



Canadian Scholarship Trust Group Savings Plan

Semi-Annual Financial Statements
April 30, 2014

Unaudited



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Unaudited semi-annual financial statements

The accompanying semi-annual financial statements have not been reviewed by the external auditors of the Plan in accordance with assurance standards applicable to a review of interim financial statements.

Statements of Net Assets Available for Education Assistance Payments

As at April 30, 2014 and October 31, 2013 (in thousands of dollars)

	Apr 30, 2014	Oct 31, 2013 (Audited)
Assets		
Investments, at fair value <i>(Note 4 and Schedule I)</i>	\$ 855,000	\$ 863,648
Cash and cash equivalents	38,673	31,585
Short-term investments	22,419	24,294
Accrued interest and other receivables	7,451	8,111
Receivables for securities sold	2,406	312
Government grants receivable	462	481
	926,411	928,431
Liabilities		
Accounts payable, accrued liabilities and unclaimed subscribers' funds	6,535	8,378
Payables for securities purchased	3,099	607
Subscribers' deposits <i>(Note 6)</i>	427,730	436,112
	437,364	445,097
Net Assets Available for Education Assistance Payments	489,047	483,334
Represented by:		
Non-Discretionary Funds		
Accumulated interest held for future education assistance payments	246,182	249,663
Government grants	127,103	127,983
Interest on Government grants	62,308	61,553
Sales charge refund entitlements <i>(Notes 3(b) and 8)</i>	50,131	47,517
Unrealized Gains (Losses)	2,176	(4,614)
Discretionary Funds		
Donations from the Foundation <i>(Note 7)</i>	1,147	1,232
	\$ 489,047	\$ 483,334

Statements of Investment Operations

For the six months ended April 30, 2014 and 2013 (in thousands of dollars)

	Apr 30, 2014	Apr 30, 2013
Income		
Interest income	\$ 13,902	\$ 16,441
Realized losses	(4,297)	(561)
Other income	643	168
	10,248	16,048
Expenses		
Plan administration and processing <i>(Note 3(a))</i>	1,893	1,899
Financial reporting <i>(Note 3(a))</i>	473	567
Portfolio management	574	625
Custodian and trustee	80	84
	3,020	3,175
Net Investment Income	7,228	12,873
Increase in Unrealized Gains	6,790	1,641
Increase in Net Assets from Investment Operations	\$ 14,018	\$ 14,514

Statements of Changes in Net Assets Available for Education Assistance Payments

For the six months ended April 30, 2014 and 2013 (in thousands of dollars)

	Apr 30, 2014	Apr 30, 2013
Net Assets Available for Education Assistance Payments, Beginning of Period	\$ 483,334	\$ 528,230
Increase in Net Assets from Investment Operations	14,018	14,514
Transfers to internal and external plans	(1,241)	(2,999)
	12,777	11,515
Receipts		
Government grants received (net of repayments)	1,591	2,849
Disbursements		
Payments to beneficiaries		
Education assistance payments	(4,934)	(3,963)
Government grants	(1,572)	(1,282)
Refund of Sales Charge	(1,192)	(1,233)
Return of interest	(957)	(761)
Total payments to beneficiaries	(8,655)	(7,239)
Receipts less Disbursements	(7,064)	(4,390)
Increase in Net Assets Available for Education Assistance Payments	5,713	7,125
Net Assets Available for Education Assistance Payments, End of Period	\$ 489,047	\$ 535,355

Statements of Cash Flows

For the six months ended April 30, 2014 and 2013 (in thousands of dollars)

	Apr 30, 2014	Apr 30, 2013
Operating Activities		
Increase in Net Assets from Investment Operations	\$ 14,018	\$ 14,514
Net disbursements from investment transactions	13,414	1,547
Items not affecting cash		
Realized losses on sale of investments	4,297	561
Increase in Unrealized Gains	(6,790)	(1,641)
Change in non-cash operating working capital		
Decrease in Accrued interest and other receivables	660	408
Decrease (increase) in Government grants receivable	19	(119)
Decrease in Accounts payable, accrued liabilities and unclaimed subscribers' funds	(1,843)	(93)
Cash flow from Operating Activities	23,775	15,177
Financing Activities		
Transfers to internal and external plans	(1,241)	(2,999)
Government grants received (net of repayments)	1,591	2,849
Net decrease in Subscribers' deposits <i>(Note 6)</i>	(8,382)	(6,399)
Payments to beneficiaries	(8,655)	(7,239)
Cash flow used in Financing Activities	(16,687)	(13,788)
Net increase in Cash and cash equivalents	7,088	1,389
Cash and cash equivalents, Beginning of Period	31,585	21,213
Cash and cash equivalents, End of Period	\$ 38,673	\$ 22,602

