

Scotia U.S. \$ Balanced Fund - Series A

Global Neutral Balanced

Investment Objective

The fund's objective is to provide long term capital growth and current income in U.S. dollars. It invests primarily in a combination of fixed income and equity securities that are denominated in U.S. dollars.

Reasons for Investing

- Fund is transacted and priced in U.S. dollars.
- Balanced exposure to U.S. dollar denominated fixed income and equity securities from the world's largest economy.
- Risk exposure aligned with longer-term investment or liability horizon.

Risk Rating



Time Horizon — Medium-Long

FUND ESSENTIALS

Inception Date	July 6, 2011
Total Assets \$mil	70.83
Min. Initial Inv.(\$)	500
Min. Additional Inv.(\$)	25
Income Distribution	Quarterly
Capital Distribution	Annually
MER % (as of 12/31/2017)	1.93
NAV \$	9.99
Benchmark	50% S&P 500, 50% Barclays Capital U.S. Aggregate Bond Index

Series	Load Structure	Currency	Fund Code
A	No Load	USD	BNS308

Portfolio Manager(s)

Michael McHugh 1832 Asset Management L.P.
 Damian Hoang 1832 Asset Management L.P.

Management 1832 Asset Management L.P.
 Telephone 1-800-268-9269
 Website www.scotiafunds.com

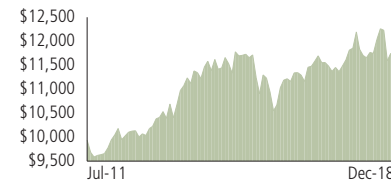
PERFORMANCE & PORTFOLIO ANALYSIS

Compound returns (%)	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Incep.
Fund	-4.71	-8.47	-4.72	-5.58	0.76	-0.08	--	1.52

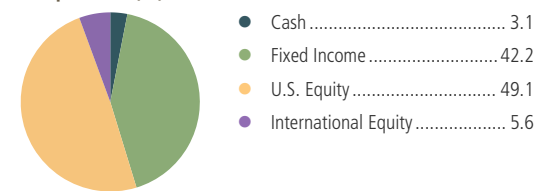
Calendar Year Returns (%)	YTD	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Fund	-5.58	3.26	4.92	-5.11	2.62	11.96	3.92	--	--	--	--

Distributions (\$/unit)	YTD	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.50	--	0.10	0.44	--	0.14	--	--	--	--	--
Dividends	--	--	--	0.06	--	--	--	--	--	--	--
Capital Gains	--	--	0.10	0.38	--	0.14	--	--	--	--	--

Growth of \$10,000



Composition (%)



Top 10 Holdings

WI TREASURY SEC. 2.250% 111527	4.2
US TREASURY N/B 2.125 113023	3.8
US TREASURY N/B 1.625% 111522	3.8
United States Treasury N/B 2.875% 081528	2.6
US Treasury N/B 2.25% 111525	2.2
US TREASURY N/B 1.125% 022821	2.1
US Treasury N/B 3.625% 021521	2.1
US Treasury N/B 1.75% 103120	1.6
US Treasury N/B 2.125% 051525	1.4
Walt Disney Company	1.4

Total

% Assets

United States of America	90.0
Canada	4.1
Ireland	2.8
United Kingdom	1.4
Switzerland	1.4
Fixed Income Breakdown (%)	
Government Bonds	66.0
Corporate Bonds	19.5
Other Bonds	5.0
Short-term investments (Cash & Other)	6.8
REITs	2.7

Total Portfolio Holdings

Stock Holdings	47
Bond Holdings	39
Other Holdings	2
Total Number of Underlying Holdings	88

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MANAGER BIO



Michael McHugh
Manager Since July 11, 2011
1832 Asset Management L.P.

Michael is Vice-President and Portfolio Manager at 1832 Asset Management L.P. He joined 1832 Asset Management L.P. in 1996 and is responsible for the management of over \$5.5 billion in fixed-income assets. Michael began his investment career in 1986 as an equity research analyst. He holds both an Honours Bachelor of Arts and a Masters degree in economics. He also has his CFA designation.



Damian Hoang
Manager Since September 19, 2017
1832 Asset Management L.P.

Damian Hoang joined 1832 Asset Management L.P. in 2012 as a Senior Derivatives Strategist and was promoted to the role of Portfolio Manager in late 2015. He has 10 years of industry experience, previously at Bank of America Merrill Lynch where he was a Vice President, Cross Asset Solutions. In addition to derivatives and traditional equity investing, Damian has focused on researching, developing, and deploying fundamental-based quantitative strategies and techniques. He applies his quantitative expertise to enhance traditional equity investing, options income strategies, and macro tactical asset allocation at 1832 Asset Management. Damian received a Bachelor of Applied Science in Computer Engineering from the University of Toronto and a MBA from the Richard Ivey School of Business.

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1832 Asset Management L.P., as Manager of the ScotiaFunds, may compensate its staff and any appointed sub-distributor by regular payments based on the net asset value (NAV) of units held by investors. For further details, please refer to the Simplified Prospectus.