196,673	185,073
Fixed administration fees (note 6)	236,220	278,737
Independent Review Committee fees	592	587
Interest expense	617	–
Harmonized Sales Tax/Goods and Services Tax	37,805	46,533
Transaction costs	<u>177,971</u>	<u>178,367</u>
Total expenses	649,878	689,297
Expenses absorbed by the Manager	<u>(49,034)</u>	<u>–</u>
Net expenses	<u>600,844</u>	<u>689,297</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>52,095,336</u>	<u>775,292</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	9,380,909	1,092,822
Series F	402,458	(841)
Series I	37,787,860	31,155
Series M	<u>4,524,109</u>	<u>(347,844)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	2.71	0.34
Series F	2.77	(0.01)
Series I	2.88	0.00
Series M	<u>0.86</u>	<u>(0.06)</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	3,464,909	3,182,153
Series F	145,488	129,959
Series I	13,118,342	14,827,859
Series M	<u>5,231,683</u>	<u>5,805,065</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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	105,456,983	117,226,380
Series F	4,671,468	4,810,030
Series I	427,865,540	619,304,393
Series M	54,481,165	65,421,785
	<u>592,475,156</u>	<u>806,762,588</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	9,380,909	1,092,822
Series F	402,458	(841)
Series I	37,787,860	31,155
Series M	4,524,109	(347,844)
	<u>52,095,336</u>	<u>775,292</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	14,845,856	28,575,451
Series F	1,040,618	1,209,104
Series I	26,207,850	12,167,056
Series M	5,029,891	9,657,690
Payments on redemption		
Pinnacle Series	(14,017,765)	(14,521,621)
Series F	(926,459)	(375,643)
Series I	(21,735,202)	(16,274,775)
Series M	(18,698,020)	(5,752,601)
	<u>(8,253,231)</u>	<u>14,684,661</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	10,209,000	15,146,652
Series F	516,617	832,620
Series I	42,260,508	(4,076,564)
Series M	(9,144,020)	3,557,245
	<u>43,842,105</u>	<u>15,459,953</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	115,665,983	132,373,032
Series F	5,188,085	5,642,650
Series I	470,126,048	615,227,829
Series M	45,337,145	68,979,030
	<u>636,317,261</u>	<u>822,222,541</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	52,095,336	775,292
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	20,247,350	(19,572,804)
Change in unrealized (gain) loss on non-derivative financial assets	(67,713,322)	24,593,985
Purchases of non-derivative financial assets and liabilities	(43,627,369)	(61,315,738)
Proceeds from sale of non-derivative financial assets and liabilities	56,204,047	40,637,516
Accrued investment income and other	454,294	253,457
Accrued expenses and other payables	67,827	85,469
Net cash provided by (used in) operating activities	<u>17,728,163</u>	<u>(14,542,823)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	46,621,172	51,743,985
Amounts paid on redemption of redeemable units	(55,341,417)	(37,761,581)
Net cash provided by (used in) financing activities	(8,720,245)	13,982,404
Net increase (decrease) in cash	9,007,918	(560,419)
Cash (bank overdraft), beginning of period	18,791,805	31,766,328
CASH (BANK OVERDRAFT), END OF PERIOD	<u>27,799,723</u>	<u>31,205,909</u>
Interest paid ⁽¹⁾	617	–
Interest received, net of withholding taxes ⁽¹⁾	238,781	186,845
Dividends received, net of withholding taxes ⁽¹⁾	5,391,377	6,474,798

⁽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, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 95.5%				EQUITIES (cont'd)			
Consumer Discretionary – 7.7%				Real Estate – 11.3%			
Aritzia Inc., Subordinated Voting	379,441	6,071,056	6,367,020	Altus Group Ltd.	644,873	18,366,136	20,681,077
AutoCanada Inc.	640,844	13,992,567	7,356,889	Colliers International Group Inc.	249,796	7,901,772	23,388,399
Leon's Furniture Ltd.	895,762	13,679,588	13,526,006	FirstService Corporation	219,005	5,002,243	27,594,630
New Look Eyewear Inc.	235,809	6,251,049	8,104,755				
Recipe Unlimited Corporation, Subordinated Voting	523,478	14,878,548	13,819,819			31,270,151	71,664,106
				Transaction Costs		(1,036,218)	
		54,872,808	49,174,489	TOTAL INVESTMENT PORTFOLIO		<u>524,163,040</u>	607,260,160
Consumer Staples – 7.0%				OTHER ASSETS, LESS LIABILITIES – 4.5%			
Alimentation Couche-Tard Inc., Class B	247,914	8,273,354	20,430,593				29,057,101
Andrew Peller Ltd., Class A	100,926	1,355,034	1,387,732	NET ASSETS – 100.0%			<u>636,317,261</u>
Lassonde Industries Inc., Class A	87,723	20,573,895	17,253,359				
Mav Beauty Brands Inc.	854,577	10,634,955	5,426,564				
		40,837,238	44,498,248				
Energy – 11.9%							
CES Energy Solutions Corporation	3,000,621	13,811,926	7,261,503				
Enerflex Ltd.	1,065,261	14,724,841	18,162,700				
Kelt Exploration Ltd.	2,681,886	17,135,121	10,459,355				
Mullen Group Limited	1,331,239	25,388,188	12,646,771				
NuVista Energy Ltd.	2,889,977	17,005,436	7,542,840				
Secure Energy Services Inc.	1,940,040	15,869,883	13,851,886				
Trican Well Service Ltd.	4,880,348	18,017,725	5,710,007				
		121,953,120	75,635,062				
Financials – 6.9%							
Canadian Western Bank	933,593	24,011,088	27,886,423				
Equitable Group Inc.	219,448	9,271,396	15,929,730				
		33,282,484	43,816,153				
Health Care – 1.2%							
Knight Therapeutics Inc.	971,191	6,700,375	7,497,595				
Industrials – 27.8%							
ATS Automation Tooling Systems Inc.	1,090,394	13,255,952	23,225,392				
Cervus Equipment Corporation	533,886	9,392,241	6,481,376				
Exco Technologies Ltd.	1,169,418	12,012,934	9,062,990				
GDI Integrated Facility Services Inc.	583,674	8,872,490	15,905,117				
Horizon North Logistics Inc.	4,309,507	15,394,417	8,015,683				
IBI Group Inc.	1,281,053	8,311,577	6,405,265				
K-Bro Linen Inc.	255,517	9,783,271	10,220,680				
Logistec Corporation, Class B	116,892	4,773,998	4,822,964				
Richelieu Hardware Ltd.	899,862	13,754,361	19,859,954				
Russel Metals Inc.	585,706	13,949,518	12,944,103				
Savaria Corporation	528,964	7,214,607	7,125,145				
Savaria Corporation, Restricted	203,061	2,741,324	2,735,232				
Stantec Inc.	372,497	7,917,219	11,707,581				
Toromont Industries Ltd.	481,267	13,752,265	29,872,243				
WSP Global Inc.	120,023	3,885,330	8,652,458				
		145,011,504	177,036,183				
Information Technology – 5.1%							
Enghouse Systems Limited	626,663	10,967,624	21,701,340				
Tucows Inc.	136,703	9,620,385	10,923,351				
		20,588,009	32,624,691				
Materials – 16.6%							
5N Plus Inc.	2,419,450	7,122,567	6,435,737				
CCL Industries Inc., Class B	520,176	11,786,445	33,405,703				
IPL Plastics Inc.	600,917	7,943,558	5,919,032				
Major Drilling Group International Inc.	2,077,658	14,225,604	8,788,493				
Stella-Jones Inc.	630,561	17,222,767	29,800,313				
Winpak Ltd.	485,286	12,382,628	20,964,355				
		70,683,569	105,313,633				

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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	10,923,351	–	10,923,351	1.7
	10,923,351	–	10,923,351	1.7

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	15,497,803	–	15,497,803	2.6
	15,497,803	–	15,497,803	2.6

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$1,092,335 or approximately 0.2% of net assets (December 31, 2018 – \$1,549,780 or approximately 0.3%). 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 95.5% (December 31, 2018 – 96.7%) of the Fund's net assets were directly exposed to price risk. If prices of

these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$60,726,016 (December 31, 2018 – \$57,230,387). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Consumer Discretionary	7.7	6.8
Consumer Staples	7.0	6.9
Energy	11.9	15.9
Financials	6.9	6.4
Health Care	1.2	1.3
Industrials	27.8	25.4
Information Technology	5.1	7.9
Materials	16.6	16.5
Real Estate	11.3	9.6

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	607,260,160	–	–	607,260,160
	607,260,160	–	–	607,260,160

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	572,303,869	–	–	572,303,869
	572,303,869	–	–	572,303,869

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	121,237,675	122,719,066
Cash	5,364,852	4,298,347
Subscriptions receivable	102,563	43,021
Accrued investment income and other	262,102	280,434
	<u>126,967,192</u>	<u>127,340,868</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	896	–
Redemptions payable	187,870	14,777
Accrued expenses	23,936	–
	<u>212,702</u>	<u>14,777</u>
Net assets attributable to holders of redeemable units	<u>126,754,490</u>	<u>127,326,091</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	120,958,637	122,408,228
Series F	1,018,026	790,354
Series I	<u>4,777,827</u>	<u>4,127,509</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	16.85	16.08
Series F	16.77	16.08
Series I	<u>17.42</u>	<u>16.60</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	1,700,488	1,512,944
Interest for distribution purposes	45,144	30,338
Net realized gain (loss) on non-derivative financial assets	2,653,482	3,874,246
Change in unrealized gain (loss) on non-derivative financial assets	<u>2,565,487</u>	<u>1,416,203</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	6,964,601	6,833,731
Securities lending (note 11)	5,154	2,397
Net realized and unrealized foreign currency translation gain (loss)	(210,694)	199,062
Other income	–	77
Total income (loss), net	<u>6,759,061</u>	<u>7,035,267</u>
EXPENSES		
Management fees (note 5)	4,200	3,046
Fixed administration fees (note 6)	132,878	126,045
Independent Review Committee fees	592	587
Interest expense	94	171
Foreign withholding taxes/tax reclaims	236,091	210,363
Harmonized Sales Tax/Goods and Services Tax	12,505	12,177
Transaction costs	<u>10,869</u>	<u>14,176</u>
Total expenses	<u>397,229</u>	<u>366,565</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>6,361,832</u>	<u>6,668,702</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	6,142,161	6,453,692
Series F	37,000	23,288
Series I	<u>182,671</u>	<u>191,722</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	0.82	0.87
Series F	0.74	0.61
Series I	<u>0.73</u>	<u>0.78</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	7,482,535	7,408,905
Series F	50,285	37,906
Series I	<u>248,586</u>	<u>245,848</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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	122,408,228	116,184,957
Series F	790,354	598,803
Series I	4,127,509	4,131,626
	<u>127,326,091</u>	<u>120,915,386</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	6,142,161	6,453,692
Series F	37,000	23,288
Series I	182,671	191,722
	<u>6,361,832</u>	<u>6,668,702</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	10,304,037	19,585,221
Series F	292,430	147,169
Series I	880,635	442,470
Payments on redemption		
Pinnacle Series	(17,895,789)	(14,977,100)
Series F	(101,758)	(166,391)
Series I	(412,988)	(652,400)
	<u>(6,933,433)</u>	<u>4,378,969</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(1,449,591)	11,061,813
Series F	227,672	4,066
Series I	650,318	(18,208)
	<u>(571,601)</u>	<u>11,047,671</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	120,958,637	127,246,770
Series F	1,018,026	602,869
Series I	4,777,827	4,113,418
	<u>126,754,490</u>	<u>131,963,057</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	6,361,832	6,668,702
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(2,653,482)	(3,874,246)
Change in unrealized (gain) loss on non-derivative financial assets	(2,565,487)	(1,416,203)
Unrealized foreign currency translation (gain) loss	(78,249)	11,363
Purchases of non-derivative financial assets and liabilities	(6,826,111)	(21,840,667)
Proceeds from sale of non-derivative financial assets and liabilities	13,526,471	15,294,332
Accrued investment income and other	18,332	(50,789)
Accrued expenses and other payables	24,832	24,631
Net cash provided by (used in) operating activities	<u>7,808,138</u>	<u>(5,182,877)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	11,417,560	20,962,742
Amounts paid on redemption of redeemable units	(18,237,442)	(15,754,215)
Net cash provided by (used in) financing activities	(6,819,882)	5,208,527
Unrealized foreign currency translation gain (loss)	78,249	(11,363)
Net increase (decrease) in cash	988,256	25,650
Cash (bank overdraft), beginning of period	4,298,347	4,493,299
CASH (BANK OVERDRAFT), END OF PERIOD	<u>5,364,852</u>	<u>4,507,586</u>
Interest paid ⁽¹⁾	94	171
Interest received, net of withholding taxes ⁽¹⁾	45,144	30,338
Dividends received, net of withholding taxes ⁽¹⁾	1,482,729	1,251,792

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 95.5%			
Communication Services – 3.5%			
Omnicom Group Inc.	41,657	4,367,922	4,470,361
Consumer Discretionary – 13.0%			
Dollar General Corporation	35,249	4,105,431	6,238,793
Lowe's Companies Inc.	38,599	3,799,479	5,100,536
Ross Stores Inc.	39,429	3,447,393	5,117,793
		<u>11,352,303</u>	<u>16,457,122</u>
Consumer Staples – 15.3%			
Altria Group Inc.	49,728	3,987,196	3,083,377
ConAgra Foods Inc.	94,086	4,566,896	3,267,414
J.M. Smucker Company, The	31,861	5,483,096	4,805,956
Kroger Company, The	143,214	5,257,569	4,071,467
Philip Morris International Inc.	40,692	4,656,817	4,184,565
		<u>23,951,574</u>	<u>19,412,779</u>
Energy – 7.4%			
Chevron Corporation	21,238	2,974,701	3,460,822
Occidental Petroleum Corporation	41,786	3,930,679	2,751,261
Royal Dutch Shell PLC, Class A – ADR	37,839	2,721,958	3,224,231
		<u>9,627,338</u>	<u>9,436,314</u>
Financials – 11.8%			
Aflac Inc.	67,818	3,296,078	4,867,550
Marsh & McLennan Companies Inc.	43,740	3,932,125	5,713,435
State Street Corporation	59,806	5,257,287	4,390,394
		<u>12,485,490</u>	<u>14,971,379</u>
Health Care – 27.8%			
Abbott Laboratories	46,687	2,604,730	5,141,592
AmerisourceBergen Corporation	38,064	4,252,598	4,249,770
Amgen Inc.	24,293	5,058,727	5,862,259
CVS Health Corporation	58,199	6,511,558	4,152,771
Johnson & Johnson	29,004	4,705,409	5,289,959
Merck & Co., Inc.	46,857	3,729,819	5,144,974
UnitedHealth Group Incorporated	17,010	3,322,900	5,435,226
		<u>30,185,741</u>	<u>35,276,551</u>
Industrials – 8.7%			
3M Company	9,689	2,255,783	2,199,295
Illinois Tool Works Inc.	26,289	3,926,334	5,191,703
W.W. Grainger Inc.	10,334	3,064,247	3,629,790
		<u>9,246,364</u>	<u>11,020,788</u>
Information Technology – 8.0%			
Automatic Data Processing Inc.	11,980	1,492,044	2,593,666
Global Payments Inc.	18,038	2,641,446	3,782,394
Microchip Technology Incorporated	33,614	2,366,878	3,816,321
		<u>6,500,368</u>	<u>10,192,381</u>
Transaction Costs		<u>(43,939)</u>	
TOTAL INVESTMENT PORTFOLIO		<u>107,673,161</u>	121,237,675
OTHER ASSETS, LESS LIABILITIES – 4.5%			5,516,815
NET ASSETS – 100.0%			<u>126,754,490</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 stocks of large capitalization U.S. corporations.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the “Underlying Funds”). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund’s direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	126,804,837	–	126,804,837	100.0
	126,804,837	–	126,804,837	100.0

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	126,458,440	–	126,458,440	99.3
	126,458,440	–	126,458,440	99.3

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$12,680,484 or approximately 10.0% of net assets (December 31, 2018 – \$12,645,844 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 95.5% (December 31, 2018 – 96.2%) of the Fund’s net assets were directly exposed to price risk. If prices of

these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$12,123,768 (December 31, 2018 – \$12,271,907). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Communication Services	3.5	3.4
Consumer Discretionary	13.0	11.9
Consumer Staples	15.3	16.8
Energy	7.4	7.9
Financials	11.8	11.5
Health Care	27.8	30.3
Industrials	8.7	9.1
Information Technology	8.0	5.3

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund’s financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	121,237,675	–	–	121,237,675
	121,237,675	–	–	121,237,675

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	122,719,066	–	–	122,719,066
	122,719,066	–	–	122,719,066

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

FUND SPECIFIC NOTES

For the periods indicated in Note 1

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

As at June 30, 2019 and December 31, 2018, there were no significant 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)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	119,987,446	96,589,182
Cash	5,908,042	11,979,991
Subscriptions receivable	111,581	51,925
Accrued investment income and other	46,959	69,256
	<u>126,054,028</u>	<u>108,690,354</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	556	–
Redemptions payable	245,840	18,417
Accrued expenses	47,547	–
	<u>293,943</u>	<u>18,417</u>
Net assets attributable to holders of redeemable units	<u>125,760,085</u>	<u>108,671,937</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	103,887,530	95,076,964
Series F	799,150	553,168
Series I	21,073,405	13,041,805
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	20.62	17.23
Series F	20.38	17.06
Series I	21.47	17.89

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	654,513	572,152
Interest for distribution purposes	84,365	33,702
Net realized gain (loss) on non-derivative financial assets	4,571,180	183,008
Change in unrealized gain (loss) on non-derivative financial assets	<u>17,338,627</u>	<u>5,827,774</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Securities lending (note 11)	1,289	558
Net realized and unrealized foreign currency translation gain (loss)	(214,867)	166,716
Other income	–	110
Total income (loss), net	<u>22,435,107</u>	<u>6,784,020</u>
EXPENSES		
Management fees (note 5)	2,587	1,933
Fixed administration fees (note 6)	266,625	237,566
Independent Review Committee fees	592	587
Interest expense	103	10
Foreign withholding taxes/tax reclaims	78,587	80,628
Harmonized Sales Tax/Goods and Services Tax	24,381	22,280
Transaction costs	31,592	18,514
Total expenses	<u>404,467</u>	<u>361,518</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>22,030,640</u>	<u>6,422,502</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	19,089,481	5,857,532
Series F	115,055	23,174
Series I	2,826,104	541,796
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	3.52	1.16
Series F	3.42	0.89
Series I	3.34	1.12
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	5,418,759	5,062,746
Series F	33,677	26,041
Series I	846,474	485,606

[†] 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	95,076,964	88,292,080
Series F	553,168	456,013
Series I	13,041,805	8,142,064
	<u>108,671,937</u>	<u>96,890,157</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	19,089,481	5,857,532
Series F	115,055	23,174
Series I	2,826,104	541,796
	<u>22,030,640</u>	<u>6,422,502</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	10,735,543	23,051,946
Series F	196,111	92,918
Series I	5,651,775	2,640,104
Payments on redemption		
Pinnacle Series	(21,014,458)	(12,969,944)
Series F	(65,184)	(59,139)
Series I	(446,279)	(596,900)
	<u>(4,942,492)</u>	<u>12,158,985</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	8,810,566	15,939,534
Series F	245,982	56,953
Series I	8,031,600	2,585,000
	<u>17,088,148</u>	<u>18,581,487</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	103,887,530	104,231,614
Series F	799,150	512,966
Series I	21,073,405	10,727,064
	<u>125,760,085</u>	<u>115,471,644</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	22,030,640	6,422,502
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(4,571,180)	(183,008)
Change in unrealized (gain) loss on non-derivative financial assets	(17,338,627)	(5,827,774)
Unrealized foreign currency translation (gain) loss	(76,330)	12,402
Purchases of non-derivative financial assets and liabilities	(17,546,642)	(17,129,119)
Proceeds from sale of non-derivative financial assets and liabilities	16,058,186	6,062,250
Accrued investment income and other	22,297	7,458
Accrued expenses and other payables	48,103	46,749
Net cash provided by (used in) operating activities	<u>(1,373,553)</u>	<u>(10,588,540)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	16,523,773	26,755,590
Amounts paid on redemption of redeemable units	(21,298,499)	(13,588,105)
Net cash provided by (used in) financing activities	(4,774,726)	13,167,485
Unrealized foreign currency translation gain (loss)	76,330	(12,402)
Net increase (decrease) in cash	(6,148,279)	2,578,945
Cash (bank overdraft), beginning of period	11,979,991	4,507,273
CASH (BANK OVERDRAFT), END OF PERIOD	<u>5,908,042</u>	<u>7,073,816</u>
Interest paid ⁽¹⁾	103	10
Interest received, net of withholding taxes ⁽¹⁾	84,365	33,702
Dividends received, net of withholding taxes ⁽¹⁾	598,223	498,982

⁽¹⁾ Classified as operating items.