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

Schedule I – Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)		
Bonds				Bonds (continued)					
Federal – 53.6%				Municipal and Provincial – 43.0% (continued)					
Government of Canada				Province of Manitoba					
2.00%	1 Dec 2014	2,005	2,017	2,023	5.02%	3 Dec 2015	750	798	804
1.50	1 Aug 2015	28,375	28,549	28,588	1.85	5 Sep 2018	749	748	741
1.48	15 Mar 2017	3,296	3,328	3,329	5.50	15 Nov 2018	347	400	402
1.50	1 Sep 2017	5,014	5,044	5,034	1.40	2 Apr 2019	1,263	1,264	1,265
2.05	15 Jun 2018	10,488	10,619	10,513	3.85	1 Dec 2021	1,420	1,526	1,566
1.25	1 Sep 2018	34,490	34,030	33,636	4.40	5 Sep 2025	937	1,033	968
3.25	1 Jun 2021	41	44	44	3.25	5 Sep 2029	5,000	4,805	4,704
2.75	1 Jun 2022	1,072	1,119	1,095	6.30	5 Mar 2031	1,805	2,398	2,376
1.50	1 Jun 2023	255	239	234	5.70	5 Mar 2037	1,605	2,065	2,171
4.25	1 Dec 2026	300	620	653	4.60	5 Mar 2038	810	909	954
5.00	1 Jun 2037	317	429	426	4.65	5 Mar 2040	1,630	1,849	1,748
4.00	1 Jun 2041	743	889	890	4.10	5 Mar 2041	13,900	14,546	14,894
					4.40	5 Mar 2042	2,745	3,017	3,186
					3.35	5 Mar 2043	2,075	1,906	1,844
					4.05	5 Sep 2045	1,255	1,311	1,298
					3.15	5 Sep 2052	590	514	515
					Province of New Brunswick				
					4.30	3 Dec 2015	7,180	7,533	7,466
					4.70	21 Jul 2016	8,200	8,809	8,977
					4.45	26 Mar 2018	3,140	3,454	3,464
					6.47	30 Nov 2027	534	644	671
					4.55	26 Mar 2037	600	652	574
					Province of Newfoundland and Labrador				
					5.60	17 Oct 2033	209	259	244
					3.83	1 Jun 2037	1,126	1,199	1,149
					Province of Nova Scotia				
					4.60	18 Aug 2016	15,535	16,693	16,921
					4.40	1 Jun 2042	448	487	534
					Province of Ontario				
					4.40	8 Mar 2016	12,155	12,862	12,511
					3.20	8 Sep 2016	9,290	9,702	9,825
					4.30	8 Mar 2017	14,576	15,729	16,100
					1.90	8 Sep 2017	2,925	2,952	2,920
					4.20	8 Mar 2018	11,972	13,045	13,151
					2.10	8 Sep 2018	1,500	1,508	1,492
					4.00	2 Jun 2021	1,273	1,378	1,321
					3.15	2 Jun 2022	1,945	1,975	2,000
					6.20	2 Jun 2031	1,805	2,365	2,315
					4.70	1 Jun 2037	275	293	272
					4.70	2 Jun 2037	685	771	802
					4.65	2 Jun 2041	1,485	1,673	1,799
Municipal and Provincial – 43.0%									
55 School Board Trust Series A Secured Debenture									
5.90	2 Jun 2033	235	285	249					
Alberta Capital Finance									
4.45	15 Dec 2025	412	457	408					
Province of Alberta									
1.38	27 May 2016	4,731	4,749	4,731					
1.85	1 Sep 2016	4,710	4,778	4,778					
2.55	15 Dec 2022	1,626	1,590	1,597					
3.90	1 Dec 2033	10,335	10,665	10,592					
3.45	1 Dec 2043	136	129	128					
Province of British Columbia									
4.70	1 Dec 2017	17,805	19,724	20,285					
3.70	18 Dec 2020	895	964	922					
3.25	18 Dec 2021	1,582	1,645	1,657					
5.70	18 Jun 2029	489	615	612					
6.35	18 Jun 2031	1,256	1,695	1,727					
5.40	18 Jun 2035	4,215	5,262	5,390					
4.95	18 Jun 2040	770	924	892					
4.30	18 Jun 2042	3,955	4,339	4,362					
3.20	18 Jun 2044	1,045	945	911					
			312,687	312,866					

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

Schedule I – Statement of Investment Portfolio (continued)

As at April 30, 2014 (in thousands of dollars)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)				
Bonds (continued)				Bonds (continued)							
Municipal and Provincial – 43.0% (continued)				Corporate – 2.6% (continued)							
Province of Quebec				Ornge Issuer Trust							
5.00%	1 Dec 2015	8,940	9,475	9,865	5.73%	11 Jun 2034	923	1,013	1,056		
4.50	1 Dec 2016	10,893	11,751	12,139	Pearson Internation Fuel Facilities Corp						
4.50	1 Dec 2017	6,189	6,787	6,906	5.09	9 Mar 2032	823	839	882		
4.25	1 Dec 2021	2,588	2,831	2,821	Real Estate Asset Liquidity Series Class A						
6.25	1 Jun 2032	2,258	2,959	2,887	4.62	12 Sep 2016	185	195	185		
5.00	1 Dec 2041	300	350	376	Royal Office Finance						
Province of Saskatchewan				5.21				12 Nov 2032	1,964	2,127	1,983
6.40	5 Sep 2031	4,056	5,513	5,614	Standard Life Assurance						
5.60	5 Sep 2035	1,960	2,505	2,649	3.94	21 Sep 2022	258	271	258		
4.75	1 Jun 2040	2,450	2,855	3,007	Sun Life Financial Inc						
3.40	3 Feb 2042	1,065	1,001	1,004	4.95	1 Jun 2036	593	628	628		
3.90	2 Jun 2045	2,995	3,085	3,088	Toronto Hospital						
			250,950	253,541	5.64	8 Dec 2022	615	694	704		
Corporate – 2.6%				Transcanada Pipelines							
407 International Inc.				8.05				17 Feb 2039	315	485	499
7.13	26 Jul 2040	47	65	66	11.80	20 Nov 2020	32	48	48		
CBC				WTH Car Rental							
4.69	15 May 2027	522	587	555	4.14	20 Mar 2015	362	366	377		
GE Capital Canada								14,972	14,879		
1.63	15 Feb 2022	706	675	648	Total Fixed Income Investments – 99.1%				578,609	581,286	
2.48	6 Feb 2023	284	292	284	Cash and Short-term Investments – 0.9%				4,986	4,986	
5.73	22 Oct 2037	122	146	140	Total Portfolio Assets – 100.0%				583,595	586,272	
Greater Toronto Airport Authority				Investments Allocation (Note 4)							
6.45	30 Jul 2029	955	1,175	1,183	Government Grants (Appendix I)				197,104	195,918	
Green Timbers LP				Canadian Scholarship Group Savings Plan							
6.84	30 Jun 2037	232	259	287	Trust Scholarship Pool (Appendix II)				25,791	25,824	
Honda Canada Finance Inc.				Sales Charge Refund							
2.23	23 Feb 2015	479	482	480	Entitlements (Appendix III)				53,496	49,796	
Manufacturers Life Insurance				Cash and Short-term							
4.17	1 Jun 2022	967	1,025	972	Investments (Appendices I, II & III)				56,106	56,106	
Maritimes and Northeast Pipelines				Total Investment Fund				916,092	913,916		
4.34	30 Nov 2019	676	698	704	Represented by:						
6.90	30 Nov 2019	120	135	139	Investments, at fair value				855,000		
Merrill Lynch Financial Assets				Cash and cash equivalents				38,673			
4.98	12 Jun 2016	498	532	533	Short-term Investments				22,419		
4.75	12 Jan 2040	269	286	288					916,092		
5.49	12 Aug 2017	386	424	428							
Milit-Air Inc.											
5.75	30 Jun 2019	442	485	499							
NAV Canada											
7.56	1 Mar 2027	666	845	849							
Ontrea Inc.											
4.62	9 Apr 2018	192	195	204							