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

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 95.5%			
Consumer Discretionary – 12.1%			
Carter’s Inc.	28,762	3,510,932	3,673,732
Mohawk Industries Inc.	13,091	2,995,049	2,528,030
PVH Corporation	27,871	3,688,549	3,454,084
Ross Stores Inc.	42,363	3,168,688	5,498,619
		<u>13,363,218</u>	<u>15,154,465</u>
Energy – 2.3%			
Pioneer Natural Resources Company	14,196	2,784,118	2,860,206
Financials – 14.7%			
CIT Group Inc.	31,383	1,645,499	2,159,187
East West Bancorp Inc.	78,853	5,253,348	4,829,379
First Republic Bank	27,735	2,450,324	3,546,550
FNF Group	46,899	2,266,774	2,474,995
SEI Investments Company	47,154	2,852,919	3,464,073
SLM Corporation	156,068	2,345,382	1,986,487
		<u>16,814,246</u>	<u>18,460,671</u>
Health Care – 11.8%			
Agilent Technologies Inc.	45,937	2,821,506	4,491,738
Becton, Dickinson and Company	16,677	3,663,421	5,503,530
Laboratory Corporation of America Holdings	21,177	3,793,652	4,794,740
		<u>10,278,579</u>	<u>14,790,008</u>
Industrials – 22.8%			
Air Lease Corporation	93,687	4,997,563	5,071,722
Carlisle Companies Inc.	7,042	888,833	1,294,791
EMCOR Group Inc.	32,265	2,430,818	3,722,316
Hexcel Corporation	54,308	3,378,619	5,751,890
IDEX Corporation	6,912	781,400	1,558,085
Jacobs Engineering Group Inc.	51,461	3,215,732	5,686,890
JELD-WEN Holding Inc.	23,065	1,005,524	641,223
Roper Technologies Inc.	6,300	1,523,517	3,021,591
Wabtec Corporation	20,928	2,072,972	1,966,599
		<u>20,294,978</u>	<u>28,715,107</u>
Information Technology – 15.0%			
Black Knight Inc.	14,380	806,492	1,132,662
Euronet Worldwide Inc.	30,076	2,988,667	6,626,054
Genpact Limited	101,512	3,680,542	5,063,304
Keysight Technologies Inc.	51,864	2,424,726	6,099,530
		<u>9,900,427</u>	<u>18,921,550</u>
Materials – 1.8%			
Albemarle Corporation	24,465	2,488,998	2,255,720
Real Estate – 15.0%			
Alexandria Real Estate Equities Inc.	20,658	3,253,969	3,816,719
CB Richard Ellis Group Inc., Class A	78,419	3,546,442	5,267,982
Equinix Inc.	7,039	3,826,945	4,648,330
Mid-America Apartment Communities Inc.	33,051	4,093,033	5,096,688
		<u>14,720,389</u>	<u>18,829,719</u>
Transaction Costs		(74,588)	
TOTAL INVESTMENT PORTFOLIO		<u>90,570,365</u>	119,987,446
OTHER ASSETS, LESS LIABILITIES – 4.5%			5,772,639
NET ASSETS – 100.0%			<u>125,760,085</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 stocks of small and medium capitalization companies located in the U.S.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	125,209,355	–	125,209,355	99.6
	125,209,355	–	125,209,355	99.6

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	100,627,609	–	100,627,609	92.6
	100,627,609	–	100,627,609	92.6

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$12,520,936 or approximately 10.0% of net assets (December 31, 2018 – \$10,062,761 or approximately 9.3%). 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 95.5% (December 31, 2018 – 88.9%) of the Fund's net assets were directly exposed to price risk. If prices of

these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$11,998,745 (December 31, 2018 – \$9,658,918). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Consumer Discretionary	12.1	12.3
Energy	2.3	2.3
Financials	14.7	12.3
Health Care	11.8	10.7
Industrials	22.8	21.8
Information Technology	15.0	13.5
Materials	1.8	2.3
Real Estate	15.0	13.7

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	119,987,446	–	–	119,987,446
	119,987,446	–	–	119,987,446

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	96,589,182	–	–	96,589,182
	96,589,182	–	–	96,589,182

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

FUND SPECIFIC NOTES

For the periods indicated in Note 1

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	545,675,797	315,208,517
Cash	14,616,599	12,459,595
Subscriptions receivable	1,583,067	162,486
Accrued investment income and other	128,115	145,035
	<u>562,003,578</u>	<u>327,975,633</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	144,191	–
Redemptions payable	805,760	245,669
Accrued expenses	48,125	–
	<u>998,076</u>	<u>245,669</u>
Net assets attributable to holders of redeemable units	<u>561,005,502</u>	<u>327,729,964</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	163,248,915	150,897,364
Series F	4,338,382	2,157,744
Series I	5,239,375	4,712,467
Series M	388,178,830	169,962,389
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	31.49	26.48
Series F	23.47	25.77
Series I	31.69	26.60
Series M	14.47	12.16

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	2,083,127	1,403,885
Interest for distribution purposes	244,879	77,482
Net realized gain (loss) on non-derivative financial assets	4,971,987	3,766,522
Change in unrealized gain (loss) on non-derivative financial assets	<u>73,677,451</u>	<u>45,350,660</u>
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	80,977,444	50,598,549
Securities lending (note 11)	16,118	1,109
Net realized and unrealized foreign currency translation gain (loss)	(970,883)	75,458
Other income	60	65
Total income (loss), net	<u>80,022,739</u>	<u>50,675,181</u>
EXPENSES		
Management fees (note 5)	664,564	314,297
Fixed administration fees (note 6)	255,416	214,440
Independent Review Committee fees	592	587
Interest expense	336	24
Foreign withholding taxes/tax reclaims	375,214	266,913
Harmonized Sales Tax/Goods and Services Tax	88,640	52,059
Transaction costs	27,346	13,414
Total expenses	<u>1,412,108</u>	<u>861,734</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>78,610,631</u>	<u>49,813,447</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	28,514,898	23,996,342
Series F	(797,624)	242,428
Series I	838,873	814,364
Series M	50,054,484	24,760,313
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	5.16	4.03
Series F	(6.83)	3.93
Series I	5.12	4.05
Series M	2.11	1.81
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	5,526,983	5,952,976
Series F	116,744	61,743
Series I	163,907	201,147
Series M	<u>23,724,019</u>	<u>13,663,225</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 U.S. Large Cap Growth Pool (Unaudited - Continued)

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

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	150,897,364	132,849,795
Series F	2,157,744	1,139,489
Series I	4,712,467	4,967,623
Series M	169,962,389	141,464,873
	<u>327,729,964</u>	<u>280,421,780</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	28,514,898	23,996,342
Series F	(797,624)	242,428
Series I	838,873	814,364
Series M	50,054,484	24,760,313
	<u>78,610,631</u>	<u>49,813,447</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	13,929,722	24,713,124
Series F	3,249,730	659,005
Series I	517,170	437,672
Series M	200,581,669	24,389,500
Payments on redemption		
Pinnacle Series	(30,093,069)	(18,891,007)
Series F	(271,468)	(162,127)
Series I	(829,135)	(1,321,450)
Series M	(32,419,712)	(13,805,550)
	<u>154,664,907</u>	<u>16,019,167</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	12,351,551	29,818,459
Series F	2,180,638	739,306
Series I	526,908	(69,414)
Series M	218,216,441	35,344,263
	<u>233,275,538</u>	<u>65,832,614</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	163,248,915	162,668,254
Series F	4,338,382	1,878,795
Series I	5,239,375	4,898,209
Series M	388,178,830	176,809,136
	<u>561,005,502</u>	<u>346,254,394</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	78,610,631	49,813,447
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(4,971,987)	(3,766,522)
Change in unrealized (gain) loss on non-derivative financial assets	(73,677,451)	(45,350,660)
Unrealized foreign currency translation (gain) loss	(212,606)	33,967
Purchases of non-derivative financial assets and liabilities	(196,494,709)	(42,320,816)
Proceeds from sale of non-derivative financial assets and liabilities	44,676,867	31,639,760
Accrued investment income and other	16,920	(16,765)
Accrued expenses and other payables	192,316	104,371
Net cash provided by (used in) operating activities	<u>(151,860,019)</u>	<u>(9,863,218)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	216,857,710	49,892,447
Amounts paid on redemption of redeemable units	(63,053,293)	(34,553,331)
Net cash provided by (used in) financing activities	153,804,417	15,339,116
Unrealized foreign currency translation gain (loss)	212,606	(33,967)
Net increase (decrease) in cash	1,944,398	5,475,898
Cash (bank overdraft), beginning of period	12,459,595	7,627,268
CASH (BANK OVERDRAFT), END OF PERIOD	<u>14,616,599</u>	<u>13,069,199</u>
Interest paid ⁽¹⁾	336	24
Interest received, net of withholding taxes ⁽¹⁾	244,879	77,482
Dividends received, net of withholding taxes ⁽¹⁾	1,724,835	1,120,208

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 97.2%			
Communication Services – 16.6%			
Alphabet Inc., Class A	8,002	10,723,199	11,346,252
Alphabet Inc., Class C	25,264	28,728,420	35,759,982
Facebook Inc.	182,972	35,997,234	46,243,169
		<u>75,448,853</u>	<u>93,349,403</u>
Consumer Discretionary – 17.6%			
Booking Holdings Inc.	4,535	9,958,176	11,133,124
Dollar General Corporation	120,782	15,090,438	21,377,458
NIKE Inc., Class B	197,509	15,267,739	21,712,670
O'Reilly Automotive Inc.	41,918	13,927,449	20,272,580
Starbucks Corporation	222,635	16,421,392	24,439,851
		<u>70,665,194</u>	<u>98,935,683</u>
Consumer Staples – 3.5%			
Nestlé S.A. – ADR	146,420	15,551,987	19,825,611
Health Care – 10.9%			
Align Technology Inc.	50,283	13,319,954	18,021,943
Regeneron Pharmaceuticals Inc.	31,772	16,214,368	13,022,505
Zoetis Inc.	202,550	20,978,465	30,102,009
		<u>50,512,787</u>	<u>61,146,457</u>
Information Technology – 48.6%			
Accenture PLC, Class A	112,856	19,203,557	27,306,231
Adobe Systems Incorporated	90,643	21,711,591	34,974,085
Automatic Data Processing Inc.	90,692	13,820,364	19,634,791
Gartner Inc., Class A	98,410	15,440,066	20,740,006
MasterCard Inc., Class A	86,889	22,035,177	30,098,536
Microsoft Corporation	308,962	37,300,536	54,198,323
Oracle Corporation	287,581	17,088,605	21,454,187
PayPal Holdings Inc.	143,319	17,557,830	21,481,428
Visa Inc., Class A	187,144	25,738,068	42,531,056
		<u>189,895,794</u>	<u>272,418,643</u>
Transaction Costs		<u>(51,759)</u>	
TOTAL INVESTMENT PORTFOLIO		<u>402,022,856</u>	545,675,797
OTHER ASSETS, LESS LIABILITIES – 2.8%			15,329,705
NET ASSETS – 100.0%			<u>561,005,502</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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the “Underlying Funds”). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund’s direct exposure to currency risk. 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, 2019				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	560,218,021	–	560,218,021	99.9
	560,218,021	–	560,218,021	99.9

December 31, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	327,549,064	–	327,549,064	99.9
	327,549,064	–	327,549,064	99.9

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$56,021,802 or approximately 10.0% of net assets (December 31, 2018 – \$32,754,906 or approximately 10.0%). 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 97.2% (December 31, 2018 – 96.2%) of the Fund’s net assets were directly exposed to price risk. If prices of

these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$54,567,580 (December 31, 2018 – \$31,520,852). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Communication Services	16.6	14.8
Consumer Discretionary	17.6	23.3
Consumer Staples	3.5	3.4
Health Care	10.9	10.4
Information Technology	48.6	44.3

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund’s financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	545,675,797	–	–	545,675,797
	545,675,797	–	–	545,675,797

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	315,208,517	–	–	315,208,517
	315,208,517	–	–	315,208,517

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

FUND SPECIFIC NOTES

For the periods indicated in Note 1

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

As at June 30, 2019 and December 31, 2018, there were no significant 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)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	1,025,830,174	950,989,324
Derivatives	–	107
Cash	5,901,442	1,057,450
Receivable for securities sold	–	2,205,095
Subscriptions receivable	324,362	392,734
Accrued investment income and other	2,956,651	1,074,224
	<u>1,035,012,629</u>	<u>955,718,934</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	894	–
Management fee payable (note 5)	1,261	–
Payable for securities purchased	1,370,540	–
Redemptions payable	310,573	35,385
Accrued expenses	70,272	–
	<u>1,753,540</u>	<u>35,385</u>
Net assets attributable to holders of redeemable units	<u>1,033,259,089</u>	<u>955,683,549</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	181,006,513	176,843,586
Series F	1,453,272	1,352,663
Series I	850,799,304	777,487,300
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	12.84	11.84
Series F	13.01	12.05
Series I	13.23	12.19

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	29,641,550	33,222,410
Interest for distribution purposes	39,360	30,786
Net realized gain (loss) on non-derivative financial assets	1,170,426	13,469,010
Change in unrealized gain (loss) on non-derivative financial assets	55,293,557	(25,651,848)
Change in unrealized gain (loss) on derivatives	(1,002)	1,350
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>86,143,891</u>	<u>21,071,708</u>
Securities lending (note 11)	117,234	92,434
Net realized and unrealized foreign currency translation gain (loss)	10,093	(610)
Other income	185	–
Total income (loss), net	<u>86,271,403</u>	<u>21,163,532</u>
EXPENSES		
Management fees (note 5)	6,274	7,322
Fixed administration fees (note 6)	386,886	448,502
Independent Review Committee fees	592	587
Interest expense	1,778	2,302
Foreign withholding taxes/tax reclaims	3,864,211	5,077,962
Harmonized Sales Tax/Goods and Services Tax	38,337	45,598
Transaction costs	279,119	280,266
Total expenses	<u>4,577,197</u>	<u>5,862,539</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>81,694,206</u>	<u>15,300,993</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	15,196,274	1,991,130
Series F	111,121	9,553
Series I	66,386,811	13,300,310
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	1.04	0.14
Series F	1.13	0.09
Series I	1.05	0.17
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	14,668,140	14,018,281
Series F	98,296	105,891
Series I	63,223,576	77,599,985

* 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	176,843,586	189,340,069
Series F	1,352,663	1,411,869
Series I	777,487,300	1,084,483,880
	<u>955,683,549</u>	<u>1,275,235,818</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	15,196,274	1,991,130
Series F	111,121	9,553
Series I	66,386,811	13,300,310
	<u>81,694,206</u>	<u>15,300,993</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	14,756,015	24,018,564
Series F	405,612	185,958
Series I	62,962,340	35,436,406
Payments on redemption		
Pinnacle Series	(25,789,362)	(27,581,333)
Series F	(416,124)	(136,278)
Series I	(56,037,147)	(51,716,299)
	<u>(4,118,666)</u>	<u>(19,792,982)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	4,162,927	(1,571,639)
Series F	100,609	59,233
Series I	73,312,004	(2,979,583)
	<u>77,575,540</u>	<u>(4,491,989)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	181,006,513	187,768,430
Series F	1,453,272	1,471,102
Series I	850,799,304	1,081,504,297
	<u>1,033,259,089</u>	<u>1,270,743,829</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	81,694,206	15,300,993
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(1,170,426)	(13,469,010)
Change in unrealized (gain) loss on non-derivative financial assets	(55,293,557)	25,651,848
Change in unrealized (gain) loss on derivatives	1,002	(1,350)
Unrealized foreign currency translation (gain) loss	(24,333)	(372)
Other non-cash transactions	(2,799,347)	(2,160,773)
Purchases of non-derivative financial assets and liabilities	(320,918,738)	(313,377,511)
Proceeds from sale of non-derivative financial assets and liabilities	308,916,851	312,102,539
Accrued investment income and other	(1,882,427)	(3,199,643)
Accrued expenses and other payables	71,533	80,472
Net cash provided by (used in) operating activities	<u>8,594,764</u>	<u>20,927,193</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	78,192,340	61,248,697
Amounts paid on redemption of redeemable units	(81,967,445)	(79,892,224)
Net cash provided by (used in) financing activities	(3,775,105)	(18,643,527)
Unrealized foreign currency translation gain (loss)	24,333	372
Net increase (decrease) in cash	4,819,659	2,283,666
Cash (bank overdraft), beginning of period	1,057,450	4,537,777
CASH (BANK OVERDRAFT), END OF PERIOD	<u>5,901,442</u>	<u>6,821,815</u>
Interest paid ⁽¹⁾	1,778	2,302
Interest received, net of withholding taxes ⁽¹⁾	39,360	30,786
Dividends received, net of withholding taxes ⁽¹⁾	21,095,565	22,784,033

⁽¹⁾ Classified as operating items.

Scotia Private International Equity Pool (Unaudited - Continued)

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SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 99.2%				EQUITIES (cont'd)			
Australia – 5.0%				Israel – 1.1%			
Computershare Ltd.	369,899	6,293,311	5,519,394	Bank Leumi le-Israel Ltd.	688,499	5,592,430	6,513,669
CSL Ltd.	27,741	5,216,447	5,493,750	NICE Systems Limited	26,757	3,998,370	4,794,696
Dexus Property Group	515,216	5,814,765	6,155,400			9,590,800	11,308,365
Harvey Norman Holdings Limited	785,675	3,263,795	2,944,939	Italy – 0.6%			
Macquarie Group Ltd.	128,990	9,252,815	14,899,104	Fiat Chrysler Automobiles NV	363,448	10,682,008	6,622,601
Qantas Airways Ltd.	387,323	2,031,441	1,924,210	Japan – 22.1%			
Rio Tinto Limited	120,139	8,910,176	11,475,560	Alfresa Holdings Corporation	73,300	2,046,225	2,375,444
Santos Ltd.	479,624	3,037,438	3,128,789	Asahi Breweries Ltd.	119,700	4,730,177	7,064,517
		43,820,188	51,541,146	Astellas Pharma Inc.	645,200	12,929,121	12,065,128
Belgium – 1.7%				Brother Industries, Ltd.	173,700	5,475,413	4,309,147
Telenet Group Holding NV	139,893	9,411,889	10,217,196	Central Japan Railway Company	50,400	10,887,428	13,240,384
UCB SA	68,904	6,786,292	7,482,423	Dai-ichi Life Holdings Inc.	548,500	11,355,978	10,868,228
		16,198,181	17,699,619	Daiwa House Industry Co., Ltd.	119,200	5,219,202	4,559,189
Brazil – 1.1%				Fuji Electric Holdings Co., Ltd.	78,900	2,150,022	3,575,382
Cia de Saneamento Basico do Estado de Sao Paulo	281,300	2,782,828	4,535,921	FUJIFILM Holdings Corporation	65,000	4,368,404	4,324,924
JBS S.A.	902,400	6,159,242	6,532,126	Honda Motor Co., Ltd.	131,500	4,771,745	4,460,963
		8,942,070	11,068,047	Hoya Corporation	217,700	13,683,812	21,900,753
Finland – 1.5%				ITOCHU Corporation	468,400	11,904,015	11,743,262
Neste Oyj	186,567	5,955,056	8,305,293	Kajima Corporation	397,300	8,526,369	7,155,628
UPM-Kymmene Oyj	219,245	4,987,867	7,630,669	Kansai Electric Power Co Inc., The	219,100	4,178,682	3,291,477
		10,942,923	15,935,962	Kao Corporation	37,100	2,278,700	3,706,877
France – 9.0%				KDDI Corporation	228,900	6,850,588	7,637,526
Atos SE	52,516	7,434,568	5,750,173	Marubeni Corporation	1,152,600	10,300,787	10,015,402
AXA SA	86,288	2,689,373	2,968,497	MEIJI Holdings Co., Ltd.	30,000	4,010,636	2,809,528
Dassault Aviation SA	1,960	3,685,088	3,696,423	Mitsubishi Chemical Holdings Corporation	239,100	3,110,170	2,191,407
Edenred	73,830	4,714,006	4,932,595	Mitsubishi Corporation	278,700	8,324,717	9,635,867
Kering SA	10,356	7,247,748	8,022,368	Mitsubishi Gas Chemical Co., Inc.	183,200	6,367,036	3,207,519
Kleppierre	209,649	12,518,935	9,203,762	Nexon Co., Ltd.	200,700	3,880,658	3,816,023
LVMH Moet Hennessy Louis Vuitton SA	12,555	2,992,746	6,998,978	Nippon Telegraph and Telephone Corporation	78,900	4,277,731	4,815,674
Peugeot SA	638,230	21,245,257	20,598,907	Obayashi Corporation	155,600	2,265,040	2,020,524
Safran SA	90,581	7,128,925	17,381,648	ORIX Corporation	360,400	5,790,464	7,055,876
Thales SA	68,838	7,610,486	11,138,250	Shin-Etsu Chemical Co., Ltd.	49,300	5,720,200	6,028,558
TOTAL SA	31,100	2,099,843	2,278,725	Shionogi & Co., Ltd.	218,600	11,835,559	16,531,235
		79,366,975	92,970,326	Sompo Japan Nipponkoa Holdings Inc.	61,000	3,173,518	3,091,873
Germany – 6.8%				Sony Corporation	336,200	22,035,315	23,005,998
Adidas-Salomon AG	39,040	12,853,894	15,783,494	Sumitomo Corporation	129,000	2,587,262	2,564,557
Allianz SE	43,690	9,406,949	13,789,536	Suzuken Co., Ltd.	30,200	2,514,651	2,324,712
Bayer AG	72,379	8,947,198	6,583,639	Tokyo Electron Ltd.	19,100	2,286,901	3,517,234
Continental AG	27,109	7,685,731	5,175,769	Tosoh Corporation	213,300	5,331,241	3,941,999
Covestro AG	149,682	13,387,983	9,964,081			215,167,767	228,852,815
Deutsche Telekom AG	355,783	7,820,792	8,062,914	Netherlands – 2.9%			
Hella GmbH & Co. KGaA	47,210	2,949,307	3,056,536	Koninklijke Ahold Delhaize NV	600,711	17,214,921	17,692,550
Hochtief AG	27,142	4,721,205	4,328,655	Randstand Holding NV	84,401	6,612,762	6,071,352
METRO AG	128,250	2,919,638	3,070,858	Wolters Kluwer NV	68,130	6,368,300	6,495,429
		70,692,697	69,815,482			30,195,983	30,259,331
Hong Kong – 5.3%				Norway – 1.1%			
Anhui Conch Cement Co., Ltd.	871,000	6,690,556	7,156,128	DnB NOR ASA	219,245	5,560,785	5,339,427
BOC Hong Kong Holdings Ltd.	1,523,000	8,808,831	7,859,934	Equinor ASA	231,847	6,873,992	6,013,898
Cheung Kong Property Holdings Ltd	372,000	4,109,375	3,803,593			12,434,777	11,353,325
China Shenhua Energy Co., Ltd.	2,211,000	7,264,048	6,051,331	Singapore – 2.4%			
CK Hutchison Holdings Ltd.	119,000	1,891,191	1,533,521	DBS Group Holdings Limited	340,300	8,963,720	8,555,678
Galaxy Entertainment Group Ltd.	490,000	3,545,660	4,335,614	Genting Singapore PLC	2,067,700	2,163,611	1,842,398
Hang Seng Bank Ltd.	313,400	10,217,817	10,198,365	United Overseas Bank Ltd.	423,900	11,083,997	10,726,725
Hongkong Electric Holdings Limited	308,000	3,453,833	2,900,513	Yangzijiang Shipbuilding Holdings Ltd.	2,193,000	3,049,582	3,256,433
Weichai Power Co., Ltd.	1,566,000	2,221,852	3,471,673			25,260,910	24,381,234
WH Group Ltd.	5,765,500	6,132,075	7,687,934	South Africa – 1.2%			
		54,335,238	54,998,606	Standard Bank Group Ltd.	675,000	12,413,827	12,347,776
				South Korea – 0.6%			
				Samsung Electronics Co., Ltd.	124,709	5,031,910	6,647,962

FOREIGN EQUITY FUNDS

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
Spain – 3.4%			
Aena S.A.	39,645	6,656,989	10,290,646
Banco Bilbao Vizcaya Argentaria S.A.	987,020	7,307,778	7,228,215
Red Electrica Corporation S.A.	274,957	7,290,048	7,496,443
Repsol S.A.	239,363	4,954,600	4,913,973
Telefonica S.A.	458,560	5,043,168	4,931,194
		<u>31,252,583</u>	<u>34,860,471</u>
Sweden – 3.7%			
Atlas Copco AB, Series A	136,207	4,461,720	5,703,355
Sandvik AB	285,950	6,325,822	6,882,032
Swedbank AB, Series A	156,939	4,782,644	3,087,305
Swedish Match AB	46,240	2,991,753	2,559,912
Volvo AB, Class B	947,347	21,922,445	19,693,615
		<u>40,484,384</u>	<u>37,926,219</u>
Switzerland – 8.1%			
Nestlé S.A.	113,109	11,286,401	15,338,924
Novartis AG	69,722	7,335,349	8,353,551
Partners Group Holding AG	7,943	4,422,740	8,175,510
Roche Holdings AG	100,335	31,913,346	36,979,526
Swiss Life Holding AG	22,837	6,103,825	14,826,259
		<u>61,061,661</u>	<u>83,673,770</u>
United Kingdom – 16.0%			
3i Group PLC	1,080,739	10,316,941	20,038,125
Aviva PLC	369,450	2,603,574	2,565,786
BAE Systems PLC	669,801	5,216,337	5,531,085
Barclays PLC	1,035,113	3,207,513	2,583,514
Berkeley Group Holdings	28,418	2,080,899	1,764,765
Burberry Group PLC	241,620	7,228,999	7,505,695
Carnival PLC	135,838	9,949,764	7,917,981
Diageo PLC	62,915	2,575,568	3,547,609
Evraz PLC	523,590	6,069,442	5,812,448
GlaxoSmithKline PLC	230,701	6,307,551	6,046,793
Imperial Brands PLC	265,514	11,901,222	8,163,095
Lloyds Banking Group PLC	16,705,241	19,245,897	15,752,033
Persimmon PLC	218,129	7,337,112	7,243,806
RELX PLC	272,779	6,012,991	8,680,750
Royal Dutch Shell PLC, Class B	313,250	13,953,427	13,378,900
Smith & Nephew PLC	207,695	4,972,427	5,901,340
Taylor Wimpey PLC	1,725,902	4,886,163	4,527,650
Tesco PLC	4,924,539	16,173,424	18,603,003
Unilever PLC	247,911	15,364,185	20,157,523
		<u>155,403,436</u>	<u>165,721,901</u>
United States – 5.6%			
Check Point Software Technologies Ltd.	49,123	6,414,984	7,436,797
ICON PLC	36,728	5,256,250	7,405,238
iShares MSCI EAFE ETF	191,819	16,535,202	16,510,526
NXP Semiconductors NV	162,501	19,179,335	20,770,933
Taro Pharmaceutical Industries Ltd.	21,526	4,375,564	2,407,845
Ternium S.A. – Sponsored ADR	112,824	3,262,752	3,313,877
		<u>55,024,087</u>	<u>57,845,216</u>
Transaction Costs		(445,756)	
TOTAL INVESTMENT PORTFOLIO		<u>947,856,649</u>	1,025,830,174
Unrealized Gain (Loss) on Derivatives – 0.0%			(894)
OTHER ASSETS, LESS LIABILITIES – 0.8%			7,429,809
NET ASSETS – 100.0%			<u>1,033,259,089</u>

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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Euro	269,021,242	–	269,021,242	26.0
Japanese yen	228,980,003	–	228,980,003	22.2
Pound sterling	166,986,833	–	166,986,833	16.2
Swiss franc	83,673,801	–	83,673,801	8.1
US dollar	57,877,728	–	57,877,728	5.6
Hong Kong dollar	55,323,222	–	55,323,222	5.4
Australian dollar	51,980,193	–	51,980,193	5.0
Swedish krona	37,926,219	–	37,926,219	3.7
Singapore dollar	24,381,233	–	24,381,233	2.4
South African rand	12,347,776	–	12,347,776	1.2
Norwegian krone	11,353,325	–	11,353,325	1.1
Israeli shekel	11,308,365	–	11,308,365	1.1
Brazilian real	11,068,047	–	11,068,047	1.1
South Korean won	6,647,962	–	6,647,962	0.6
	1,028,875,949	–	1,028,875,949	99.7

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Euro	259,163,584	–	259,163,584	27.1
Japanese yen	242,924,762	–	242,924,762	25.4
Pound sterling	165,249,946	–	165,249,946	17.3
Swiss franc	65,974,092	–	65,974,092	6.9
US dollar	49,711,505	–	49,711,505	5.2
Hong Kong dollar	46,618,200	–	46,618,200	4.9
Australian dollar	45,710,012	–	45,710,012	4.8
Swedish krona	26,705,513	–	26,705,513	2.8
South Korean won	15,668,530	–	15,668,530	1.6
Singapore dollar	12,615,311	–	12,615,311	1.3
Norwegian krone	10,409,265	–	10,409,265	1.1
Israel shekel	6,075,744	–	6,075,744	0.6
Brazilian real	3,176,007	–	3,176,007	0.3
Danish krone	2,061,325	–	2,061,325	0.2
	952,063,796	–	952,063,796	99.5

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$102,887,595 or approximately 10.0% of net assets (December 31, 2018 – \$95,206,380 or approximately 10.0%). 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 99.2% (December 31, 2018 – 99.5%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$102,583,017 (December 31, 2018 – \$95,098,932). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Australia	5.0	4.8
Austria	–	0.4
Belgium	1.7	1.3
Brazil	1.1	0.3
Denmark	–	0.2
Finland	1.5	2.1
France	9.0	8.8
Germany	6.8	5.7
Hong Kong	5.3	4.9
Ireland	–	0.6
Israel	1.1	0.6
Italy	0.6	0.8
Japan	22.1	25.4
Netherlands	2.9	4.3
Norway	1.1	1.1
Singapore	2.4	1.3
South Africa	1.2	–
South Korea	0.6	1.6
Spain	3.4	3.2
Sweden	3.7	2.8
Switzerland	8.1	6.9
United Kingdom	16.0	17.2
United States	5.6	5.2

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	52,402,737	956,916,911	-	1,009,319,648
Underlying funds	16,510,526	-	-	16,510,526
	68,913,263	956,916,911	-	1,025,830,174
Unrealized loss on currency spot contracts	-	(894)	-	(894)
	68,913,263	956,916,017	-	1,025,829,280

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	46,567,163	901,299,704	-	947,866,867
Underlying funds	3,122,457	-	-	3,122,457
Unrealized gain on currency spot contracts	-	107	-	107
	49,689,620	901,299,811	-	950,989,431

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

Below is a summary of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2019	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI EAFE ETF	16,510,526	0.0
	16,510,526	

Underlying Fund	December 31, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI EAFE ETF	3,122,457	0.0
	3,122,457	

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

As at June 30, 2019 and December 31, 2018, there were no significant 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)

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STATEMENTS OF FINANCIAL POSITION

As at

(in dollars)	June 30, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	64,586,047	63,013,422
Cash	725,609	539,724
Receivable for securities sold	265,627	-
Subscriptions receivable	131,435	22,198
Accrued investment income and other	151,484	101,914
	<u>65,860,202</u>	<u>63,677,258</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	185	-
Management fee payable (note 5)	911	-
Payable for securities purchased	212,684	-
Redemptions payable	164,886	12,883
Accrued expenses	30,490	1,277
	<u>409,156</u>	<u>14,160</u>
Net assets attributable to holders of redeemable units	<u>65,451,046</u>	<u>63,663,098</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	63,670,083	62,209,956
Series F	1,032,922	567,922
Series I	748,041	885,220
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	33.14	29.64
Series F	33.39	29.94
Series I	33.68	30.04

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	1,207,621	1,113,459
Interest for distribution purposes	4,236	2,144
Net realized gain (loss) on non-derivative financial assets	317,008	3,853,505
Change in unrealized gain (loss) on non-derivative financial assets	6,558,762	(1,522,728)
Change in unrealized gain (loss) on derivatives	(185)	808
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>8,087,442</u>	<u>3,447,188</u>
Securities lending (note 11)	6,710	152
Net realized and unrealized foreign currency translation gain (loss)	(19,954)	(18,175)
Total income (loss), net	<u>8,074,198</u>	<u>3,429,165</u>
EXPENSES		
Management fees (note 5)	3,456	3,020
Fixed administration fees (note 6)	166,332	182,430
Independent Review Committee fees	592	587
Interest expense	525	1,006
Foreign withholding taxes/tax reclaims	155,156	166,204
Harmonized Sales Tax/Goods and Services Tax	14,502	16,885
Transaction costs	41,139	48,967
Total expenses	<u>381,702</u>	<u>419,099</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>7,692,496</u>	<u>3,010,066</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	7,527,091	2,941,880
Series F	70,038	19,025
Series I	95,367	49,161
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	3.66	1.45
Series F	3.29	1.14
Series I	3.98	1.45
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	2,054,968	2,026,932
Series F	21,291	16,722
Series I	23,990	34,003

[†] 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	62,209,956	74,114,867
Series F	567,922	586,403
Series I	885,220	1,429,893
	<u>63,663,098</u>	<u>76,131,163</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	7,527,091	2,941,880
Series F	70,038	19,025
Series I	95,367	49,161
	<u>7,692,496</u>	<u>3,010,066</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	5,651,746	9,602,097
Series F	455,546	114,625
Series I	—	3,500
Payments on redemption		
Pinnacle Series	(11,718,710)	(14,421,561)
Series F	(60,584)	(138,636)
Series I	(232,546)	(350,100)
	<u>(5,904,548)</u>	<u>(5,190,075)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	1,460,127	(1,877,584)
Series F	465,000	(4,986)
Series I	(137,179)	(297,439)
	<u>1,787,948</u>	<u>(2,180,009)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	63,670,083	72,237,283
Series F	1,032,922	581,417
Series I	748,041	1,132,454
	<u>65,451,046</u>	<u>73,951,154</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	7,692,496	3,010,066
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(317,008)	(3,853,505)
Change in unrealized (gain) loss on non-derivative financial assets	(6,558,762)	1,522,728
Change in unrealized (gain) loss on derivatives	185	(808)
Unrealized foreign currency translation (gain) loss	(2,512)	(1,057)
Purchases of non-derivative financial assets and liabilities	(21,437,512)	(25,518,223)
Proceeds from sale of non-derivative financial assets and liabilities	26,687,715	29,137,739
Accrued investment income and other	(49,570)	(43,116)
Accrued expenses and other payables	30,124	34,301
Net cash provided by (used in) operating activities	<u>6,045,156</u>	<u>4,288,125</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	5,998,054	10,256,423
Amounts paid on redemption of redeemable units	(11,859,837)	(14,916,896)
Net cash provided by (used in) financing activities	<u>(5,861,783)</u>	<u>(4,660,473)</u>
Unrealized foreign currency translation gain (loss)	2,512	1,057
Net increase (decrease) in cash	183,373	(372,348)
Cash (bank overdraft), beginning of period	539,724	882,864
CASH (BANK OVERDRAFT), END OF PERIOD	<u>725,609</u>	<u>511,573</u>
Interest paid ⁽¹⁾	525	1,006
Interest received, net of withholding taxes ⁽¹⁾	4,236	2,144
Dividends received, net of withholding taxes ⁽¹⁾	1,006,941	904,140

⁽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, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 98.9%				EQUITIES (cont'd)			
Australia – 6.2%				Germany – 5.8%			
Appen Ltd.	8,926	192,404	230,603	Alstria Office Real Estate Investment Trust AG	20,302	393,575	430,477
Beach Energy Limited	329,146	224,019	607,683	AURELIUS Equity Opportunities SE & Co KGaA AG	4,103	261,467	255,301
Charter Hall Group	77,135	385,157	769,253	Bechtle AG	2,420	180,339	363,964
CSR Ltd.	84,064	312,750	302,585	Carl Zeiss Meditec AG	4,626	297,263	597,581
Downer EDI Ltd.	41,180	273,104	262,554	Deutsche Pfandbriefbank AG	11,359	209,947	178,956
Iluka Resources Ltd.	22,743	203,935	225,632	Deutz AG	22,791	260,352	290,848
Magellan Financial Group Ltd.	6,072	196,405	285,273	Fraport AG Frankfurt Airport Services Worldwide	2,444	254,189	275,134
Metcash Ltd	36,538	106,292	86,458	Gerresheimer AG	2,652	272,830	255,892
Mineral Resources Ltd.	13,897	199,206	191,742	HUGO BOSS AG	2,577	267,721	224,906
Northern Star Resources Ltd.	48,916	363,034	525,064	Rheinmetall AG	2,984	423,470	478,338
OZ Minerals Ltd.	31,703	199,696	292,997	TAG Immobilien AG	15,453	289,466	467,677
Seven Group Holdings Ltd.	16,994	190,800	289,924			3,110,619	3,819,074
		2,846,802	4,069,768	Hong Kong – 1.0%			
Belgium – 0.6%				Champion Real Estate Investment Trust			
Warehouses De Pauw SCA	1,722	198,530	379,517	212,000	240,662	231,051	
Canada – 6.8%				Nexteer Automotive Group Ltd.			
Air Canada	9,694	116,422	384,755	128,000	245,612	207,786	
Badger Daylighting Ltd.	6,181	196,361	295,328	225,000	239,930	212,463	
BRP Inc.	7,612	265,470	356,242		726,204	651,300	
Canadian Apartment Properties Real Estate Investment Trust	6,962	163,818	336,682	Ireland – 0.3%			
Canadian Western Bank	7,012	261,670	209,448	Dalata Hotel Group PLC			
Detour Gold Corporation	15,519	192,174	256,374	29,775	256,872	208,611	
Enerflex Ltd.	13,751	225,093	234,455	Israel – 0.4%			
Kirkland Lake Gold Ltd.	13,328	394,810	751,966	Israel Discount Bank Ltd. – ADR			
Northland Power Inc.	12,526	313,571	319,413	42,835	197,680	229,311	
Parex Resources Inc.	23,382	278,268	491,256	Italy – 3.7%			
Tamarack Valley Energy Ltd.	98,104	271,187	205,037	ACEA SpA			
TFI International Inc.	8,469	290,365	335,626	15,440	381,177	384,703	
Tricon Capital Group Inc.	25,559	249,158	255,590	17,170	171,993	525,518	
		3,218,367	4,432,172	7,263	194,680	192,654	
Denmark – 1.7%				Amplifon SpA			
Dfds AS	4,657	359,951	258,580	7,263	194,680	192,654	
GN Store Nord AS	5,393	172,692	329,959	1,892	221,250	287,653	
Royal Unibrew AS	5,193	366,263	496,831	36,751	271,432	470,975	
		898,906	1,085,370	4,733	203,470	190,376	
Finland – 2.4%				Infrastrutture Wireless Italiane SpA			
Cramo Oyj, Class B	11,506	308,682	357,653	71,172	178,235	140,097	
DNA Oyj	6,169	168,133	193,012	14,212	214,411	207,219	
Kemira Oyj	10,948	203,399	210,966		1,836,648	2,399,195	
Outotec Oyj	31,353	208,550	216,912	Japan – 21.5%			
Tieto Oyj	5,496	225,539	213,253	Adastria Co., Ltd.			
Valmet Oyj	12,565	236,124	410,692	6,200	213,123	174,271	
		1,350,427	1,602,488	6,800	194,886	246,390	
France – 9.2%				Advantest Corporation			
Alstom SA	4,230	243,408	257,014	54,500	227,809	146,169	
Alten SA	3,499	310,690	549,224	10,600	280,943	242,468	
Arkema SA	4,683	572,906	570,398	6,200	121,700	200,762	
Eiffage SA	4,558	492,543	590,122	16,400	328,704	211,215	
Euronext NV	5,395	265,838	534,671	3,400	97,508	251,273	
Faurecia	4,066	296,358	247,164	6,600	239,000	216,764	
Fnac Darty SA	1,879	201,675	183,340	5,800	201,768	225,914	
Korian SA	6,738	337,651	336,396	5,300	195,549	209,503	
Nexity SA	4,598	261,299	260,193	7,200	202,225	201,237	
SCOR SE	4,210	208,376	241,950	517	343,451	350,648	
SEB SA	1,005	174,636	236,642	8,800	324,834	586,629	
SOITEC	2,405	283,400	345,220	4,800	100,341	101,997	
Teleperformance	3,848	309,522	1,009,743	2,900	176,838	221,458	
Television Francaise 1	24,333	344,605	336,396	6,300	240,488	214,012	
Worldline SA	3,080	172,090	293,572	35	328,795	328,140	
		4,474,997	5,992,045	5,200	210,035	201,637	
				5,300	240,546	275,705	
				17,900	193,812	187,908	
				3,700	230,397	196,333	
				7,000	230,644	268,644	
				20,800	303,930	751,250	
				50	259,587	366,852	
				42,400	327,308	344,891	
				62,100	244,473	193,787	
				3,700	274,750	249,558	
				3,800	152,105	204,467	