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

Notes to the Financial Statements

Six months ended April 30, 2014 and 2013 (Unaudited, in thousands of dollars)

Note 1. Nature of Operations

The Canadian Scholarship Trust Group Savings Plan (the “Group Savings Plan”, or the “Plan”) is a Pooled Education Savings Plan, that was established on September 1, 1991. Since June 2001, the Plan is no longer available for sale. The objective of the Group Savings Plan is to assist parents and others to save for the post-secondary education of children. The Group Savings Plan is managed by C.S.T. Consultants Inc. (“C.S.T.C.”), a wholly-owned subsidiary of the Canadian Scholarship Trust Foundation (the “Foundation”).

Payments are made by a subscriber to an account maintained by the trustee on behalf of a beneficiary. Deductions of sales charges and account maintenance fees are made from the subscriber’s contributions. The principal accumulated over the term of the subscriber’s education savings plan agreement (the “Agreement”) is returned to the subscriber when:

- i. the Agreement matures and the beneficiary is a qualified student eligible to receive the first education assistance payment (“EAP”),
- ii. the Agreement matures and the beneficiary is not yet a qualified student, in which case the beneficiary will forfeit all Government grants (as defined below), or
- iii. the Agreement is terminated.

The investment income earned on the subscribers’ principal balance is transferred to the Scholarship Pool when the Agreement matures and is used to provide EAPs to qualified students. A beneficiary is deemed to be a qualified student upon receipt by the Foundation of evidence of enrolment in a qualifying educational program at an eligible institution.

There are a number of government grants that may be available to beneficiaries including the Canada Education Savings Grant Program (“CESG”), the Alberta Centennial Education Savings Grant (“ACES”), and the Quebec Education Savings incentive (“QESI”). In addition, the following grant has recently been introduced:

- i. The Saskatchewan Advantage Grant for Education Savings (“SAGES”) is available for contributions made after December 31, 2012 on behalf of beneficiaries resident in Saskatchewan. The Plan is expected to begin receiving this grant by December 31, 2014.

The Group Savings Plan receives the CESG, ACES, QESI, and SAGES (collectively, “Government grants”), which are paid directly into a beneficiary’s RESP and invests these funds in accordance with the Plan’s investment policies. The Government grants, along with investment income earned thereon, are paid to qualified students.

Agreements are registered with appropriate government authorities if all required information is provided, and once registered, are subject to the rules for RESPs under the *Income Tax Act* (Canada). The current tax legislation provides that income credited on subscribers’ principal is not taxable income of the subscriber unless withdrawn as an Accumulated Income Payment subject to certain eligibility requirements being met. The deposits are not deductible for income tax purposes and are not taxable when returned to the subscriber. Payments made to a beneficiary, including EAPs, Government grants and investment income earned on Government grants will constitute taxable income of that beneficiary in the year that the payments are made.

Note 2. Significant Accounting Policies

(a) Generally accepted accounting principles

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (“Canadian GAAP”).

(b) Future accounting standards

In December 2011, the Canadian Accounting Standards Board amended the deadline for adoption of International Financial Reporting Standards (“IFRS”) by certain qualifying investment funds to years beginning on or after January 1, 2014. Therefore, IFRS will replace Canadian GAAP and become effective for the Plan’s interim and annual financial statements relating to the fiscal year ending October 31, 2015. Management is in the process of developing a transition plan, which will include identifying differences between the Plan’s current accounting policies and those it expects to apply under IFRS, as well as any accounting policy and implementation decisions and their resulting impact, if any, on the financial statements of the Plan.

(c) Investment valuation

Investments, at fair value include the following types of securities: bonds, money market securities and pooled funds.

Bonds and money market securities are valued using bid prices at period end. In the event that quoted market prices are not available, the fair values are estimated using present value or other valuation techniques.

Investments in pooled funds used to pay the Sales Charge Refund Entitlements (“SCR Entitlements”) referred to in Note 3(b) are valued at net asset values of the pooled funds at the valuation date, as these represent the value that would be received by the Plan from redeeming its units held in the pooled funds.