FOREIGN EQUITY FUNDS

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

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)				Sweden – 3.7%			
PALTAC CORPORATION	6,100	269,543	440,059	Dometic Group AB	27,712	311,059	364,037
Penta-Ocean Construction Co., Ltd.	39,800	294,470	255,934	Evolution Gaming Group AB	11,539	193,897	299,194
Pressance Corporation	14,900	279,432	268,015	Loomis AB, Class B	6,710	289,052	302,129
Rengo Co., Ltd.	21,700	247,013	228,604	Peab AB	19,360	215,023	216,948
Round One Corporation	16,700	182,012	277,852	Resurs Holding AB	25,234	224,853	196,845
Sankyu Inc.	4,100	259,577	282,539	SSAB Svenskt Staal AB, Series B	65,425	340,139	260,850
Sanwa Shutter Corporation	18,600	148,571	262,546	THQ Nordic AB	7,347	211,818	249,861
Sawai Pharmaceutical Co., Ltd.	3,900	289,244	277,107	Wihlborgs Fastigheter AB	27,024	317,174	513,110
Seino Transportation Co., Ltd.	16,500	208,061	288,381			<u>2,103,015</u>	<u>2,402,974</u>
Shiga Bank, Ltd., The	9,700	327,952	295,570	Switzerland – 7.4%			
Ship Healthcare Holdings Inc.	5,600	207,612	316,974	Adecco Group AG	3,312	249,291	260,733
Starts Corporation Inc.	7,400	217,061	228,763	Barry Callebaut AG	80	206,638	210,206
Sumitomo Bakelite Co., Ltd.	4,000	157,724	187,711	Bucher Industries AG	477	220,070	215,339
Sushiro Global Holdings Ltd.	3,400	262,901	265,801	Cembra Money Bank AG	1,581	198,226	199,906
Tadano Ltd.	15,100	202,260	208,396	Emmi AG	212	252,631	259,734
Taiyo Yuden Co., Ltd.	12,900	280,339	313,569	Forbo Holding AG	138	275,502	319,568
Takasago Thermal Engineering Co., Ltd.	11,800	263,420	256,283	Georg Fischer AG	229	218,866	286,742
Toda Corporation	25,700	197,637	186,698	Helvetia Holding AG	1,261	125,090	207,549
Tokai Carbon Co., Ltd.	17,900	352,907	245,588	Julius Baer Group Ltd.	3,532	230,951	206,395
Tokyo Steel Manufacturing Co., Ltd.	27,900	269,428	276,714	Logitech International SA	12,900	261,794	676,940
Toyo Tire Corporation	10,600	197,487	182,954	PSP Swiss Property	2,143	315,219	328,110
Tsubaki Nakashima Co., Ltd.	10,200	255,953	219,297	Straumann Holding AG	364	203,207	420,775
UT Group Co., Ltd.	6,900	161,099	220,417	Sulzer AG	686	96,760	98,230
Yamato Kogyo Co., Ltd.	6,800	279,084	260,266	Swiss Life Holding AG	1,274	228,218	827,108
Zenkoku Hosho Co., Ltd.	8,600	441,424	433,038	Vontobel Holding AG	4,445	392,757	323,902
		<u>12,687,760</u>	<u>14,048,958</u>			<u>3,475,220</u>	<u>4,841,237</u>
Netherlands – 1.9%				United Kingdom – 16.9%			
ASM International NV	3,381	271,164	288,488	Ashmore Group PLC	40,861	295,694	346,480
ASR Nederland NV	8,063	327,883	429,852	Auto Trader Group PLC	34,511	242,629	314,931
Intertrust N.V.	9,269	237,589	250,564	AVEVA Group PLC	5,018	247,139	337,311
TKH Group NV	3,003	135,042	243,957	B&M European Value Retail SA	35,998	246,748	199,911
		<u>971,678</u>	<u>1,212,861</u>	Beazley PLC	28,069	167,799	258,001
New Zealand – 0.4%				Bellway PLC	5,188	261,856	240,277
Summerset Group Holdings Ltd.	47,574	194,024	233,191	Cairn Energy PLC	81,261	311,223	234,708
Norway – 0.3%				Cineworld Group PLC	82,944	418,182	350,476
FLEX LNG Ltd.	13,269	272,496	205,065	Clinigen Group PLC	19,292	249,130	323,772
Singapore – 0.6%				Coats Group PLC	134,011	172,682	182,700
Frasers Logistics & Industrial Trust	313,100	325,044	366,772	Coca-Cola HBC AG	10,260	459,719	508,368
South Korea – 3.8%				Computacenter PLC	13,945	243,365	309,339
AfreecaTV Co., Ltd.	4,132	190,885	288,275	Costain Group PLC	23,708	149,641	68,828
DuzonBizon Co., Ltd.	3,883	125,038	273,775	Cranswick PLC	1,417	60,680	61,075
GS Home Shopping Inc.	1,101	263,479	214,666	Electrocomponents PLC	31,154	186,687	327,859
Hyundai Construction Equipment Co., Ltd.	2,987	195,528	137,449	Entertainment One Ltd.	53,281	276,603	351,758
Korea United Pharm Inc.	7,130	240,758	184,672	Grafton Group PLC	20,286	250,354	272,755
Maeil Dairies Co., Ltd.	2,808	304,566	268,666	Hikma Pharmaceuticals PLC	11,026	338,641	316,633
Meritz Securities Co., Ltd.	36,783	220,574	223,521	Hunting PLC	20,531	229,308	174,835
Partron Co., Ltd.	12,262	215,448	246,449	Intermediate Capital Group PLC	16,423	245,112	378,085
SFA Engineering Corporation	6,145	215,977	281,513	JD Sports Fashion PLC	70,124	385,632	685,720
SL Corporation	7,413	164,419	198,887	Keller Group PLC	16,031	227,546	163,843
Soulbrain Co., Ltd.	3,621	282,036	194,041	LondonMetric Property PLC	75,621	239,628	265,372
		<u>2,418,708</u>	<u>2,511,914</u>	Meggitt PLC	25,302	245,965	220,769
Spain – 1.8%				Moneysupermarket.com Group PLC	36,221	189,420	248,640
Almirall S.A.	9,092	207,433	219,767	National Express Group PLC	47,206	274,627	315,336
Bankinter S.A.	18,489	171,051	166,806	OneSavings Bank PLC	43,704	334,213	264,051
Cia de Distribucion Integral Logista Holdings SA	6,892	228,822	204,634	Redrow PLC	23,466	208,511	212,532
Masmovil Ibercom S.A.	11,444	359,638	334,033	Rhi Magnesita NV	3,112	261,809	250,281
Merlin Properties Socimi S.A.	12,783	187,870	232,237	Safestore Holdings PLC	39,600	276,998	404,289
		<u>1,154,814</u>	<u>1,157,477</u>	Spectris PLC	5,901	286,483	282,680
				Stock Spirits Group PLC	51,144	258,516	187,660
				Synthomer PLC	30,345	222,615	188,976
				Tate & Lyle PLC	35,985	437,840	441,844
				Unite Group PLC	22,776	203,898	369,405

FOREIGN EQUITY FUNDS

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

Portfolio Adviser: Victory Capital Management

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
United Kingdom (cont'd)			
United Drug PLC	32,456	258,078	431,833
Vesuvius PLC	30,682	290,494	280,591
Wizz Air Holdings PLC	5,289	209,821	300,231
		<u>9,865,286</u>	<u>11,072,155</u>
United States – 2.5%			
Atlantica Yield PLC	6,537	200,783	194,060
Canada Goose Holdings Inc.	8,283	254,342	420,089
Globant SA	3,134	251,982	414,707
IMAX Corporation	7,893	260,117	208,785
Nomad Foods Ltd.	9,404	234,748	263,039
Vanguard FTSE Developed Markets ETF	3,001	164,326	163,912
		<u>1,366,298</u>	<u>1,664,592</u>
Transaction Costs		<u>10,026</u>	
TOTAL INVESTMENT PORTFOLIO		<u>53,960,421</u>	64,586,047
Unrealized Gain (Loss) on Derivatives – 0.0%			(185)
OTHER ASSETS, LESS LIABILITIES – 1.1%			<u>865,184</u>
NET ASSETS – 100.0%			<u>65,451,046</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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Euro	16,776,438	–	16,776,438	25.6
Japanese yen	14,143,743	–	14,143,743	21.6
Pound sterling	11,166,341	–	11,166,341	17.1
Swiss franc	4,841,236	–	4,841,236	7.4
Australian dollar	4,089,078	–	4,089,078	6.2
South Korean won	2,605,654	–	2,605,654	4.0
Swedish krona	2,402,975	–	2,402,975	3.7
US dollar	1,666,506	–	1,666,506	2.5
Danish krone	1,085,370	–	1,085,370	1.7
Hong Kong dollar	656,175	–	656,175	1.0
Singapore dollar	369,589	–	369,589	0.6
New Zealand dollar	233,191	–	233,191	0.4
Israeli shekel	229,311	–	229,311	0.4
Norwegian krone	205,065	–	205,065	0.3
	60,470,672	–	60,470,672	92.5

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Euro	16,221,761	–	16,221,761	25.5
Japanese yen	14,601,395	–	14,601,395	22.9
Pound sterling	10,994,126	–	10,994,126	17.3
Australian dollar	3,674,312	–	3,674,312	5.8
South Korean won	3,531,741	–	3,531,741	5.5
Swiss franc	3,210,131	–	3,210,131	5.0
Swedish krona	1,959,926	–	1,959,926	3.1
US dollar	1,727,059	–	1,727,059	2.7
Danish krone	1,068,824	–	1,068,824	1.7
Hong Kong dollar	781,372	–	781,372	1.2
Singapore dollar	699,902	–	699,902	1.1
New Zealand dollar	375,987	–	375,987	0.6
Norwegian krone	208,563	–	208,563	0.3
Israel shekel	189,252	–	189,252	0.3
	59,244,351	–	59,244,351	93.0

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$6,047,067 or approximately 9.3% of net assets (December 31, 2018 – \$5,924,435 or approximately 9.3%). 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 98.9% (December 31, 2018 – 98.8%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$6,458,605 (December 31, 2018 – \$6,301,342). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Australia	6.2	5.7
Belgium	0.6	0.7
Canada	6.8	6.2
Denmark	1.7	1.7
Finland	2.4	2.0
France	9.2	8.5
Germany	5.8	6.7
Hong Kong	1.0	1.2
Ireland	0.3	0.3
Israel	0.4	0.3
Italy	3.7	3.2
Japan	21.5	22.9
Netherlands	1.9	2.1
New Zealand	0.4	0.6
Norway	0.3	0.3
Singapore	0.6	1.1
South Korea	3.8	5.5
Spain	1.8	1.9
Sweden	3.7	3.1
Switzerland	7.4	5.1
United Kingdom	16.9	17.2
United States	2.5	2.7

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

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	5,932,852	58,489,283	–	64,422,135
Underlying funds	163,912	–	–	163,912
	6,096,764	58,489,283	–	64,586,047
Unrealized loss on currency spot contracts	–	(185)	–	(185)
	6,096,764	58,489,098	–	64,585,862

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	5,069,198	57,366,580	–	62,435,778
Underlying funds	577,644	–	–	577,644
	5,646,842	57,366,580	–	63,013,422

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

Below is a summary of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2019	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Vanguard FTSE Developed Markets ETF	163,912	0.0
	163,912	

Underlying Fund	December 31, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Vanguard FTSE Developed Markets ETF	577,644	0.0
	577,644	

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	383,816,942	383,589,728
Cash	12,790,764	5,307,312
Subscriptions receivable	311,623	106,935
Accrued investment income and other	2,226,722	218,549
	<u>399,146,051</u>	<u>389,222,524</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	604	–
Management fee payable (note 5)	777	–
Redemptions payable	120,102	929,932
Accrued expenses	39,277	–
	<u>160,760</u>	<u>929,932</u>
Net assets attributable to holders of redeemable units	<u>398,985,291</u>	<u>388,292,592</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	97,072,807	99,034,016
Series F	113,426	30,196
Series I	300,687,955	273,828,590
Series M	1,111,103	15,399,790
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	10.66	10.22
Series F	10.28	9.90
Series I	10.82	10.36
Series M	10.66	10.25

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	7,757,154	5,388,043
Interest for distribution purposes	110,599	47,407
Net realized gain (loss) on non-derivative financial assets	(7,649,976)	13,235,189
Change in unrealized gain (loss) on non-derivative financial assets	19,032,921	(22,909,494)
Change in unrealized gain (loss) on derivatives	(604)	30,756
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	19,250,094	(4,208,099)
Securities lending (note 11)	3,755	6,724
Net realized and unrealized foreign currency translation gain (loss)	(405,609)	(207,717)
Other income	–	137
Total income (loss), net	<u>18,848,240</u>	<u>(4,408,955)</u>
EXPENSES		
Management fees (note 5)	19,402	64,708
Fixed administration fees (note 6)	205,685	190,197
Independent Review Committee fees	592	587
Interest expense	1	4,358
Foreign withholding taxes/tax reclaims	1,004,962	1,278,586
Harmonized Sales Tax/Goods and Services Tax	22,729	24,544
Transaction costs	347,901	289,816
Total expenses	<u>1,601,272</u>	<u>1,852,796</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>17,246,968</u>	<u>(6,261,751)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	4,291,401	(2,398,159)
Series F	396	–
Series I	12,122,011	(3,286,451)
Series M	833,160	(577,141)
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Pinnacle Series	0.46	(0.32)
Series F	0.06	–
Series I	0.45	(0.18)
Series M	1.63	(0.37)
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	9,377,340	7,596,877
Series F	6,859	–
Series I	26,917,162	18,153,547
Series M	512,319	1,544,769

† 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	99,034,016	75,320,432
Series F	30,196	-
Series I	273,828,590	221,056,564
Series M	15,399,790	16,834,524
	<u>388,292,592</u>	<u>313,211,520</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	4,291,401	(2,398,159)
Series F	396	-
Series I	12,122,011	(3,286,451)
Series M	833,160	(577,141)
	<u>17,246,968</u>	<u>(6,261,751)</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	8,226,596	31,998,648
Series F	90,459	-
Series I	23,646,420	10,830,032
Series M	2,023,676	6,766,693
Payments on redemption		
Pinnacle Series	(14,479,206)	(7,596,607)
Series F	(7,625)	-
Series I	(8,909,066)	(16,614,600)
Series M	(17,145,523)	(2,419,783)
	<u>(6,554,269)</u>	<u>22,964,383</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	(1,961,209)	22,003,882
Series F	83,230	-
Series I	26,859,365	(9,071,019)
Series M	(14,288,687)	3,769,769
	<u>10,692,699</u>	<u>16,702,632</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	97,072,807	97,324,314
Series F	113,426	-
Series I	300,687,955	211,985,545
Series M	1,111,103	20,604,293
	<u>398,985,291</u>	<u>329,914,152</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	17,246,968	(6,261,751)
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	7,649,976	(13,235,189)
Change in unrealized (gain) loss on non-derivative financial assets	(19,032,921)	22,909,494
Change in unrealized (gain) loss on derivatives	604	(30,756)
Unrealized foreign currency translation (gain) loss	(3,842)	23
Other non-cash transactions	(189,344)	-
Purchases of non-derivative financial assets and liabilities	(166,504,248)	(145,481,090)
Proceeds from sale of non-derivative financial assets and liabilities	177,849,324	120,243,950
Accrued investment income and other	(2,008,173)	(1,265,671)
Accrued expenses and other payables	40,054	47,858
Provision for uncertain tax	-	646,361
Net cash provided by (used in) operating activities	<u>15,048,398</u>	<u>(22,426,771)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	33,782,462	49,095,198
Amounts paid on redemption of redeemable units	(41,351,250)	(26,637,468)
Net cash provided by (used in) financing activities	(7,568,788)	22,457,730
Unrealized foreign currency translation gain (loss)	3,842	(23)
Net increase (decrease) in cash	7,479,610	30,959
Cash (bank overdraft), beginning of period	5,307,312	7,707,569
CASH (BANK OVERDRAFT), END OF PERIOD	<u>12,790,764</u>	<u>7,738,505</u>
Interest paid ⁽¹⁾	1	4,358
Interest received, net of withholding taxes ⁽¹⁾	110,580	47,407
Dividends received, net of withholding taxes ⁽¹⁾	4,553,228	2,843,786

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 96.3%				EQUITIES (cont'd)			
Brazil – 8.0%				India (cont'd)			
Atacadao Distribuicao Comercio e Industria Ltd.	371,100	2,145,254	2,784,990	Hindustan Unilever Ltd.	117,280	2,936,718	3,982,799
Banco do Estado do Rio Grande do Sul S.A.	372,100	2,962,228	3,014,625	Infosys Ltd.	306,278	3,910,889	4,273,244
Cia Brasileira de Distribuicao, Preference	92,600	2,602,780	2,990,745	Muthoot Finance Ltd.	172,629	1,959,892	2,114,331
Cosan S.A.	173,300	2,760,270	2,728,226	NIIT Technologies Ltd.	130,234	2,284,634	3,326,973
Estacio Participacoes S.A.	305,900	2,567,229	3,026,130	PVR Ltd.	58,573	2,055,054	1,864,180
Itausa – Investimentos Itau S.A., Preference	1,009,600	3,816,795	4,439,278	REC Ltd.	999,203	2,296,232	3,129,077
MRV Engenharia e Participacoes S.A.	448,400	2,121,646	2,993,412	Tata Consultancy Services Ltd.	99,640	3,659,086	4,216,084
SLC Agricola S.A.	301,390	2,091,876	1,816,668	Tech Mahindra Ltd.	244,887	2,938,096	3,287,193
Smiles Fidelidade S.A.	116,200	1,927,482	1,664,813			<u>36,781,043</u>	<u>38,637,254</u>
Sul America S.A.	272,300	2,315,475	3,485,143				
Telefonica Brasil S.A.	175,300	2,443,594	2,984,555	Indonesia – 1.7%			
		<u>27,754,629</u>	<u>31,928,585</u>	PT Telekomunikasi Indonesia Persero Tbk	7,468,700	2,691,494	2,872,345
Czech Republic – 0.5%				PT Unilever Indonesia Tbk	507,700	2,112,128	2,118,283
Komerční Banka AS	35,760	1,890,522	1,867,417	PT Waskita Beton Precast Tbk	51,657,200	2,060,714	1,916,767
						<u>6,864,336</u>	<u>6,907,395</u>
Hong Kong – 24.9%				Japan – 0.6%			
Anhui Conch Cement Co., Ltd.	436,000	2,506,153	3,582,172	Taiwan High Speed Rail Corporation	1,289,000	2,529,260	2,495,463
ANTA Sports Products Ltd.	444,000	2,811,609	3,976,498	Mexico – 2.0%			
Bank of China Ltd., Class H	4,698,000	3,094,057	2,593,963	Grupo Aeroportuario del Centro Norte S.A.B. de C.V.	229,393	1,902,565	1,835,063
Bank of Communications Co., Ltd., Class H	2,504,000	2,652,744	2,484,765	Grupo Financiero Banorte S.A.B. de C.V., Series O	388,623	2,994,943	2,953,430
China CITIC Bank Corporation Limited	3,661,000	3,371,866	2,733,158	Walmart Inc., de Mexico S.A.B. de C.V.	853,142	2,756,676	3,050,855
China Communications Services Corporation Ltd., Class H	2,002,000	2,276,420	2,036,420			<u>7,654,184</u>	<u>7,839,348</u>
China Construction Bank Corporation, Class H	4,552,494	4,509,891	5,124,176	Poland – 0.7%			
China Everbright Bank Co., Ltd.	4,749,000	3,140,892	2,843,664	Powszechna Kasa Oszczednosci Bank Polski SA	179,126	2,974,769	2,691,250
China Evergrande Group	843,000	2,698,713	3,085,899	Russia – 0.4%			
China Minsheng Banking Corporation Ltd.	2,408,000	2,367,857	2,185,826	Mining and Metallurgical Company Norilsk Nickel – ADR	51,769	1,018,934	1,539,309
China Mobile Limited	218,500	3,080,271	2,605,033	South Africa – 7.6%			
China Petroleum & Chemical Corporation	3,286,000	3,946,281	2,930,918	AVI Ltd.	221,634	1,888,637	1,882,823
CITIC Ltd.	1,374,000	2,828,905	2,589,070	Barloworld Ltd.	181,917	2,056,360	2,166,054
CNOOC Ltd.	1,815,000	3,277,949	4,089,982	Bid Corporation Ltd.	92,623	2,557,957	2,644,219
Dongyue Group Ltd.	2,129,000	1,832,938	1,716,959	Exaro Resources Ltd.	167,639	2,742,426	2,688,862
Greentown China Holdings Ltd.	1,569,500	2,194,335	1,457,989	Growthpoint Properties Ltd.	1,191,320	2,941,779	2,689,877
Guangzhou R&F Properties Co., Ltd.	1,295,600	2,837,981	3,267,937	Impala Platinum Holdings Ltd.	505,598	2,827,630	3,283,555
Guotai Junan Securities Co., Ltd.	677,000	1,936,255	1,583,587	Kumba Iron Ore Ltd.	58,394	2,502,296	2,716,494
Huaneng Power International Inc., Class H	3,050,000	2,305,628	2,349,253	Mondi Ltd.	64,580	2,294,962	1,903,548
Industrial and Commercial Bank of China Ltd., Class H	2,406,392	2,152,333	2,294,828	Mr Price Group Ltd.	137,491	2,600,006	2,538,096
Jiangxi Copper Co., Ltd., Class H	1,180,000	2,152,347	2,053,833	Naspers Limited N Shares	10,974	3,264,464	3,491,716
Maanshan Iron & Steel Co., Ltd.	4,296,000	2,674,169	2,234,947	Rand Merchant Investment Holdings Ltd.	777,445	2,922,896	2,455,867
Shanghai Pharmaceuticals Holding Co., Ltd.	865,000	2,590,074	2,228,789	Truworths International Ltd.	280,124	2,411,586	1,823,628
Shimao Property Holdings Ltd.	792,500	2,656,056	3,149,845			<u>31,010,999</u>	<u>30,284,739</u>
Sinopharm Group Co., Ltd., Class H	454,000	2,857,752	2,095,479	South Korea – 9.7%			
Sinotruk Hong Kong Ltd.	1,002,000	2,496,366	2,274,542	Daelim Industrial Co., Ltd.	27,860	2,764,885	3,630,451
Tencent Holdings Limited	305,900	9,806,645	18,126,450	DGB Financial Group Inc.	199,979	1,952,716	1,846,582
Tsingtao Brewery Company Ltd.	338,000	2,945,388	2,807,345	Hankook Tire Co., Ltd.	48,248	2,424,024	1,919,169
YiChang HEC ChangJiang Pharmaceutical Co., Ltd., Class H	595,200	3,543,628	3,904,060	Hotel Shilla Co., Ltd.	15,515	2,049,333	1,707,633
Yuexiu Property Co., Ltd.	9,268,000	2,847,561	2,754,654	Hyundai Mobis Co., Ltd.	11,767	2,765,833	3,142,510
Zhejiang Expressway Co., Ltd.	1,538,000	2,058,892	2,123,113	Industrial Bank of Korea	148,916	2,493,597	2,370,618
		<u>92,451,956</u>	<u>99,285,154</u>	LG Uplus Corporation	133,392	1,890,171	2,191,827
Hungary – 1.4%				NHN Entertainment Corporation	18,285	1,911,792	1,601,478
OTP Bank PLC	74,612	2,814,904	3,890,029	Samsung Electronics Co., Ltd.	221,465	8,763,803	11,805,812
Richter Gedeon Nyrt	76,231	1,953,507	1,840,617	SFA Engineering Corporation	46,737	2,562,321	2,141,105
		<u>4,768,411</u>	<u>5,730,646</u>	Shinhan Financial Group Co., Ltd.	69,893	3,576,162	3,553,914
India – 9.7%				SK Telecom Co., Ltd.	9,176	2,802,236	2,691,578
Bharat Financial Inclusion Ltd.	104,504	1,946,495	1,773,358			<u>35,956,873</u>	<u>38,602,677</u>
Coal India Ltd.	471,675	2,440,781	2,276,612	Taiwan – 11.7%			
Dewan Housing Finance Co., Ltd.	914,366	2,376,151	1,262,826	Asia Optical Co Inc.	591,000	1,879,004	2,174,511
HEG Ltd.	58,931	2,043,576	1,643,867	China Life Insurance Co., Ltd.	2,630,524	3,005,573	2,758,785
Hero MotoCorp Ltd.	52,628	2,570,696	2,580,615	Feng TAY Enterprise Co., Ltd.	348,000	2,664,134	3,572,383
Hindalco Industries Ltd.	738,925	3,362,743	2,906,095				

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

Portfolio Adviser: LMCg Investments, LLC

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
Taiwan (cont'd)			
General Interface Solution Holding Ltd.	442,000	2,006,229	1,904,174
Makalot Industrial Co., Ltd.	267,000	2,335,353	2,374,889
Synnex Technology International Corporation	1,191,000	2,163,448	1,965,701
Taiwan Semiconductor Manufacturing Company Ltd.	1,268,818	8,365,822	12,711,156
Tong Yang Industry Co., Ltd.	1,012,000	1,981,343	1,916,406
Tripod Technology Corporation	538,000	2,263,442	2,507,814
Unimicron Technology Corporation	2,638,000	2,176,053	3,951,799
Uni-President Enterprises Corporation	1,108,000	3,112,155	3,873,875
United Microelectronics Corporation	4,261,000	2,959,738	2,515,265
Walsin Lihwa Corporation	2,774,000	2,441,813	1,726,695
Wistron Corporation	2,533,040	2,148,691	2,599,789
		<u>39,502,798</u>	<u>46,553,242</u>
Thailand – 4.7%			
Electricity Generating PCL – NVDR	184,500	2,105,422	2,559,351
Kiatnakin Bank PCL Co., Ltd.	656,800	1,885,276	1,949,142
Land & Houses PCL	4,976,400	2,309,810	2,359,746
Minor International PCL	1,978,500	3,225,282	3,462,343
Minor International PCL, Warrants – NVDR, Series 6, Sep 30, 2021	98,925	–	23,434
Quality Houses PCL – NVDR	14,302,200	1,907,858	1,892,408
Sino-Thai Engineering & Construction PCL	1,851,900	1,988,042	2,134,182
Supalai PCL	2,136,200	2,004,496	2,142,693
Thanachart Capital PCL	918,000	1,985,938	2,175,435
		<u>17,412,124</u>	<u>18,698,734</u>
Turkey – 1.9%			
Tekfen Holding AS	365,103	2,134,626	2,147,070
Türkiye İş Bankası AS	1,913,199	2,661,536	2,620,565
Türkiye Sise ve Cam Fabrikaları AS	2,353,446	3,439,629	2,763,598
		<u>8,235,791</u>	<u>7,531,233</u>
United Kingdom – 0.4%			
Severstal PAO	77,422	1,444,530	1,710,675
United States – 10.4%			
Alibaba Group Holding Ltd.	52,479	9,461,351	11,644,820
Dr Reddy's Laboratories Ltd.	63,364	3,463,221	3,109,080
Gazprom – ADR	466,412	3,323,796	4,470,812
iShares MSCI Emerging Markets ETF	211,418	11,587,522	11,879,718
Lukoil Oil Company – Sponsored ADR	40,138	2,723,149	4,416,152
Mobile TeleSystems – Sponsored ADR	192,440	2,316,668	2,346,122
Yum China Holdings Inc.	60,284	3,344,107	3,647,117
		<u>36,219,814</u>	<u>41,513,821</u>
Transaction Costs		(344,849)	
TOTAL INVESTMENT PORTFOLIO		<u>354,126,124</u>	383,816,942
Unrealized Gain (Loss) on Derivatives – 0.0%			(604)
OTHER ASSETS, LESS LIABILITIES – 3.7%			15,168,953
NET ASSETS – 100.0%			<u>398,985,291</u>

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 equity and equity-related securities of companies located in emerging markets and emerging industries of any market.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Hong Kong dollar	100,850,744	-	100,850,744	25.3
Taiwan dollar	49,593,602	-	49,593,602	12.4
US dollar	44,916,948	-	44,916,948	11.3
Indian rupee	38,671,411	-	38,671,411	9.7
South Korean won	38,602,683	-	38,602,683	9.7
Brazilian real	32,095,398	-	32,095,398	8.0
South African rand	30,284,737	-	30,284,737	7.6
Thailand baht	18,698,733	-	18,698,733	4.7
Mexican peso	7,839,348	-	7,839,348	2.0
Turkish lira	7,531,232	-	7,531,232	1.9
Indonesian rupiah	6,907,395	-	6,907,395	1.7
Hungarian forint	5,730,646	-	5,730,646	1.4
Polish zloty	2,691,250	-	2,691,250	0.7
Czech koruna	1,867,417	-	1,867,417	0.5
Euro	2,652	-	2,652	0.0
	386,284,196	-	386,284,196	96.9

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
Hong Kong dollar	108,559,922	-	108,559,922	28.0
South Korean won	57,832,206	-	57,832,206	14.9
Taiwan dollar	48,100,821	-	48,100,821	12.4
Indian rupee	40,393,507	-	40,393,507	10.4
US dollar	34,628,925	-	34,628,925	8.9
Brazilian real	29,138,702	-	29,138,702	7.5
South African rand	21,844,216	-	21,844,216	5.6
Turkish lira	10,840,454	-	10,840,454	2.8
Indonesian rupiah	7,748,614	-	7,748,614	2.0
Thai baht	7,476,124	-	7,476,124	1.9
Hungary forint	6,472,396	-	6,472,396	1.7
Mexican peso	6,438,738	-	6,438,738	1.7
Polish zloty	2,722,787	-	2,722,787	0.7
Malaysian ringgit	1,646,891	-	1,646,891	0.4
	383,844,303	-	383,844,303	98.9

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

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$38,628,420 or approximately 9.7% of net assets (December 31, 2018 – \$38,384,430 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 96.3% (December 31, 2018 – 98.9%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$38,381,694 (December 31, 2018 – \$38,358,973). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Brazil	8.0	7.5
Czech Republic	0.5	-
Hong Kong	24.9	28.0
Hungary	1.4	1.7
India	9.7	10.4
Indonesia	1.7	2.0
Japan	0.6	-
Malaysia	-	0.4
Mexico	2.0	1.7
Poland	0.7	0.7
Russia	0.4	0.3
South Africa	7.6	5.6
South Korea	9.7	14.9
Taiwan	11.7	12.4
Thailand	4.7	1.9
Turkey	1.9	2.8
United Kingdom	0.4	0.4
United States	10.4	8.2

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	67,566,973	304,346,817	-	371,913,790
Underlying funds	11,879,718	-	-	11,879,718
Warrants, rights and options	23,434	-	-	23,434
	79,470,125	304,346,817	-	383,816,942
Unrealized loss on currency spot contracts	-	(604)	-	(604)
	79,470,125	304,346,213	-	383,816,338

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	31,274,215	345,447,884	-	376,722,099
Underlying funds	6,867,629	-	-	6,867,629
	38,141,844	345,447,884	-	383,589,728

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

Below is a summary of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2019	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI Emerging Markets ETF	11,879,718	0.0
	11,879,718	

Underlying Fund	December 31, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
iShares MSCI Emerging Markets ETF	6,867,629	0.0
	6,867,629	

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	624,131,117	434,371,107
Derivatives	–	4,747
Cash	27,388,142	9,389,043
Receivable for securities sold	1,763,808	–
Subscriptions receivable	42,822	–
Accrued investment income and other	134,878	316,129
	<u>653,460,767</u>	<u>444,081,026</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	510	–
Management fee payable (note 5)	130,078	–
Payable for securities purchased	853,374	522,685
Redemptions payable	221,987	1,547
Accrued expenses	40,622	–
	<u>1,246,571</u>	<u>524,232</u>
Net assets attributable to holders of redeemable units	<u>652,214,196</u>	<u>443,556,794</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	24,509,777	23,902,488
Series F	8,848,648	7,171,161
Series I	448,580,621	412,483,145
Series M	170,275,150	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	29.41	25.81
Series F	28.92	25.49
Series I	29.88	26.19
Series M	10.65	–

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	5,048,516	4,635,541
Interest for distribution purposes	223,954	53,191
Net realized gain (loss) on non-derivative financial assets	520,023	27,545,712
Change in unrealized gain (loss) on non-derivative financial assets	67,098,851	(516,009)
Change in unrealized gain (loss) on derivatives	(5,257)	(9,936)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>72,886,087</u>	<u>31,708,499</u>
Securities lending (note 11)	238,319	40,269
Net realized and unrealized foreign currency translation gain (loss)	5,305	(37,571)
Total income (loss), net	<u>73,129,711</u>	<u>31,711,197</u>
EXPENSES		
Management fees (note 5)	331,777	46,996
Fixed administration fees (note 6)	180,698	120,358
Independent Review Committee fees	592	587
Interest expense	194	173
Foreign withholding taxes/tax reclaims	776,693	560,247
Harmonized Sales Tax/Goods and Services Tax	50,356	14,586
Transaction costs	81,191	87,057
Total expenses	<u>1,421,501</u>	<u>830,004</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>71,708,210</u>	<u>30,881,193</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	3,246,632	2,173,363
Series F	1,006,735	659,552
Series I	57,784,326	28,048,278
Series M	9,670,517	–
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT*		
Pinnacle Series	3.64	2.21
Series F	3.43	2.00
Series I	3.76	2.30
Series M	0.62	–
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	892,300	984,723
Series F	293,612	330,252
Series I	15,387,550	12,213,775
Series M	15,573,817	–

* 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	23,902,488	30,781,514
Series F	7,171,161	8,885,382
Series I	412,483,145	359,504,614
	<u>443,556,794</u>	<u>399,171,510</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	3,246,632	2,173,363
Series F	1,006,735	659,552
Series I	57,784,326	28,048,278
Series M	9,670,517	-
	<u>71,708,210</u>	<u>30,881,193</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	639,538	2,302,987
Series F	1,103,405	1,074,777
Series I	11,809,275	169,200
Series M	171,641,897	-
Payments on redemption		
Pinnacle Series	(3,278,881)	(7,766,364)
Series F	(432,653)	(1,250,427)
Series I	(33,496,125)	(36,805,425)
Series M	(11,037,264)	-
	<u>136,949,192</u>	<u>(42,275,252)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	607,289	(3,290,014)
Series F	1,677,487	483,902
Series I	36,097,476	(8,587,947)
Series M	170,275,150	-
	<u>208,657,402</u>	<u>(11,394,059)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	24,509,777	27,491,500
Series F	8,848,648	9,369,284
Series I	448,580,621	350,916,667
	<u>652,214,196</u>	<u>387,777,451</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	71,708,210	30,881,193
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(520,023)	(27,545,712)
Change in unrealized (gain) loss on non-derivative financial assets	(67,098,851)	516,009
Change in unrealized (gain) loss on derivatives	5,257	9,936
Unrealized foreign currency translation (gain) loss	(7,833)	(20,709)
Other non-cash transactions	(69,962)	(1,094,164)
Purchases of non-derivative financial assets and liabilities	(207,656,513)	(55,087,543)
Proceeds from sale of non-derivative financial assets and liabilities	84,152,220	87,015,902
Accrued investment income and other	181,251	(104,055)
Accrued expenses and other payables	170,700	29,551
Net cash provided by (used in) operating activities	<u>(119,135,544)</u>	<u>34,600,408</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	185,151,293	3,546,947
Amounts paid on redemption of redeemable units	(48,024,483)	(46,238,778)
Net cash provided by (used in) financing activities	<u>137,126,810</u>	<u>(42,691,831)</u>
Unrealized foreign currency translation gain (loss)	7,833	20,709
Net increase (decrease) in cash	17,991,266	(8,091,423)
Cash (bank overdraft), beginning of period	9,389,043	15,934,196
CASH (BANK OVERDRAFT), END OF PERIOD	<u>27,388,142</u>	<u>7,863,482</u>
Interest paid ⁽¹⁾	194	173
Interest received, net of withholding taxes ⁽¹⁾	223,954	53,191
Dividends received, net of withholding taxes ⁽¹⁾	4,383,112	2,877,075

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 95.8%			
Denmark – 0.9%			
Chr Hansen Holding AS	48,100	4,636,059	5,922,788
Finland – 1.1%			
Kone Oyj	91,564	5,839,528	7,077,031
France – 4.8%			
Air Liquide SA	39,908	4,995,318	7,313,084
Essilor International SA	94,060	14,725,334	16,101,421
L’Oreal SA	20,824	4,505,012	7,767,758
		<u>24,225,664</u>	<u>31,182,263</u>
Germany – 4.5%			
Bayerische Motoren Werke AG	9,900	1,206,237	961,269
Linde PLC	47,628	8,034,486	12,542,465
Symrise AG	124,743	12,101,568	15,719,109
		<u>21,342,291</u>	<u>29,222,843</u>
Hong Kong – 4.1%			
AAC Acoustic Technologies Holdings Inc.	349,500	4,921,321	2,606,513
AIA Group Ltd.	1,705,500	14,151,839	24,149,547
		<u>19,073,160</u>	<u>26,756,060</u>
Indonesia – 0.7%			
PT Bank Central Asia Tbk	1,581,200	3,374,191	4,397,954
Japan – 10.7%			
FANUC Corporation	20,200	3,992,875	4,911,059
Keyence Corporation	15,586	6,101,991	12,544,414
Kubota Corporation	346,000	6,849,377	7,555,572
M3 Inc.	608,122	10,433,939	14,594,827
Makita Corporation	150,006	6,498,569	6,693,804
Monotaro Co., Ltd.	293,600	4,924,306	9,407,187
Sysmex Corporation	102,074	8,092,490	8,732,826
ZOZO Inc.	218,600	5,996,496	5,372,886
		<u>52,890,043</u>	<u>69,812,575</u>
South Africa – 0.4%			
Naspers Limited N Shares	7,945	2,563,141	2,527,946
Spain – 0.9%			
Banco Bilbao Vizcaya Argentaria S.A.	780,428	6,616,158	5,715,287
Sweden – 0.5%			
Intrum Justitia AB	104,142	4,058,998	3,502,285
Switzerland – 4.4%			
Lonza Group AG	42,735	10,907,840	18,891,297
Sonova Holdings AG	33,764	5,859,691	10,067,343
		<u>16,767,531</u>	<u>28,958,640</u>
United Kingdom – 3.0%			
Abcam PLC	275,819	4,165,541	6,760,824
Samsung Electronics Co., Ltd. – GDR	2,740	3,805,753	3,648,291
Standard Chartered PLC	748,948	9,036,988	8,923,454
		<u>17,008,282</u>	<u>19,332,569</u>
United States – 59.8%			
3M Company	21,802	3,867,738	4,948,810
Abbott Laboratories	92,592	5,760,934	10,197,063
Alibaba Group Holding Ltd.	28,925	6,433,920	6,418,308
Alphabet Inc., Class A	12,790	19,111,794	18,135,287
Amazon.com Inc.	4,785	5,305,473	11,865,409
Apple Inc.	48,172	10,512,170	12,485,042
Booking Holdings Inc.	7,884	16,400,120	19,354,696
Check Point Software Technologies Ltd.	44,875	5,852,658	6,793,687
Cognex Corporation	81,020	5,117,608	5,090,473
Cognizant Technology Solutions Corporation	80,888	7,518,694	6,714,451
Colgate-Palmolive Company	87,753	5,895,222	8,235,785