Note 9 provides further guidance on fair value measurements.

(d) Investment transactions and income recognition

Investment transactions are accounted for on a trade-date basis. Interest income on investments is recognized using the effective interest method. Dividends are accrued as of the ex-dividend date. Realized gains (losses) on the sale of investments and change in unrealized gains (losses) on investments are calculated with reference to the average cost of the related investments and are recognized in the period that such gains (losses) occur.

(e) Subscribers’ deposits, Sales Charges and Account maintenance fees

Subscribers’ deposits reflect amounts received from subscribers net of sales charges and account maintenance fees and do not include future amounts receivable on outstanding Agreements. Account maintenance fees are paid annually to the Foundation from subscribers’ deposits and are accrued throughout the year.

(f) Income taxes

The Group Savings Plan is exempt from income taxes under Section 146.1 of the *Income Tax Act* (Canada).

(g) Cash and cash equivalents

Cash and cash equivalents include short-term investments with a purchase date to maturity of 90 days or less.

Notes to the Financial Statements (continued)

Six months ended April 30, 2014 and 2013 (Unaudited, in thousands of dollars)

Note 2. Significant Accounting Policies (continued)

(h) Use of estimates

In preparing the financial statements, management is required to use estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from the current estimates. Significant estimates included in these financial statements relate to SCR Entitlements (see Note 3(b)) and Accounts payable, accrued liabilities and unclaimed subscribers' funds.

Note 3. Related Party Transactions

(a) Administration of the Group Savings Plan

The Foundation, as the Plan sponsor, has appointed C.S.T.C. as the Investment Fund Manager to administer the Group Savings Plan. The agreement is renewable annually on November 1.

Account maintenance fees and administration fees (comprising Plan administration and processing, and Financial reporting expenses) are paid to the Foundation. Administration fees are annual fees of 1/2 of 1% of the total amount of principal, Government grants and income earned thereon.

Sales charges are paid by subscribers and deducted from their contributions. In accordance with the distribution agreement, the Foundation agreed to set aside a portion of the sales charges collected from subscribers to the SCR Fund each year in order to pay SCR Entitlements when they become due. The amount funded was equivalent to 50% of the estimated present value of the SCR Entitlements of \$200 per unit as determined at the time of sale.

The Foundation is responsible to pay to beneficiaries of the Plan the refunds of sales charges as promised. Any shortfall in the assets to meet the SCR Entitlements will be funded from the Foundation's surplus (see Note 8).

(b) Sales Charge Refund Entitlements

The Group Savings Plan pays SCR Entitlements to the beneficiaries from the SCR Fund, which amount to 100% of sales charges paid. The SCR Entitlement is paid with the first instalment of the EAP payouts to qualified beneficiaries for the Plan. The total amount of SCR Entitlements paid for the six months ended April 30, 2014 was \$1,192 (2013 – \$1,233).

As at April 30, 2014, the SCR Entitlements amount of \$50,131 (October 31, 2013 – \$47,517) presented in the Statements of Net Assets Available for Education Assistance Payments represents the average cost of the Plan's investments in the SCR Fund of \$49,934 (October 31, 2013 – \$47,646), less funds to be transferred to the Scholarship Pool of \$50 (October 31, 2013 – \$373) for SCR payments made to beneficiaries during the period, plus accrued interest of \$247 (October 31, 2013 – \$244). The fair value of the investments in the SCR Fund as at April 30, 2014, after adjusting for funds transferred to the Scholarship Pool and accrued interest, amounted to \$53,831 (October 31, 2013 – \$49,443).

(c) SCR Deficit Funding Payments from the Canadian Scholarship Trust Foundation

During the six-month period ended April 30, 2014, the Foundation provided deficit funding payments of \$2,000 (2013 – \$1,800) to the SCR Fund (see Note 8(b)).

All related party transactions are in the normal course of business and are measured at the exchange amount

Note 4. Investment Holdings

(a) Current holdings

The investment holdings are disclosed in Schedule I – Statement of Investment Portfolio and the related Appendices I – III to the schedule, which are explained below.

The Government grants received from Employment and Social Development Canada ("ESDC"), are collectively invested together with other C.S.T.C. administered plans. The principal and income received are separately tracked for each subscriber's Agreement. The portfolio holdings are allocated across all plans based on the proportion of principal and income attributable to Agreements within each plan (see Appendix I to Schedule I).

Upon maturity of each Agreement, the investment income accumulated to date attributable to that Agreement is transferred to the Canadian Scholarship Group Savings Plan Trust Scholarship Pool (the "Pool"), a shared investment pool with the Group Savings Plan 2001, another plan administered by C.S.T.C. (see Appendix II to Schedule I). From a subscriber's perspective, the income that is transferred is tracked by plan and by year of eligibility. The portfolio holdings of the Pool are allocated based on the Plan's proportionate share of income remaining in the Pool. The income earned from the Pool is credited to the General Fund (see Note 7).

Investments used to fund the SCR Entitlements of the Group Savings Plan and the Group Savings Plan 2001 of 100% of service charges paid, are managed in a separate fund (see Appendix III to Schedule 1). The SCR Fund's holdings and income are allocated to the Plan based on the Plan's proportionate share of the SCR Entitlements.

The investment restrictions set out in National Policy 15 of the Canadian Securities Administrators do not apply to assets in the SCR Fund.

(b) Recent developments

The Plan has provided an undertaking to the Canadian Securities Administrators to modify the restrictions of National Policy 15 so that it may invest the Plan's income in exchange traded securities, including index participation units of exchange traded funds. In addition, the Plan may now invest a greater portion of income into corporate debt securities. The undertaking does not apply to Subscribers' deposits and amounts representing Government grants. A new strategic investment mix for the Plan will be implemented during 2014.