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
United States (cont'd)			
eBay Inc.	132,868	5,958,802	6,872,633
Exxon Mobil Corporation	94,169	9,387,559	9,449,578
Facebook Inc.	35,341	8,254,522	8,931,858
First Republic Bank	143,483	14,179,266	18,347,561
Grifols S.A. – ADR	322,415	7,510,615	8,908,474
ICICI Bank Limited – ADR	386,571	4,346,498	6,373,245
Illumina Inc.	15,876	6,634,511	7,653,702
IPG Photonics Corporation	33,339	4,434,361	6,734,159
Itau Unibanco Holding S.A. – Sponsored ADR	282,038	3,100,138	3,479,078
MasterCard Inc., Class A	45,127	7,221,051	15,632,090
Microsoft Corporation	51,600	4,070,704	9,051,707
Nestlé S.A. – ADR	76,009	6,547,251	10,291,797
NetEase Inc.	13,123	4,666,975	4,395,299
NIKE Inc., Class B	110,861	7,704,414	12,187,234
NVIDIA Corporation	43,387	10,250,688	9,330,776
PayPal Holdings Inc.	205,290	14,641,050	30,769,978
Regeneron Pharmaceuticals Inc.	23,760	11,884,129	9,738,598
Roper Technologies Inc.	53,446	13,295,134	25,633,644
Schlumberger Limited	192,856	13,301,222	10,036,139
SVB Financial Group	21,096	4,013,204	6,204,348
UnitedHealth Group Incorporated	18,812	6,644,329	6,011,021
Verisk Analytics Inc., Class A	106,022	11,980,958	20,333,899
Vertex Pharmaceuticals Incorporated	25,663	6,492,570	6,162,615
Walgreens Boots Alliance Inc.	91,517	9,684,925	6,551,738
Walt Disney Company, The	58,611	8,283,673	10,717,528
Waters Corporation	34,362	6,611,905	9,685,166
		<u>302,876,835</u>	<u>389,722,876</u>
Transaction Costs		(168,975)	
TOTAL INVESTMENT PORTFOLIO		<u>481,102,906</u>	<u>624,131,117</u>
Unrealized Gain (Loss) on Derivatives – 0.0%			(510)
OTHER ASSETS, LESS LIABILITIES – 4.2%			<u>28,083,589</u>
NET ASSETS – 100.0%			<u>652,214,196</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 long term returns through capital growth by investing primarily in stocks of large capitalization companies in North America, Europe, Australia and the Far East.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	393,050,821	–	393,050,821	60.3
Euro	73,237,146	–	73,237,146	11.2
Japanese yen	69,835,312	–	69,835,312	10.7
Swiss franc	28,958,640	–	28,958,640	4.4
Hong Kong dollar	26,756,061	–	26,756,061	4.1
Pound sterling	15,684,278	–	15,684,278	2.4
Danish krone	5,922,788	–	5,922,788	0.9
Indonesian rupiah	4,397,954	–	4,397,954	0.7
Swedish krona	3,502,285	–	3,502,285	0.5
South African rand	2,527,946	–	2,527,946	0.4
	623,873,231	–	623,873,231	95.6

Currency	December 31, 2018			
	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	255,084,602	–	255,084,602	57.5
Euro	57,740,254	–	57,740,254	13.0
Japanese yen	45,815,897	–	45,815,897	10.3
Pound sterling	18,133,549	–	18,133,549	4.1
Swiss franc	17,541,562	–	17,541,562	4.0
Hong Kong dollar	16,974,793	–	16,974,793	3.8
Danish krone	11,737,980	–	11,737,980	2.6
Swedish krona	5,188,388	–	5,188,388	1.2
South African rand	3,440,747	–	3,440,747	0.8
Indonesian rupiah	3,026,048	–	3,026,048	0.7
	434,683,820	–	434,683,820	98.0

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$62,387,323 or

approximately 9.6% of net assets (December 31, 2018 – \$43,468,382 or approximately 9.8%). 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 95.8% (December 31, 2018 – 97.9%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$62,413,112 (December 31, 2018 – \$43,437,111). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Denmark	0.9	2.6
Finland	1.1	1.6
France	4.8	5.1
Germany	4.5	5.3
Hong Kong	4.1	3.8
Indonesia	0.7	0.7
Japan	10.7	10.3
South Africa	0.4	0.8
Spain	0.9	1.0
Sweden	0.5	1.2
Switzerland	4.4	4.0
United Kingdom	3.0	4.6
United States	59.8	56.9

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	389,722,876	234,408,241	–	624,131,117
	389,722,876	234,408,241	–	624,131,117
Unrealized loss on currency spot contracts	–	(510)	–	(510)
	389,722,876	234,407,731	–	624,130,607

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	252,462,836	181,908,271	–	434,371,107
Unrealized gain on currency spot contracts	–	4,747	–	4,747
	252,462,836	181,913,018	–	434,375,854

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	353,444,663	302,634,837
Derivatives	299	–
Cash	9,244,028	5,254,398
Receivable for securities sold	728,226	–
Subscriptions receivable	595,148	436,242
Accrued investment income and other	1,546,587	896,943
	<u>365,558,951</u>	<u>309,222,420</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	124,534	–
Payable for securities purchased	2,150,993	–
Redemptions payable	366,728	226,083
Accrued expenses	46,215	–
	<u>2,688,470</u>	<u>226,083</u>
Net assets attributable to holders of redeemable units	<u>362,870,481</u>	<u>308,996,337</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	90,460,386	85,335,893
Series F	77,005	20,581
Series M	<u>272,333,090</u>	<u>223,639,863</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	11.28	9.85
Series F	11.20	9.82
Series M	<u>11.22</u>	<u>9.82</u>

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	6,794,745	5,033,352
Interest for distribution purposes	55,905	53,935
Net realized gain (loss) on non-derivative financial assets	3,885,649	1,016,396
Change in unrealized gain (loss) on non-derivative financial assets	35,372,343	4,136,545
Change in unrealized gain (loss) on derivatives	299	5,849
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>46,108,941</u>	<u>10,246,077</u>
Net realized and unrealized foreign currency translation gain (loss)	(285,420)	51,968
Other income	–	276
Total income (loss), net	<u>45,823,521</u>	<u>10,298,321</u>
EXPENSES		
Management fees (note 5)	626,732	398,591
Fixed administration fees (note 6)	236,241	137,423
Independent Review Committee fees	592	587
Interest expense	15,919	511
Foreign withholding taxes/tax reclaims	653,844	569,940
Harmonized Sales Tax/Goods and Services Tax	88,428	55,700
Transaction costs	87,928	131,769
Total expenses	<u>1,709,684</u>	<u>1,294,521</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>44,113,837</u>	<u>9,003,800</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	11,925,815	3,862,379
Series F	5,728	–
Series M	<u>32,182,294</u>	<u>5,141,421</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	1.44	0.81
Series F	1.29	–
Series M	<u>1.37</u>	<u>0.31</u>
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	8,278,717	4,792,013
Series F	4,438	–
Series M	<u>23,461,744</u>	<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.

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

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	85,335,893	75,000
Series F	20,581	-
Series M	223,639,863	75,000
	<u>308,996,337</u>	<u>150,000</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	11,925,815	3,862,379
Series F	5,728	-
Series M	32,182,294	5,141,421
	<u>44,113,837</u>	<u>9,003,800</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	6,377,955	82,114,491
Series F	56,745	-
Series M	76,934,145	210,400,608
Payments on redemption		
Pinnacle Series	(13,179,277)	(2,716,450)
Series F	(6,049)	-
Series M	(60,423,212)	(8,976,225)
	<u>9,760,307</u>	<u>280,822,424</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	5,124,493	83,260,420
Series F	56,424	-
Series M	48,693,227	206,565,804
	<u>53,874,144</u>	<u>289,826,224</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	90,460,386	83,335,420
Series F	77,005	-
Series M	272,333,090	206,640,804
	<u>362,870,481</u>	<u>289,976,224</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	44,113,837	9,003,800
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(3,885,649)	(1,016,396)
Change in unrealized (gain) loss on non-derivative financial assets	(35,372,343)	(4,136,545)
Change in unrealized (gain) loss on derivatives	(299)	(5,849)
Unrealized foreign currency translation (gain) loss	(60,651)	4,727
Purchases of non-derivative financial assets and liabilities	(102,403,042)	(320,166,500)
Proceeds from sale of non-derivative financial assets and liabilities	92,273,974	45,369,184
Accrued investment income and other	(649,644)	(1,664,109)
Accrued expenses and other payables	170,749	122,500
Net cash provided by (used in) operating activities	<u>(5,813,068)</u>	<u>(272,489,188)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	83,209,940	291,432,820
Amounts paid on redemption of redeemable units	(73,467,893)	(11,518,075)
Net cash provided by (used in) financing activities	9,742,047	279,914,745
Unrealized foreign currency translation gain (loss)	60,651	(4,727)
Net increase (decrease) in cash	3,928,979	7,425,557
Cash (bank overdraft), beginning of period	5,254,398	150,000
CASH (BANK OVERDRAFT), END OF PERIOD	<u>9,244,028</u>	<u>7,570,830</u>
Interest paid ⁽¹⁾	15,919	511
Interest received, net of withholding taxes ⁽¹⁾	55,905	53,935
Dividends received, net of withholding taxes ⁽¹⁾	5,491,219	2,799,304

⁽¹⁾ Classified as operating items.

Scotia Private Global Infrastructure Pool (Unaudited - Continued)

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SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)	Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 97.4%				EQUITIES (cont'd)			
Australia – 6.2%				United States (cont'd)			
Aurizon Holdings Ltd.	665,325	2,684,465	3,307,832	NiSource Inc.	192,773	6,354,160	7,270,166
Transurban Group	1,417,351	16,205,590	19,223,052	Norfolk Southern Corporation	6,822	1,263,526	1,780,697
		<u>18,890,055</u>	<u>22,530,884</u>	Portland General Electric Co.	15,120	863,744	1,072,547
Brazil – 2.0%				SBA Communications Corporation, Class A	43,194	9,493,817	12,717,526
CCR S.A.	1,534,100	6,793,474	7,148,493	UGI Corporation	118,401	8,331,195	8,281,015
Canada – 8.8%				Union Pacific Corporation	50,705	9,999,034	11,228,603
Emera Inc.	113,700	4,890,968	6,084,087	Williams Companies Inc., The	432,332	15,779,882	15,874,536
Enbridge Inc.	78,700	3,643,520	3,722,510			<u>157,896,607</u>	<u>182,117,164</u>
Hydro One Limited	272,100	5,665,286	6,214,764	Transaction Costs		(127,952)	
TransCanada Corporation	247,049	13,724,330	16,038,421	TOTAL INVESTMENT PORTFOLIO		<u>322,021,361</u>	353,444,663
		<u>27,924,104</u>	<u>32,059,782</u>	Unrealized Gain (Loss) on Derivatives – 0.0%			299
France – 2.9%				OTHER ASSETS, LESS LIABILITIES – 2.6%			<u>9,425,519</u>
Rubis SCA	15,644	1,137,810	1,153,639	NET ASSETS – 100.0%			<u>362,870,481</u>
Vinc.i SA	68,875	8,509,331	9,247,528				
		<u>9,647,141</u>	<u>10,401,167</u>				
Hong Kong – 5.4%							
China Merchants Port Holdings Co., Ltd.	1,218,000	3,593,898	2,715,245				
COSCO SHIPPING Ports Ltd.	2,388,000	3,111,090	3,077,094				
ENN Energy Holdings Ltd.	406,497	5,131,476	5,185,092				
Jiangsu Expressway Co., Ltd., Class H	3,932,000	7,323,175	7,324,365				
Shenzhen Expressway Co., Ltd.	824,000	1,295,780	1,295,350				
		<u>20,455,419</u>	<u>19,597,146</u>				
Italy – 3.1%							
Atlantia SpA	327,379	12,691,905	11,154,062				
Japan – 7.4%							
East Japan Railway Company	103,900	13,098,978	12,743,565				
Osaka Gas Co., Ltd.	154,500	3,945,162	3,529,438				
Tokyo Gas Co., Ltd.	154,500	5,030,021	4,760,835				
West Japan Railway Company	55,000	5,239,232	5,843,502				
		<u>27,313,393</u>	<u>26,877,340</u>				
Mexico – 1.8%							
Grupo Aeroportuario del Sureste S.A.B. de C.V.	163,390	3,585,260	3,468,810				
Promotora y Operadora de Infraestructura S.A.B. de C.V.	236,331	3,022,970	3,076,158				
		<u>6,608,230</u>	<u>6,544,968</u>				
Spain – 3.8%							
Aena S.A.	29,074	6,468,692	7,546,733				
Ferrovial S.A.	189,411	5,241,459	6,349,553				
		<u>11,710,151</u>	<u>13,896,286</u>				
United Kingdom – 5.8%							
National Grid PLC	651,997	9,297,407	9,072,514				
Severn Trent PLC	144,799	5,002,828	4,933,606				
SSE PLC	380,745	7,918,599	7,111,251				
		<u>22,218,834</u>	<u>21,117,371</u>				
United States – 50.2%							
Alliant Energy Corporation	121,356	6,421,057	7,799,584				
American Electric Power Company Inc.	111,930	10,788,762	12,899,835				
American Tower Corporation	28,265	5,161,274	7,567,314				
CentrePoint Energy Inc.	253,560	10,273,224	9,506,217				
Cheniere Energy Inc.	30,879	2,776,890	2,767,849				
Crown Castle International Corporation	68,459	9,644,884	11,685,498				
Dominion Resources Inc.	193,969	17,436,063	19,639,472				
Eergy Inc.	145,387	10,039,936	11,451,618				
Eversource Energy	89,642	7,979,818	8,893,181				
Kinder Morgan Inc.	397,722	9,105,361	10,874,662				
NextEra Energy Inc.	77,561	16,183,980	20,806,844				

FOREIGN EQUITY FUNDS

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

Portfolio Adviser: Colonial First State Asset Management (Australia) Limited

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment 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.

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	184,682,775	–	184,682,775	50.9
Euro	36,610,741	–	36,610,741	10.1
Japanese yen	27,396,033	–	27,396,033	7.5
Australian dollar	23,034,277	–	23,034,277	6.3
Pound sterling	21,825,731	–	21,825,731	6.0
Hong Kong dollar	20,213,164	–	20,213,164	5.6
Brazilian real	7,148,493	–	7,148,493	2.0
Mexican peso	6,713,313	–	6,713,313	1.9
	327,624,527	–	327,624,527	90.3

December 31, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	154,889,311	–	154,889,311	50.1
Euro	31,654,760	–	31,654,760	10.2
Japanese yen	25,917,338	–	25,917,338	8.4
Australian dollar	23,249,178	–	23,249,178	7.5
Pound sterling	19,626,267	–	19,626,267	6.4
Hong Kong dollar	15,152,490	–	15,152,490	4.9
Brazilian real	7,296,185	–	7,296,185	2.4
Mexican peso	3,064,075	–	3,064,075	1.0
	280,849,604	–	280,849,604	90.9

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$32,762,453 or approximately 9.0% of net assets (December 31, 2018 – \$28,084,960 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 97.4% (December 31, 2018 – 98.0%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$35,344,466 (December 31, 2018 – \$30,263,484). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Australia	6.2	7.3
Brazil	2.0	2.4
Canada	8.8	8.5
France	2.9	2.4
Hong Kong	5.4	4.6
Italy	3.1	3.2
Japan	7.4	8.3
Mexico	1.8	1.0
Spain	3.8	4.6
United Kingdom	5.8	6.0
United States	50.2	49.7

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	227,870,407	125,574,256	–	353,444,663
Unrealized gain on currency spot contracts	–	299	–	299
	227,870,407	125,574,555	–	353,444,962

December 31, 2018	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	182,914,782	119,720,055	–	302,634,837
	182,914,782	119,720,055	–	302,634,837

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	342,201,206	319,536,319
Cash	8,500,726	7,799,643
Receivable for securities sold	2,313,920	298,210
Subscriptions receivable	808,828	427,961
Accrued investment income and other	1,585,491	1,377,238
	<u>355,410,171</u>	<u>329,439,371</u>
LIABILITIES		
Current liabilities		
Financial liabilities at fair value through profit or loss (note 2)		
Derivatives	866	497
Management fee payable (note 5)	1,143	-
Payable for securities purchased	2,765,700	-
Redemptions payable	83,718	46,254
Accrued expenses	18,046	-
	<u>2,869,473</u>	<u>46,751</u>
Net assets attributable to holders of redeemable units	<u>352,540,698</u>	<u>329,392,620</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Pinnacle Series	104,911,757	104,464,528
Series F	1,271,278	642,776
Series I	246,357,663	224,285,316
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Pinnacle Series	19.30	17.49
Series F	18.93	17.24
Series I	20.03	18.13

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	5,725,225	5,372,435
Interest for distribution purposes	211,976	162,955
Net realized gain (loss) on non-derivative financial assets	14,604,655	(6,450,233)
Change in unrealized gain (loss) on non-derivative financial assets	15,206,355	14,866,798
Change in unrealized gain (loss) on derivatives	(369)	(88)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	<u>35,747,842</u>	<u>13,951,867</u>
Securities lending (note 11)	2,785	2,913
Net realized and unrealized foreign currency translation gain (loss)	<u>(317,531)</u>	<u>20,919</u>
Total income (loss), net	<u>35,433,096</u>	<u>13,975,699</u>
EXPENSES		
Management fees (note 5)	3,952	3,735
Fixed administration fees (note 6)	95,376	101,900
Independent Review Committee fees	592	587
Interest expense	878	2,865
Foreign withholding taxes/tax reclaims	665,885	392,903
Harmonized Sales Tax/Goods and Services Tax	9,611	10,368
Transaction costs	472,087	581,633
Total expenses	<u>1,248,381</u>	<u>1,093,991</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>34,184,715</u>	<u>12,881,708</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Pinnacle Series	10,521,901	3,207,879
Series F	61,796	29,565
Series I	23,601,018	9,644,264
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT[†]		
Pinnacle Series	1.86	0.42
Series F	1.45	0.67
Series I	1.91	0.91
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Pinnacle Series	5,652,374	7,647,374
Series F	42,628	43,875
Series I	12,365,439	10,556,870