As part of the implementation of the undertaking, the Plan's share of the Pool will be invested together with the interest portion of the pre-maturity holdings of subscribers. This will eliminate the allocations referred to in (a) above for this portfolio holding.

Notes to the Financial Statements (continued)

Six months ended April 30, 2014 and 2013 (Unaudited, in thousands of dollars)

Note 5. Risks Associated with Financial Instruments

In the normal course of business the Plan may be exposed to a variety of risks arising from financial instruments. The Plan's exposures to such risks are concentrated in its investment holdings and are related to market risk (which includes interest rate risk and other price risk), credit risk, liquidity risk and currency risk.

The Plan's risk management process includes monitoring compliance with the Plan's investment policy. The Plan manages the effects of these financial risks to the Plan portfolio performance by retaining and overseeing professional external investment managers. The investment managers regularly monitor the Plan's positions, market events and manage the investment portfolio within the constraints of the investment policy and mandate.

(a) Market risk

i. Interest rate risk

Interest rate risk is the risk of a decrease in the Plan's yield on interest-bearing investments as a result of fluctuations in market interest rates. There is an inverse relationship between changes in interest rates and changes in the fair value of bonds. This risk is actively managed using duration, yield curve analysis, sector and credit selection. There is reduced risk to interest rate changes for cash and cash equivalents due to their short-term nature.

The Plan's holdings of debt instruments by maturity are as follows:

Debt Instruments by Maturity Date	% of Total Investment Fund	
	April 30, 2014	October 31, 2013
Less than 1 year (including short-term investments)	10%	12%
1-3 years	43%	40%
3-5 years	21%	23%
Greater than 5 years	23%	22%
Total debt instruments	97%	97%
Equity	3%	3%
Total Investment Fund	100%	100%

As at April 30, 2014, if prevailing interest rates had increased by 1%, the Total Investment Fund amount of \$916,092 (October 31, 2013 – \$919,527) as per Schedule I – Statement of Investment Portfolio, would have decreased by \$32,156 (October 31, 2013 – \$31,978). If prevailing interest rates had decreased by 1%, the Total Investment Fund would have increased by \$36,794 (October 31, 2013 – \$37,288). This 1% change assumes a parallel shift in the yield curve with all other variables held constant. In practice, actual results may differ materially.

ii. Other price risk

Other price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, other than those arising from interest rate risk.

Factors specific to an individual investment, its issuer or other factors affecting all instruments traded in a market or market segment affect other price risk. The asset class that is most impacted by other price risk is the equity component of the SCR Fund, which represents 3% (October 31, 2013 – 3%) of the Total Investment Fund amount as at April 30, 2014. The risk associated with the equity component of the SCR Entitlements is managed by security selection and active management by external managers within approved investment policies and mandates.

As at April 30, 2014, if equity and underlying indices prices had increased or decreased by 1%, with all other variables held constant, the Total Investment Fund amount as per Schedule – I Statement of Investment Portfolio would have increased or decreased by approximately \$310 (October 31, 2013 – \$288). In practice, actual results may differ materially.

(b) Credit risk

Credit risk refers to the ability of the issuer of debt securities to make interest payments and repay principal. The Plan's portfolio is comprised of bonds issued or guaranteed by federal or provincial governments along with corporate debt instruments with a minimum approved credit rating as set by Canadian Securities Administrators. The Group Savings Plan has a concentration of investments in government and government guaranteed bonds, which are considered to be high credit quality investments thereby moderating credit risk.

The Plan's credit risk exposure is listed below:

Credit rating	April 30, 2014		October 31, 2013	
	% of Total Investment Fund	Amount (in thousands)	% of Total Investment Fund	Amount (in thousands)
AAA	48%	\$ 440,804	49%	\$ 454,677
AA/AAH/AAL	20%	186,178	18%	166,800
A/AH/AL	21%	190,630	23%	207,489
BBB	1%	5,592	1%	6,375
R-1	7%	60,148	5%	49,195
Short-term unrated	0%	944	1%	6,685
Equity	3%	31,796	3%	28,306
Total Investment Fund	100%	\$ 916,092	100%	\$ 919,527

The Dominion Bond Rating Service ("DBRS") was the primary source for obtaining credit ratings. Secondary sources used include Standard & Poor's Financial Services LLC and Moody's Investors Service, Inc.

(c) Liquidity risk

Liquidity risk is the risk that the Plan may not be able to meet its obligations on time. The Plan's exposure to liquidity risk is concentrated in principal repayments to subscribers and EAPs to beneficiaries including SCR Entitlements. The Plan primarily invests in securities that are traded in active markets and can be readily sold. The Plan retains sufficient cash and cash equivalents positions to meet liquidity requirements by utilizing cash forecasting models that reflect the maturity distribution of

Notes to the Financial Statements (continued)

Six months ended April 30, 2014 and 2013 (Unaudited, in thousands of dollars)

Note 5. Risks Associated with Financial Instruments (continued)

(c) Liquidity risk (continued)

subscribers' deposits and accumulated income. All other financial liabilities are short term and due within one year. The Foundation directed a portion of the sales charges collected from subscribers to the SCR Fund each year in order to pay SCR Entitlements when they become due. Any shortfall in the assets to meet the SCR Entitlements will be funded by the Foundation (see Note 8(b)).

(d) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Plan holds foreign equity funds as part of the SCR Fund, which represents 2% (October 31, 2013 – 1%) of the Total Investment Fund. The Plan's Total Investment Fund would increase or decrease by approximately \$139 (October 31, 2013 – \$132) in response to a 1% depreciation or appreciation of the Canadian dollar currency exchange rate. In practice the actual change may differ materially.

Note 6. Subscribers' Deposits

The changes in Subscribers' deposits for the six-month period ended April 30, 2014 and 2013 are as follows:

	April 30, 2014	April 30, 2013
Payments from subscribers	\$ 7,518	\$ 10,482
Inter-plan principal transfers	(4,015)	(4,923)
Account maintenance fees	(234)	(264)
Return of principal	(11,651)	(11,694)
Net decrease in Subscribers' deposits	(8,382)	(6,399)
Balance, Beginning of Period	436,112	493,691
Balance, End of Period	\$427,730	\$487,292

Note 7. General Fund and Donations from the Foundation

The Canadian Group Scholarship Savings Plan Trust (the "Group Trust") is a legal trust, which includes the Group Savings Plan and the Group Savings Plan 2001 (the "Plans"). The Plans are registered with the Canada Revenue Agency as Education Savings Plans. The General Fund is a separate account within the Group Trust and derives its income from the following sources:

- i. interest earned on Subscribers' deposits and Accumulated interest from the date of maturity to the date the funds are paid to qualified students as EAPs;
- ii. interest earned on the income forfeited when a subscriber's plan is terminated prior to maturity;
- iii. income not collected by beneficiaries before the expiry of the benefit period; and
- iv. unclaimed principal and income payments.

According to the trust indenture, the General Fund may be used to subsidize EAPs for qualified students to either of the Plans within the Group Trust.

Donations from the Foundation represent a discretionary pool of funds shared between the Plans. These funds are used to supplement EAPs when the General Fund is depleted.

Note 8. Sales Charge Refund Entitlements Valuations

Two separate actuarial valuations are performed for SCR Entitlements. First, on an annual basis, a valuation of SCR Entitlements is conducted by an external actuary based on management's best estimates. This valuation is used to estimate the current funded status for SCR Entitlements. The present value of the SCR Entitlements is determined using the expected long-term investment rates of return based on the investment policy for the SCR Fund as explained in (a) below. Second, an actuarial funding valuation is performed at least every two years to assess the adequacy of the assets in the SCR Fund and the Foundation's funding requirements to meet SCR Entitlements in future years. This valuation uses lower than expected long-term investment rates of return as determined by management to determine the present value of the SCR Entitlements and to project the asset growth of the SCR Fund to ensure that future SCR Entitlements will be fully funded, as set out in (b) below.

(a) Management's Best Estimate Valuation

The actuarial assumptions used in determining the valuation of SCR Entitlements reflect management's best estimate of future payments to beneficiaries and involve both economic and non-economic assumptions. The non-economic assumptions include considerations such as termination of Agreements prior to maturity and participation of eligible students in the collection of EAPs. The primary economic assumption is the discount rate, which is set at the expected long-term investment rates of return of the SCR Fund at October 31, 2013 of 5.9% (October 31, 2012 – 5.9%) based on the investment policy approved by the Board of the Foundation. As underlying conditions change over time, actuarial assumptions may also change, which could cause a material change in the present value of the SCR Entitlements.

The funded status of the SCR Entitlements at October 31 was:

	2013	2012
Present value of SCR Entitlements	\$ 60,210	\$ 65,893
Fair value of SCR Fund ¹	49,443	47,209
Underfunded portion of SCR Entitlements	\$ 10,767	\$ 18,684

¹ Average cost of assets in SCR Fund was \$47,517 (2012 – \$50,379); includes accrued interest of \$244 (2012 – \$253) and is net of funds to be transferred to the Scholarship Pool of \$373 (2012 – \$3,248) for SCR payments made to beneficiaries during the year.

A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$1,392 (2012 – \$1,877) or \$1,339, respectively.

Notes to the Financial Statements (continued)

Six months ended April 30, 2014 and 2013 (Unaudited, in thousands of dollars)

Note 8. Sales Charge Refund Entitlements Valuations (continued)

(b) Funding Valuation

An actuarial funding valuation was completed based on assets and obligations as at October 31, 2011. This valuation included assumptions regarding management's best estimate of termination of Agreements prior to maturity and participation of eligible students in the collection of EAPs. The discount rate used to determine the present value of SCR Entitlements was based on the expected long-term investment rates of return for Canadian fixed income securities. The discount rate used for the Plan was 2.3%, which resulted in an unfunded liability of \$30,000. The Foundation is responsible to pay beneficiaries of the Plan the refunds of sales charges as promised. Funding requirements were established by the Foundation to ensure assets are sufficient to meet future SCR Entitlements using lower than expected long-term investment rates of return based on the investment policy approved by the Board of the Foundation to project the asset growth of the SCR Fund. Any shortfall in the assets to meet the SCR Entitlements will be funded by the Foundation.

The next actuarial funding valuation will be performed in 2014 based on assets and obligations as at October 31, 2013.

Note 9. Fair Value of Financial Instruments

Investments, at fair value, Cash and cash equivalents and Short-term investments are carried at fair value. The carrying values of other financial instruments such as Accrued interest and other receivables, Receivables for securities sold, Government grants receivable, Accounts payable, accrued liabilities and unclaimed subscribers' funds, Payables for securities purchased and Subscribers' deposits approximate their fair values as these financial instruments are short term in nature.

Fair value represents the amount at which a financial instrument could be exchanged in an arm's-length transaction between willing parties under no compulsion to act and is best evidenced by a quoted bid price in an active market, if one exists.