[†] 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Pinnacle Series	104,464,528	163,163,252
Series F	642,776	763,944
Series I	224,285,316	188,151,606
	<u>329,392,620</u>	<u>352,078,802</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Pinnacle Series	10,521,901	3,207,879
Series F	61,796	29,565
Series I	23,601,018	9,644,264
	<u>34,184,715</u>	<u>12,881,708</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Pinnacle Series	5,547,176	14,631,152
Series F	610,974	81,572
Series I	13,997,455	8,960,287
Payments on redemption		
Pinnacle Series	(15,621,848)	(68,873,188)
Series F	(44,268)	(185,274)
Series I	(15,526,126)	(4,885,254)
	<u>(11,036,637)</u>	<u>(50,270,705)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Pinnacle Series	447,229	(51,034,157)
Series F	628,502	(74,137)
Series I	22,072,347	13,719,297
	<u>23,148,078</u>	<u>(37,388,997)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Pinnacle Series	104,911,757	112,129,095
Series F	1,271,278	689,807
Series I	246,357,663	201,870,903
	<u>352,540,698</u>	<u>314,689,805</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	34,184,715	12,881,708
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(14,604,655)	6,450,233
Change in unrealized (gain) loss on non-derivative financial assets	(15,206,355)	(14,866,798)
Change in unrealized (gain) loss on derivatives	369	88
Unrealized foreign currency translation (gain) loss	(102,510)	14,570
Purchases of non-derivative financial assets and liabilities	(259,666,718)	(320,218,276)
Proceeds from sale of non-derivative financial assets and liabilities	267,562,831	359,342,858
Accrued investment income and other	(208,253)	(459,961)
Accrued expenses and other payables	19,189	17,285
Net cash provided by (used in) operating activities	<u>11,978,613</u>	<u>43,161,707</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	19,774,738	25,261,831
Amounts paid on redemption of redeemable units	(31,154,778)	(73,244,867)
Net cash provided by (used in) financing activities	<u>(11,380,040)</u>	<u>(47,983,036)</u>
Unrealized foreign currency translation gain (loss)	102,510	(14,570)
Net increase (decrease) in cash	598,573	(4,821,329)
Cash (bank overdraft), beginning of period	7,799,643	11,781,062
CASH (BANK OVERDRAFT), END OF PERIOD	<u>8,500,726</u>	<u>6,945,163</u>
Interest paid ⁽¹⁾	878	2,865
Interest received, net of withholding taxes ⁽¹⁾	211,976	162,955
Dividends received, net of withholding taxes ⁽¹⁾	4,851,088	4,519,555

⁽¹⁾ Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES – 97.2%			
Australia – 5.3%			
Dexus Property Group	668,287	7,134,412	7,984,172
Goodman Group	624,938	6,251,581	8,645,883
NEXTDC Ltd.	337,479	2,144,844	2,014,563
		<u>15,530,837</u>	<u>18,644,618</u>
Canada – 2.8%			
Granite Real Estate Investment Trust	61,776	3,734,321	3,724,473
Killam Apartment Real Estate Investment Trust	328,478	5,232,349	6,172,100
		<u>8,966,670</u>	<u>9,896,573</u>
France – 1.4%			
Gecina SA	24,898	5,005,791	4,879,428
Germany – 2.7%			
Aroundtown SA	265,539	2,893,827	2,865,128
Deutsche Wohnen AG-Br	83,661	5,005,986	4,018,672
LEG Immobilien AG	17,594	2,807,643	2,598,560
		<u>10,707,456</u>	<u>9,482,360</u>
Hong Kong – 7.3%			
Cheung Kong Property Holdings Ltd	419,000	4,353,850	4,284,155
Hongkong Land Holdings Limited	364,829	3,282,489	3,081,642
Link Real Estate Investment Trust, The	649,700	8,398,822	10,467,014
Sun Hung Kai Properties Ltd.	238,500	5,136,736	5,305,094
Wharf Real Estate Investment Co., Ltd.	264,000	2,442,406	2,429,201
		<u>23,614,303</u>	<u>25,567,106</u>
Japan – 9.5%			
Daiwa Office Investment Corporation	622	5,016,598	5,843,631
Japan Prime Realty Investment Corporation	432	2,304,458	2,450,932
Japan Rental Housing Investments Inc.	2,959	2,996,491	3,013,099
Kenedix Office Investment Corporation	807	6,767,612	7,565,980
Mitsubishi Estate Co., Ltd.	310,900	7,846,756	7,595,889
Mitsui Fudosan Co., Ltd.	217,900	6,883,919	6,929,339
		<u>31,815,834</u>	<u>33,398,870</u>
Singapore – 3.2%			
CapitaLand Ltd.	1,201,700	3,956,142	4,107,580
Mapletree Commercial Trust	3,565,313	5,967,652	7,217,244
		<u>9,923,794</u>	<u>11,324,824</u>
Spain – 1.2%			
Inmobiliaria Colonial Socimi SA	289,102	3,998,326	4,216,140
Sweden – 0.8%			
Fabege AB	140,930	2,582,132	2,778,265
United Kingdom – 4.9%			
Assura PLC	3,540,766	3,615,570	3,757,570
Grainger PLC	1,329,868	5,651,989	5,434,350
Green REIT PLC	531,439	1,215,569	1,451,518
Tritax EuroBox PLC	873,470	1,501,006	1,391,841
Unite Group PLC	324,677	5,014,228	5,265,951
		<u>16,998,362</u>	<u>17,301,230</u>
United States – 58.1%			
Alexandria Real Estate Equities Inc.	24,150	4,609,115	4,461,892
American Tower Corporation	13,335	3,141,025	3,570,144
Americold Realty Trust	120,389	4,616,609	5,110,995
Apartment Investment & Management Company	66,099	3,997,030	4,338,220
AvalonBay Communities Inc.	42,018	10,002,975	11,179,490
Boston Properties Inc.	35,483	5,997,300	5,993,985
Brookdale Senior Living Inc.	1,498,289	16,713,853	14,146,093
Camden Property Trust	57,272	7,024,397	7,829,011
Cousins Properties Inc.	73,484	3,690,397	3,480,543
CubeSmart	91,066	3,810,705	3,987,752
Digital Realty Trust Inc.	6,816	1,011,413	1,051,341
Duke Realty Corporation	66,573	2,490,274	2,755,677

Issuer	Number of Shares	Average Cost (\$)	Carrying Value (\$)
EQUITIES (cont'd)			
United States (cont'd)			
Equinix Inc.	8,453	5,331,702	5,582,090
Equity LifeStyle Properties Inc.	28,538	3,788,934	4,534,539
Equity Residential Real Estate Investment Trust	41,270	3,684,638	4,102,951
Essex Property Trust Inc.	9,101	3,080,754	3,479,153
Extra Space Storage Inc.	32,494	4,180,011	4,514,651
HCP Inc. Real Estate Investment Trust	159,192	6,465,974	6,666,615
Host Hotels & Resorts Inc.	76,041	1,946,524	1,814,270
Hudson Pacific Properties Inc.	82,807	3,718,136	3,607,659
InterXion Holding NV	21,860	2,089,913	2,178,128
Invitation Homes Inc.	190,093	6,156,386	6,653,815
Liberty Property Trust	63,300	3,708,760	4,147,885
Mack-Cali Realty Corporation	101,668	3,102,399	3,100,698
MGM Growth Properties LLC	105,760	4,106,177	4,244,803
Park Hotels & Resorts Inc.	62,465	2,447,385	2,254,351
ProLogis	142,031	12,922,056	14,897,771
Regency Centers Corporation	68,496	5,804,539	5,986,280
Rexford Industrial Realty Inc.	143,798	6,139,656	7,601,814
Simon Property Group Inc.	26,305	5,973,948	5,503,158
SITE Centers Corporation	137,395	2,356,401	2,382,125
Spirit Realty Capital Inc.	81,516	4,513,097	4,553,752
Store Capital Corporation	195,219	7,327,509	8,484,670
Sun Communities Inc.	44,081	6,042,427	7,399,651
Taubman Centers Inc.	19,272	1,131,134	1,030,414
UDR Inc.	92,977	4,904,322	5,465,511
VICI Properties Inc.	80,846	2,305,116	2,333,328
Welltower Inc.	133,815	11,895,371	14,286,567
		<u>192,228,362</u>	<u>204,711,792</u>
Transaction Costs		(284,019)	
TOTAL INVESTMENT PORTFOLIO		<u>321,087,848</u>	342,201,206
Unrealized Gain (Loss) on Derivatives – 0.0%			(866)
OTHER ASSETS, LESS LIABILITIES – 2.8%			10,340,358
NET ASSETS – 100.0%			<u>352,540,698</u>

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

Portfolio Adviser: Delaware Investment Advisers

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 income and capital growth, by investing primarily in U.S., Canadian and non-North American real estate stocks and real estate investment trusts (REITs).

The Fund may also invest a portion of its assets in funds managed by the Manager and/or by third party investment managers (the "Underlying Funds"). In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. Accordingly, the Fund is not directly subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Currency risk

Below is a summary of the Fund's direct exposure to currency risk. 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, 2019				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	214,763,373	–	214,763,373	60.9
Japanese yen	33,603,252	–	33,603,252	9.5
Hong Kong dollar	22,673,073	–	22,673,073	6.4
Euro	21,977,921	–	21,977,921	6.2
Australian dollar	18,812,206	–	18,812,206	5.3
Pound sterling	14,568,830	–	14,568,830	4.1
Singapore dollar	11,342,767	–	11,342,767	3.2
Swedish krona	2,778,265	–	2,778,265	0.8
	340,519,687	–	340,519,687	96.4

December 31, 2018				
Currency	Gross currency exposure (\$)	Currency contracts (\$)	Net exposure (\$)	Percentage of net assets (%)
US dollar	210,976,945	–	210,976,945	64.1
Japanese yen	36,619,015	–	36,619,015	11.1
Euro	26,485,269	–	26,485,269	8.0
Hong Kong dollar	16,709,221	–	16,709,221	5.1
Pound sterling	11,156,278	–	11,156,278	3.4
Australian dollar	10,476,865	–	10,476,865	3.2
Singapore dollar	5,371,116	–	5,371,116	1.6
Swedish krona	2,374,247	–	2,374,247	0.7
	320,168,956	–	320,168,956	97.2

As at June 30, 2019, if the Canadian dollar fluctuated by 10% in relation to all other foreign currencies, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund could possibly have decreased or increased by \$34,051,969 or approximately 9.6% of net assets (December 31, 2018 – \$32,016,896 or approximately 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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 97.2% (December 31, 2018 – 97.0%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$34,220,121 (December 31, 2018 – \$31,953,632). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Australia	5.3	3.1
Canada	2.8	2.5
France	1.4	0.6
Germany	2.7	4.0
Hong Kong	7.3	6.4
Japan	9.5	11.0
Singapore	3.2	1.6
Spain	1.2	0.8
Sweden	0.8	0.7
United Kingdom	4.9	6.0
United States	58.1	60.3

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	214,608,365	127,592,841	–	342,201,206
	214,608,365	127,592,841	–	342,201,206
Unrealized loss on currency spot contracts	–	(866)	–	(866)
	214,608,365	127,591,975	–	342,200,340

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Equities	206,833,650	112,702,669	–	319,536,319
	206,833,650	112,702,669	–	319,536,319
Unrealized loss on currency spot contracts	–	(497)	–	(497)
	206,833,650	112,702,172	–	319,535,822

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, 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, 2019 or December 31, 2018.

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

As at June 30, 2019 and December 31, 2018, there were no significant 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, 2019	December 31, 2018
ASSETS		
Current assets		
Financial assets at fair value through profit or loss (note 2)		
Non-derivative financial assets	32,613,585	34,479,278
Cash	71,116	13,468
Receivable for securities sold	24,000	18,000
Subscriptions receivable	12,761	15,179
Accrued investment income and other	58	41
	<u>32,721,520</u>	<u>34,525,966</u>
LIABILITIES		
Current liabilities		
Management fee payable (note 5)	59,956	–
Redemptions payable	21,731	29,297
Accrued expenses	2,964	–
	<u>84,651</u>	<u>29,297</u>
Net assets attributable to holders of redeemable units	<u>32,636,869</u>	<u>34,496,669</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER SERIES		
Series A	30,601,476	32,751,299
Series F	2,035,393	1,745,370
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT		
Series A	15.51	14.19
Series F	10.70	9.73

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended June 30 (note 1),

(in dollars except average units)	2019	2018
INCOME		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss		
Dividends	591	175
Interest for distribution purposes	274,783	306,098
Net realized gain (loss) on non-derivative financial assets	1,074,093	2,429,301
Change in unrealized gain (loss) on non-derivative financial assets	2,145,275	(1,827,708)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	3,494,742	907,866
Other income	124	149
Total income (loss), net	<u>3,494,866</u>	<u>908,015</u>
EXPENSES		
Management fees (note 5)	344,634	491,962
Fixed administration fees (note 6)	13,588	18,741
Independent Review Committee fees	592	587
Interest expense	436	366
Harmonized Sales Tax/Goods and Services Tax	34,960	47,189
Total expenses	<u>394,210</u>	<u>558,845</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>3,100,656</u>	<u>349,170</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER SERIES		
Series A	2,926,255	349,170
Series F	174,401	–
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS PER UNIT†		
Series A	1.37	0.11
Series F	0.97	–
WEIGHTED AVERAGE NUMBER OF UNITS PER SERIES		
Series A	2,135,292	3,142,231
Series F	178,972	–

† 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)	2019	2018
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD		
Series A	32,751,299	55,120,699
Series F	1,745,370	–
	<u>34,496,669</u>	<u>55,120,699</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS FROM OPERATIONS		
Series A	2,926,255	349,170
Series F	174,401	–
	<u>3,100,656</u>	<u>349,170</u>
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from issue		
Series A	264,365	1,063,642
Series F	449,680	–
Payments on redemption		
Series A	(5,340,443)	(14,286,711)
Series F	(334,058)	–
	<u>(4,960,456)</u>	<u>(13,223,069)</u>
INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
Series A	(2,149,823)	(12,873,899)
Series F	290,023	–
	<u>(1,859,800)</u>	<u>(12,873,899)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD		
Series A	30,601,476	42,246,800
Series F	2,035,393	–
	<u>32,636,869</u>	<u>42,246,800</u>

STATEMENTS OF CASH FLOWS

For the periods ended June 30 (note 1),

(in dollars)	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets attributable to holders of redeemable units	3,100,656	349,170
Adjustments for:		
Net realized (gain) loss on non-derivative financial assets	(1,074,093)	(2,429,301)
Change in unrealized (gain) loss on non-derivative financial assets	(2,145,275)	1,827,708
Other non-cash transactions	(275,039)	(305,398)
Purchases of non-derivative financial assets and liabilities	–	(35,999)
Proceeds from sale of non-derivative financial assets and liabilities	5,354,099	13,716,400
Accrued investment income and other	(17)	(125)
Accrued expenses and other payables	62,920	82,087
Net cash provided by (used in) operating activities	<u>5,023,251</u>	<u>13,204,542</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	716,463	1,101,023
Amounts paid on redemption of redeemable units	(5,682,066)	(14,329,546)
Net cash provided by (used in) financing activities	<u>(4,965,603)</u>	<u>(13,228,523)</u>
Net increase (decrease) in cash	57,648	(23,981)
Cash (bank overdraft), beginning of period	13,468	71,379
CASH (BANK OVERDRAFT), END OF PERIOD	<u>71,116</u>	<u>47,398</u>
Interest paid ⁽¹⁾	436	366
Interest received, net of withholding taxes ⁽¹⁾	316	750

(1) Classified as operating items.

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2019

Issuer	Number of Units	Average Cost (\$)	Carrying Value (\$)
INVESTMENTS IN UNDERLYING FUNDS – 99.9%			
Canadian Equity Funds – 30.0%			
Scotia Private Canadian Growth Pool Series I	205,170	2,702,284	3,906,314
Scotia Private Canadian Mid Cap Pool Series I	67,893	1,040,106	1,470,713
Scotia Private Canadian Small Cap Pool Series I	41,571	1,121,317	1,467,776
Scotia Private Canadian Value Pool Series I	115,413	2,193,730	2,942,106
		<u>7,057,437</u>	<u>9,786,909</u>
Fixed Income Funds – 40.1%			
Scotia Private High Yield Income Pool Series I	385,825	3,566,489	3,255,167
Scotia Private Income Pool Series I	886,864	9,734,101	9,838,070
		<u>13,300,590</u>	<u>13,093,237</u>
Foreign Equity Funds – 29.8%			
Scotia Private Emerging Markets Pool Series I	60,282	591,721	652,242
Scotia Private Global Real Estate Pool Series I	95,677	1,393,025	1,915,813
Scotia Private International Equity Pool Series I	197,319	2,309,962	2,610,998
Scotia Private International Small to Mid Cap Value Pool Series I	19,455	332,882	654,785
Scotia Private U.S. Large Cap Growth Pool Series I	51,254	479,454	1,621,192
Scotia Private U.S. Mid Cap Value Pool Series I	53,951	846,885	1,157,519
Scotia Private U.S. Value Pool Series I	64,373	772,291	1,120,890
		<u>6,726,220</u>	<u>9,733,439</u>
TOTAL INVESTMENT PORTFOLIO		<u>27,084,247</u>	<u>32,613,585</u>
OTHER ASSETS, LESS LIABILITIES – 0.1%			<u>23,284</u>
NET ASSETS – 100.0%			<u>32,636,869</u>

FUND SPECIFIC NOTES

For the periods indicated in Note 1

The Fund (note 1)

The Fund's investment 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. In addition to the risks described below, the Fund could be exposed to indirect risk to the extent that the Underlying Funds held financial instruments that were subject to the below risks.

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, 2019 and December 31, 2018. 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 did not have significant direct currency risk exposure as at June 30, 2019 or December 31, 2018.

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. Direct exposure to price risk is mainly in equities, underlying funds, derivatives and commodities, as applicable. As at June 30, 2019, approximately 99.9% (December 31, 2018 – 100.0%) of the Fund's net assets were directly exposed to price risk. If prices of these instruments had fluctuated by 10%, with all other variables held constant, net assets attributable to holders of redeemable units of the Fund would have decreased or increased by approximately \$3,261,359 (December 31, 2018 – \$3,447,928). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The Fund did not have significant direct exposure to bonds and debentures, money market instruments or preferred shares as at June 30, 2019 or December 31, 2018.

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. 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, 2019	December 31, 2018
Canadian Equity Funds	30.0	30.0
Fixed Income Funds	40.1	40.0
Foreign Equity Funds	29.8	30.0

Fair Value Classification (note 2)

Below is a summary of the classification of the Fund's financial instruments within the fair value hierarchy.

June 30, 2019	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Underlying funds	32,613,585	-	-	32,613,585
	32,613,585	-	-	32,613,585

December 31, 2018	Level 1	Level 2	Level 3	Total
	(\$)	(\$)	(\$)	(\$)
Underlying funds	34,479,278	-	-	34,479,278
	34,479,278	-	-	34,479,278

Transfers between levels

During the periods ended June 30, 2019 and December 31, 2018, there were no significant transfers between Level 1 and Level 2.

Offsetting of financial assets and liabilities (note 2)

As at June 30, 2019 and December 31, 2018, the Fund did not enter into any agreement whereby the financial instruments were eligible for offset.

Interest in Underlying Funds (note 2)

Below is a summary of the Underlying Funds owned by the Fund.

Underlying Fund	June 30, 2019	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Canadian Growth Pool Series I	3,906,314	1.7
Scotia Private Income Pool Series I	9,838,070	1.7
Scotia Private Canadian Value Pool Series I	2,942,106	1.5
Scotia Private Canadian Mid Cap Pool Series I	1,470,713	1.0
Scotia Private International Small to Mid Cap Value Pool Series I	654,785	1.0
Scotia Private U.S. Mid Cap Value Pool Series I	1,157,519	0.9
Scotia Private U.S. Value Pool Series I	1,120,890	0.9
Scotia Private High Yield Income Pool Series I	3,255,167	0.6
Scotia Private Global Real Estate Pool Series I	1,915,813	0.5
Scotia Private International Equity Pool Series I	2,610,998	0.3
Scotia Private U.S. Large Cap Growth Pool Series I	1,621,192	0.3
Scotia Private Canadian Small Cap Pool Series I	1,467,776	0.2
Scotia Private Emerging Markets Pool Series I	652,242	0.2
	32,613,585	

FUND SPECIFIC NOTES

For the periods indicated in Note 1

Underlying Fund	December 31, 2018	
	Carrying value of the Underlying Fund (\$)	Ownership percentage in Underlying Fund (%)
Scotia Private Canadian Growth Pool Series I	4,156,133	2.0
Scotia Private Income Pool Series I	10,367,551	1.9
Scotia Private Canadian Value Pool Series I	3,115,514	1.7
Scotia Private Canadian Mid Cap Pool Series I	1,570,297	1.3
Scotia Private International Small to Mid Cap Value Pool Series I	683,171	1.1
Scotia Private U.S. Mid Cap Value Pool Series I	1,199,490	1.1
Scotia Private U.S. Value Pool Series I	1,218,597	1.0
Scotia Private Global Real Estate Pool Series I	2,034,780	0.6
Scotia Private U.S. Large Cap Growth Pool Series I	1,733,477	0.5
Scotia Private High Yield Income Pool Series I	3,416,247	0.4
Scotia Private Canadian Small Cap Pool Series I	1,497,858	0.3
Scotia Private International Equity Pool Series I	2,796,667	0.3
Scotia Private Emerging Markets Pool Series I	689,496	0.2
	34,479,278	

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

As at June 30, 2019 and December 31, 2018, there were no significant 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.