The following table presents the Level in the fair value hierarchy into which the Plan's financial instruments that are carried at fair value in the Statements of Net Assets Available for Education Assistance Payments are categorized:

- i. Level 1 financial instruments are valued using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- ii. Level 2 financial instruments are valued using observable inputs other than quoted prices included in Level 1.
- iii. Level 3 financial instruments are valued using unobservable inputs for the asset or liability.

Assets Measured at Fair Value as of April 30, 2014				
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 38,673	\$ -	\$ -	\$ 38,673
Short-term investments	-	22,419	-	22,419
Fixed income securities	-	823,204	-	823,204
Pooled equity funds (SCR Entitlements)	31,796	-	-	31,796
Total Investment Fund	\$ 70,469	\$ 845,623	\$ -	\$ 916,092

Assets Measured at Fair Value as of October 31, 2013				
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 31,585	\$ -	\$ -	\$ 31,585
Short-term investments	-	24,294	-	24,294
Fixed income securities	-	835,342	-	835,342
Pooled equity funds (SCR Entitlements)	28,306	-	-	28,306
Total Investment Fund	\$ 59,891	\$ 859,636	\$ -	\$ 919,527

For the six-month period ended April 30, 2014 and year ended October 31, 2013, there were no transfers between Levels 1 or 2.

Government Grants

Appendix I to Schedule I

Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds			
Federal – 38.5%			
Government of Canada			
1.33% 1 Mar 2015	2,509	932	924
4.10 1 Jul 2015	2,000	1,234	1,248
1.48 15 Mar 2017	25,168	25,415	25,423
1.50 1 Sep 2017	4,388	4,414	4,378
2.05 15 Jun 2018	51,409	52,053	51,546
1.25 1 Sep 2018	30,870	30,458	29,892
1.75 1 Mar 2019	14,555	14,603	14,626
3.55 1 Sep 2019	5,542	4,756	4,415
1.50 1 Jun 2023	3,400	3,181	3,223
2.50 1 Jun 2024	6,620	6,677	6,656
4.40 26 Jan 2026	1,380	1,507	1,372
5.75 1 Jun 2033	650	929	913
5.00 1 Jun 2037	10,590	14,318	14,169
4.00 1 Jun 2041	3,140	3,757	3,633
Canada Housing Trust			
2.75 15 Dec 2014	10,140	10,248	10,391
3.15 15 Jun 2015	30,838	31,556	31,637
2.75 15 Dec 2015	57,155	58,643	58,793
2.75 15 Jun 2016	63,956	65,989	65,972
1.33 15 Sep 2016	39,259	39,458	39,471
2.05 15 Jun 2017	14,090	14,343	14,437
		384,471	383,119
Municipal and Provincial – 26.0%			
Province of Alberta			
1.39 27 May 2016	7,803	7,833	7,807
Province of British Columbia			
4.70 1 Dec 2017	5,200	5,760	5,739
3.30 18 Dec 2023	6,100	6,249	6,133
4.70 18 Jun 2037	4,920	5,654	6,039
4.30 18 Jun 2042	2,700	2,962	3,186
Province of Manitoba			
1.85 5 Sep 2018	5,675	5,670	5,616
5.50 15 Nov 2018	2,500	2,882	2,893
1.40 2 Apr 2019	9,653	9,661	9,665
Province of New Brunswick			
4.50 4 Feb 2015	3,030	3,108	3,247
4.45 26 Mar 2018	5,005	5,506	5,447
4.40 3 Jun 2019	1,090	1,204	1,205
2.85 2 Jun 2023	2,850	2,785	2,669
3.65 3 Jun 2024	1,580	1,629	1,633
6.47 30 Nov 2027	7,823	9,435	9,705
5.65 27 Dec 2028	1,195	1,459	1,468
5.50 27 Jan 2034	13,900	16,925	16,405
4.65 26 Sep 2035	710	783	742
Province of Nova Scotia			
4.60 18 Aug 2016	2,755	2,960	2,971
5.80 1 Jun 2033	1,675	2,124	2,038

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)			
Municipal and Provincial – 26.0% (continued)			
Province of Ontario			
3.20% 8 Sep 2016	6,775	7,076	6,960
4.30 8 Mar 2017	13,015	14,045	13,709
1.90 8 Sep 2017	23,315	23,532	23,269
4.20 8 Mar 2018	11,696	12,745	12,808
4.40 2 Jun 2019	3,270	3,615	3,441
4.20 2 Jun 2020	4,265	4,680	4,463
4.00 2 Jun 2021	2,515	2,722	2,621
2.85 2 Jun 2023	6,490	6,359	6,237
3.50 2 Jun 2024	1,890	1,930	1,922
7.60 2 Jun 2027	2,545	3,646	3,670
5.60 2 Jun 2035	2,195	2,751	2,508
4.70 2 Jun 2037	3,810	4,290	4,205
Province of Quebec			
5.00 1 Dec 2015	25,235	26,747	27,439
4.50 1 Dec 2016	6,050	6,526	6,757
4.50 1 Dec 2017	21,166	23,211	23,424
4.50 1 Dec 2019	7,950	8,833	8,481
4.50 1 Dec 2020	6,560	7,298	6,897
5.75 1 Dec 2036	1,690	2,134	1,968
5.00 1 Dec 2038	2,940	3,399	3,022
		260,128	258,409
Corporate – 34.4%			
407 International Inc.			
2.81 18 Dec 2016	4,308	4,384	4,337
7.13 26 Jul 2040	7,849	10,911	10,650
Arrow Lakes Power Corp			
5.52 5 Apr 2041	847	946	847
Bank of Montreal			
3.10 10 Mar 2016	2,810	2,887	2,875
2.24 11 Dec 2017	2,260	2,275	2,258
3.21 13 Sep 2018	4,960	5,145	5,092
Bank of Nova Scotia			
2.74 1 Dec 2016	1,105	1,131	1,107
2.60 27 Feb 2017	2,525	2,578	2,547
2.24 22 Mar 2018	1,840	1,847	1,840
2.75 13 Aug 2018	750	765	764
2.46 14 Mar 2019	2,300	2,302	2,300
Bankers Hall LP			
4.38 20 Nov 2023	2,595	2,672	2,595
BCIMC Realty Corporation			
2.79 2 Aug 2018	1,870	1,910	1,870
BMW Canada			
2.88 9 Aug 2016	1,050	1,077	1,051
2.40 27 Nov 2017	1,000	1,011	1,000
2.33 23 May 2018	560	563	560
2.33 26 Sep 2018	1,060	1,060	1,059