The Statements of Financial Position of each of the Funds are as at June 30, 2019 and December 31, 2018, 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 June 30, 2019 and 2018, 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, 2019 or 2018, as applicable. The Schedule of Investment Portfolio for each of the Funds is as at June 30, 2019. 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 20, 2019 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 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

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 accounting

These interim financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards (“IFRS”).

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.

(b) Financial instruments

Classification

The Funds classify investments, including derivatives and short positions, at fair value through profit and 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.

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

All other financial liabilities, other than those classified as 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 equities, including exchange traded funds and closed end funds, 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 mutual funds are valued based on the net asset value per unit provided by the underlying mutual funds' 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 valued using quotations received from independent pricing sources. Options on futures are valued using settlement price determined by the exchange (if available); if no settlement price is available, the last reported closing sale price on the valuation date; or, if no closing sale price is available, the last reported settlement price.
- (vii) Futures contracts are valued at their settlement 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) Over-the-counter swap contracts are valued at the amount that the Funds would receive or pay to terminate the swap, based on the current value of the underlying interest on the valuation date; centrally cleared swaps listed or traded on a multilateral or trade facility platform, such as a registered exchange, are valued at the daily settlement price determined by the respective exchange (if available).

(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 asset value 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.

(l) Cash

Cash is comprised of cash on deposit and bank overdrafts, as applicable. Short term instruments are disclosed in “Non-derivative financial assets” in the Statements of Financial Position.

(m) 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.

In addition, reclassifications between series of the same fund are also non-cash in nature and have been excluded from "Proceeds from issue of redeemable units" and "Amounts paid on redemption of redeemable units" on 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, liquidity risk, and concentration 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.

(iii) 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 approval 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

	% of Net Asset Value		
	Series A	Series F	Series M
Scotia Private Canadian Mid Cap Pool	–	1.00	–
Scotia Private U.S. Value Pool	–	1.00	–
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	0.50
Scotia Private Global Real Estate Pool	–	1.00	–
Scotia Private Emerging Markets Pool	–	1.00	0.70
Scotia Private Global High Yield Pool	–	0.75	0.45
Scotia Private Global Infrastructure Pool	–	1.00	0.50
Pinnacle Portfolios			
Pinnacle Balanced Portfolio	2.10	0.80	–

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 “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 imposed commencing after

May 14, 2014, 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 Fund Costs. 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 expenses (“Operating Expenses”) common to the Fund 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 has agreed to absorb certain expenses associated with some of the Funds. The absorbed amounts are shown in the Statements of Comprehensive Income as “Expenses absorbed by the Manager”, where applicable. Such absorption, where applicable, may be terminated by the Manager at any time without notice.

The Fixed Administration Fee, 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	–	0.10	0.31
Scotia Private Global Real Estate Pool	–	0.10	0.03	–	–	0.11
Scotia Private Emerging Markets Pool	–	0.10	0.07	–	0.09	0.23
Scotia Private Global High Yield Pool	–	0.10	–	–	0.05	0.18
Scotia Private Global Infrastructure Pool	–	0.10	–	–	0.10	0.25
Pinnacle Portfolios						
Pinnacle Balanced Portfolio	0.08	0.08	–	–	–	–

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, 2019 and 2018, the following number of units were issued, reinvested and redeemed:

	June 30, 2019					June 30, 2018				
	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	11,419,238	3,300,164	241,710	1,715,548	13,245,564	12,046,753	1,845,099	223,135	2,586,891	11,528,096
Series F Units	27,838	8,923	230	2,852	34,139	34,383	–	211	5,261	29,333
Series I Units	66,584,016	4,001,702	1,375,319	5,145,277	66,815,760	79,283,343	1,721,185	1,593,479	1,614,793	80,983,214
Scotia Private Canadian Growth Pool										
Pinnacle Series Units	12,388,255	767,319	–	1,574,719	11,580,855	12,986,792	1,608,372	–	2,142,476	12,452,688
Series F Units	65,538	52,064	–	6,803	110,799	60,097	6,265	–	10,631	55,731
Series I Units	302,996	–	–	97,826	205,170	455,558	–	–	105,223	350,335
Scotia Private Canadian Mid Cap Pool										
Pinnacle Series Units	4,779,273	523,975	–	602,039	4,701,209	4,252,755	1,379,228	–	785,336	4,846,647
Series F Units	23,399	12,659	–	600	35,458	17,632	4,846	–	3,528	18,950
Series I Units	1,545,531	635,904	–	28,007	2,153,428	812,791	399,981	–	30,025	1,182,747
Scotia Private Canadian Small Cap Pool										
Pinnacle Series Units	3,362,857	443,030	–	411,212	3,394,675	2,927,783	729,437	–	368,876	3,288,344
Series F Units	145,249	30,384	–	26,533	149,100	117,367	30,314	–	9,323	138,358
Series I Units	13,188,360	742,144	–	616,053	13,314,451	14,855,817	297,941	–	395,570	14,758,188
Series M Units	6,233,367	530,036	–	1,985,887	4,777,516	5,816,348	870,856	–	523,213	6,163,991
Scotia Private Canadian Value Pool										
Pinnacle Series Units	8,219,725	643,586	–	996,789	7,866,522	8,266,065	1,105,327	–	1,277,440	8,093,952
Series F Units	39,312	19,531	–	2,980	55,863	40,837	4,901	–	11,931	33,807
Series I Units	166,469	–	–	51,056	115,413	239,502	88	–	49,315	190,275
Scotia Private Emerging Markets Pool										
Pinnacle Series Units	9,685,885	773,165	–	1,352,165	9,106,885	6,486,624	2,681,771	–	631,632	8,536,763
Series F Units	3,050	8,741	–	761	11,030	–	–	–	–	–
Series I Units	26,423,942	2,180,893	–	819,973	27,784,862	18,780,879	894,170	–	1,347,534	18,327,515
Series M Units	1,502,447	199,188	–	1,597,411	104,224	1,448,789	563,922	–	201,496	1,811,215
Scotia Private Global Equity Pool										
Pinnacle Series Units	925,995	22,764	–	115,448	833,311	1,115,606	80,395	–	271,445	924,556
Series F Units	281,347	40,125	–	15,544	305,928	325,635	37,970	–	43,938	319,667
Series I Units	15,750,536	400,923	–	1,140,455	15,011,004	12,843,577	5,982	–	1,243,052	11,606,507
Series M Units	–	17,041,514	–	1,054,578	15,986,936	–	–	–	–	–
Scotia Private Global High Yield Pool										
Pinnacle Series Units	9,361,477	1,402,200	345,404	1,085,303	10,023,778	7,500	9,319,718	193,027	309,880	9,210,365
Series F Units	2,749	5,494	122	664	7,701	–	–	–	–	–
Series M Units	29,664,387	10,261,926	440,908	26,960,591	13,406,630	7,500	32,303,315	561,008	3,008,819	29,863,004
Scotia Private Global Infrastructure Pool										
Pinnacle Series Units	8,660,407	592,580	–	1,230,103	8,022,884	7,500	8,412,650	–	274,972	8,145,178
Series F Units	2,096	5,386	–	604	6,878	–	–	–	–	–
Series M Units	22,781,054	7,239,625	–	5,755,132	24,265,547	7,500	21,140,930	–	913,155	20,235,275

	June 2019					June 2018				
	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 Global Real Estate Pool										
Pinnacle Series Units	5,972,510	292,834	–	828,443	5,436,901	9,271,871	845,460	–	4,035,193	6,082,138
Series F Units	37,290	32,234	–	2,362	67,162	44,105	4,864	–	10,753	38,216
Series I Units	12,368,292	711,875	–	779,292	12,300,875	10,309,688	506,669	–	262,939	10,553,418
Scotia Private High Yield Income Pool										
Pinnacle Series Units	16,100,859	2,284,199	640,875	1,890,442	17,135,491	26,077,671	2,601,324	646,815	12,060,191	17,265,619
Series F Units	1,644,930	14,791	11,458	106,272	1,564,907	1,721,259	40,832	10,042	77,461	1,694,672
Series I Units	44,437,262	2,912,074	1,564,223	7,430,005	41,483,554	61,800,705	3,249,906	1,974,986	1,277,001	65,748,596
Series K Units	1,404,179	193,286	42,637	488,766	1,151,336	1,133,645	440,881	40,490	197,016	1,418,000
Series M Units	29,255,813	422,720	29,000	29,038,191	669,342	53,641,437	3,535,725	768,174	26,112,146	31,833,190
Scotia Private Income Pool										
Pinnacle Series Units	49,765,895	7,346,430	696,752	7,139,038	50,670,039	47,367,901	8,704,877	621,207	6,382,773	50,311,212
Series F Units	128,035	22,535	549	8,030	143,089	142,134	10,866	485	27,337	126,148
Series I Units	1,140,260	–	13,206	266,602	886,864	1,877,805	1,934	20,015	392,284	1,507,470
Scotia Private International Equity Pool										
Pinnacle Series Units	14,931,502	1,171,220	–	2,005,686	14,097,036	14,118,804	1,756,682	–	2,024,920	13,850,566
Series F Units	112,296	31,783	–	32,343	111,736	103,638	13,550	–	9,869	107,319
Series I Units	63,804,777	4,795,317	–	4,304,021	64,296,073	78,569,837	2,514,825	–	3,660,687	77,423,975
Scotia Private International Small to Mid Cap Value Pool										
Pinnacle Series Units	2,098,707	178,563	–	355,739	1,921,531	2,129,456	267,757	–	403,078	1,994,135
Series F Units	18,966	13,812	–	1,840	30,938	16,564	3,169	–	3,798	15,935
Series I Units	29,466	–	–	7,254	22,212	40,233	97	–	9,582	30,748
Scotia Private Short Term Income Pool										
Pinnacle Series Units	885,597	51,570	888	759,651	178,404	708,488	372,944	2,071	753,715	329,788
Series F Units	6,061	1,731	10	937	6,865	15,098	599	50	5,227	10,520
Scotia Private Strategic Balanced Pool										
Pinnacle Series Units	3,130,047	411,976	48,182	769,320	2,820,885	3,230,469	421,739	48,100	407,989	3,292,319
Series F Units	61,418	13,292	231	13,101	61,840	65,359	2,249	184	6,139	61,653
Scotia Private U.S. Large Cap Growth Pool										
Pinnacle Series Units	5,698,324	477,086	–	992,008	5,183,402	5,874,076	1,021,781	–	781,974	6,113,883
Series F Units	83,735	110,662	–	9,549	184,848	51,542	27,847	–	6,828	72,561
Series I Units	177,146	16,659	–	28,491	165,314	218,631	17,825	–	53,402	183,054
Series M Units	13,978,361	15,223,906	–	2,374,423	26,827,844	13,619,736	2,100,867	–	1,238,245	14,482,358
Scotia Private U.S. Mid Cap Value Pool										
Pinnacle Series Units	5,517,260	568,295	–	1,047,566	5,037,989	4,833,302	1,234,563	–	690,321	5,377,544
Series F Units	32,427	10,174	–	3,390	39,211	24,951	5,018	–	3,197	26,772
Series I Units	729,009	275,451	–	22,723	981,737	426,039	136,051	–	30,261	531,829
Scotia Private U.S. Value Pool										
Pinnacle Series Units	7,610,474	615,167	–	1,048,969	7,176,672	7,370,819	1,222,281	–	929,009	7,664,091
Series F Units	49,162	17,515	–	5,982	60,695	37,662	9,279	–	10,508	36,433
Series I Units	248,643	49,726	–	24,076	274,293	252,167	26,379	–	38,702	239,844
Pinnacle Portfolios										
Pinnacle Balanced Portfolio										
Series A Units	2,308,023	17,924	–	353,069	1,972,878	3,684,560	71,293	–	956,929	2,798,924
Series F Units	179,432	42,866	–	32,135	190,163	–	–	–	–	–

(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 Private Short Term Income Pool, qualifies as a mutual fund trust under the *Income Tax Act (Canada)*. Scotia Private Short Term Income Pool 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 Private Short Term Income Pool, 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 2018 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 American Core-Plus Bond Pool	–	–	46,703,087
Scotia Private Canadian Growth Pool	–	–	34,300,599
Scotia Private Canadian Value Pool	–	–	4,151,795
Scotia Private Emerging Markets Pool	–	–	11,477,410
Scotia Private Global High Yield Pool	–	–	15,539,816
Scotia Private High Yield Income Pool	–	–	70,904,169
Scotia Private Income Pool	–	–	21,852,783
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	–	–	1,655,901
Scotia Private U.S. Mid Cap Value Pool	–	–	30,875,964
Scotia Private U.S. Value Pool	–	–	266,710
Pinnacle Portfolios			
Pinnacle Balanced Portfolio	2037	25,809	520,755

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.

If applicable, the uncertain tax liabilities recorded by the Funds are shown in the Statements of Financial Position as "Provision for uncertain tax" and in the Statements of Comprehensive Income as "Foreign withholding taxes/tax reclaims". While any such provision 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, 2019 and 2018 are set out below.

Fund	2019	2018
Scotia Private Canadian Small Cap Pool	\$ 32,339	\$ 17,816
Scotia Private Emerging Markets Pool	95,032	40,090
Scotia Private Global Equity Pool	17,832	41,321
Scotia Private Global Real Estate Pool	191,007	228,108
Scotia Private International Small to Mid Cap Value Pool	15,499	–
Scotia Private Strategic Balanced Pool	227	78

10. Related Party Transactions

The Manager is a wholly owned subsidiary of The Bank of Nova Scotia ("Scotiabank").

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.

- 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 of Funds as detailed in note 5 and note 6 respectively. In addition, Scotiabank, as a custodian for certain Funds, earns a fee for providing custody and related services. The custodian holds cash and investments of the Funds and keeps them safe to ensure that they are used only for the benefit of the investors of the Funds. 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.
- Scotiabank owns, directly or indirectly, 100% of Scotia Capital Inc. (which includes ScotiaMcLeod and Scotia iTRADE), an investment dealer. Decisions about the purchase and sale of each Fund's portfolio investments 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, 2019 and 2018 are as follows:

Fund	June 30, 2019	June 30, 2018
Scotia Private Strategic Balanced Pool	\$ 276	\$ 524
Scotia Private Canadian Value Pool	6,361	17,137
Scotia Private Canadian Mid Cap Pool	977	1,448
Scotia Private Canadian Growth Pool	2,353	830
Scotia Private Canadian Small Cap Pool	11,070	9,275
Scotia Private Global Infrastructure Pool	637	–

- (c) Scotiabank owns, directly or indirectly, 100% of Scotia Securities Inc., a mutual fund dealer. Certain registered dealers through which units of the Fund are distributed are related parties to the Fund and the Manager. The Manager may pay a trailing commission, which is negotiated with dealers, to dealers for their financial advisors in respect of the assets of their clients invested in securities of the Funds. The Manager may also pay trailing commissions to dealers for securities purchased or held through discount brokerage accounts.
- (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, which include investments in related funds as described in (f) below and investments in securities of Scotiabank. The Funds are also permitted to enter into derivative transactions with Scotiabank as counterparty.
- (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, 2019 and December 31, 2018, are disclosed below:

Fund	June 30, 2019	December 31, 2018
Pinnacle Balanced Portfolio	–	100 Series F Units
Scotia Private Emerging Markets Pool	–	102 Series F Units
Scotia Private Global High Yield Pool	–	101 Series F Units
Scotia Private Global High Yield Pool	–	–
Scotia Private Global Infrastructure Pool	–	103 Series F Units

- (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 included as part of "Securities lending" 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.

The aggregate market value of the securities on loan and the collateral received by the Funds as at June 30, 2019 and December 31, 2018 are presented below along with the income earned for the six month periods ended June 30, 2019 and 2018.

	As at June 30, 2019		For the period ended June 30, 2019		
	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	–	–	2,218	951	3,169
Scotia Private Canadian Growth Pool	2,509,277	2,634,188	1,008	432	1,440
Scotia Private Canadian Mid Cap Pool	6,616,540	6,978,209	3,899	1,671	5,570
Scotia Private Canadian Small Cap Pool	25,202,164	26,270,483	54,081	23,178	77,259
Scotia Private Canadian Value Pool	15,544,470	16,228,935	3,804	1,630	5,434
Scotia Private Emerging Markets Pool	–	–	3,755	1,609	5,364
Scotia Private Global Equity Pool	9,780,778	10,211,919	238,319	102,137	340,456
Scotia Private Global Real Estate Pool	5,911,206	6,188,112	2,785	1,194	3,979
Scotia Private High Yield Income Pool	1,843,770	1,934,907	25,696	11,013	36,709
Scotia Private Income Pool	33,375,469	35,038,190	16,523	7,081	23,604
Scotia Private International Equity Pool	10,853,453	11,437,401	117,234	50,243	167,477
Scotia Private International Small to Mid Cap Value Pool	1,269,539	1,324,509	6,710	2,876	9,586
Scotia Private Short Term Income Pool	–	–	18	8	26

	As at June 30, 2019		For the period ended June 30, 2019		
	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 Strategic Balanced Pool	598,488	635,733	1,556	667	2,223
Scotia Private U.S. Large Cap Growth Pool	42,495,316	44,074,658	16,118	6,908	23,026
Scotia Private U.S. Mid Cap Value Pool	4,186,420	4,295,076	1,289	552	1,841
Scotia Private U.S. Value Pool	4,781,861	5,002,075	5,154	2,209	7,363

	As at December 31, 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	7,094,427	7,454,396	18,187	7,794	25,981
Scotia Private Canadian Growth Pool	3,643,683	3,830,888	2,280	977	3,257
Scotia Private Canadian Mid Cap Pool	5,325,984	5,596,261	62,448	26,763	89,211
Scotia Private Canadian Small Cap Pool	14,972,017	15,747,875	77,902	33,387	111,289
Scotia Private Canadian Value Pool	9,270,482	9,754,325	5,412	2,319	7,731
Scotia Private Emerging Markets Pool	17,405,200	18,323,014	6,724	2,882	9,606
Scotia Private Global Equity Pool	25,478,562	26,769,250	40,269	17,258	57,527
Scotia Private Global Real Estate Pool	10,398,485	10,933,486	2,913	1,248	4,161
Scotia Private High Yield Income Pool	8,587,663	8,874,336	18,504	7,930	26,434
Scotia Private Income Pool	64,947,168	68,242,595	23,210	9,947	33,157
Scotia Private International Equity Pool	12,980,795	13,670,166	92,434	39,615	132,049
Scotia Private International Small to Mid Cap Value Pool	155,310	163,500	141	60	201
Scotia Private Strategic Balanced Pool	2,785,151	2,927,418	1,206	517	1,723
Scotia Private U.S. Large Cap Growth Pool	25,557,543	26,872,840	1,109	475	1,584
Scotia Private U.S. Mid Cap Value Pool	5,389,806	5,664,213	558	239	797
Scotia Private U.S. Value Pool	3,542,026	3,730,476	2,397	1,027	3,424

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.



Neal Kerr
President
1832 Asset Management L.P.

August 20, 2019



Anil Mohan
Chief Financial Officer
1832 Asset Management L.P.

For more information about Scotia Private Pools® and Pinnacle Portfolios:

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