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

Government Grants (continued)

Appendix I to Schedule I

Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)			
Corporate – 34.4% (continued)			
Caisse Centrale Desjardins			
2.28% 17 Oct 2016	1,890	1,913	1,890
2.80 19 Nov 2018	1,620	1,648	1,625
Canadian Imperial Bank of Commerce			
2.35 18 Oct 2017	4,640	4,693	4,648
3.15 2 Nov 2020	2,375	2,424	2,386
2.22 7 Mar 2018	2,870	2,882	2,846
CBC			
4.69 15 May 2027	4,336	4,875	4,684
CDP Financial Inc			
1.72 15 Jul 2015	6,350	6,373	6,382
Central 1 Credit Union			
1.77 19 Nov 2014	5,877	5,888	5,877
1.72 28 Apr 2015	7,900	7,922	7,900
CSS (FSCC) Partnership			
6.92 31 Jul 2042	2,507	3,167	3,193
Daimler Canada Finance Inc.			
2.27 26 Mar 2018	780	781	780
Enbridge Inc.			
2.28 19 Aug 2015	2,246	2,265	2,271
ETR International Inc			
6.75 27 Jul 2039	1,314	1,651	1,601
GE Capital Canada			
4.65 11 Feb 2015	3,355	3,440	3,422
5.10 1 Jun 2016	2,050	2,192	2,224
3.35 23 Nov 2016	1,820	1,891	1,820
1.63 15 Feb 2022	10,313	9,860	9,459
2.48 6 Feb 2023	3,071	3,157	3,071
5.73 22 Oct 2037	5,006	5,993	5,648
2.42 31 May 2018	1,270	1,282	1,270
Greater Toronto Airport Authority			
6.45 30 Jul 2029	10,941	13,461	13,453
Green Timbers LP			
6.84 30 Jun 2037	3,107	3,468	3,747
Honda Canada Finance Inc			
2.23 23 Feb 2015	5,662	5,693	5,664
2.28 11 Dec 2017	80	81	80
2.35 4 Jun 2018	960	966	960
1.93 3 Dec 2018	3,587	3,620	3,587
HSBC Bank of Canada			
2.57 23 Nov 2015	190	193	191
2.90 13 Jan 2017	2,065	2,121	2,080
3.56 4 Oct 2017	1,850	1,941	1,944

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)			
Corporate – 34.4% (continued)			
Hydro One Inc.			
1.65% 3 Dec 2016	4,300	4,304	4,300
John Deere Credit Inc			
1.95 12 Apr 2017	855	858	854
2.65 16 Jul 2018	660	671	660
Manufacturers Life Insurance			
2.82 26 Feb 2023	6,265	6,359	6,349
Manulife Bank of Canada			
1.81 3 Dec 2014	1,337	1,340	1,337
1.83 14 Mar 2016	450	452	452
Maritimes and Northeast Pipelines			
4.34 30 Nov 2019	4,054	4,186	4,190
6.90 30 Nov 2019	992	1,113	1,120
Master Asset Vehicle Trust			
6.50 15 Jul 2056	5	5	5
0.78 15 Jul 2056	31	31	31
Merrill Lynch Financial Assets			
4.82 12 Feb 2015	1,560	1,302	1,334
4.62 12 Nov 2015	1,235	1,279	1,222
4.85 12 Dec 2015	2,365	622	628
4.98 12 Jun 2016	2,673	2,857	2,854
4.66 12 Jul 2016	500	117	128
4.64 12 Oct 2016	20	11	11
4.71 12 Nov 2016	3,409	796	838
4.48 12 Jul 2037	920	958	900
4.75 12 Jan 2040	2,463	2,620	2,650
5.49 12 Aug 2017	3,116	3,426	3,455
Milit-Air Inc.			
5.75 30 Jun 2019	7,056	7,753	7,731
National Bank of Canada			
2.69 21 Aug 2017	525	536	530
2.79 9 Aug 2018	560	572	571
NAV Canada			
7.56 1 Mar 2027	11,423	14,492	14,379
7.40 1 Jun 2027	424	584	591
North Battleford Power			
4.96 31 Dec 2032	4,511	4,811	4,512
Ontrea Inc.			
4.62 9 Apr 2018	2,050	2,080	2,101
OPB Finance Trust			
3.89 4 Jul 2042	2,289	2,164	2,293
Omers Realty Corporation			
2.50 5 Jun 2018	1,080	1,093	1,080

Government Grants (continued)

Appendix I to Schedule I

Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)			
Corporate – 34.4% (continued)			
Ornge Issuer Trust			
5.73% 11 Jun 2034	8,810	9,669	9,935
Pearson Internation Fuel Facilities Corp			
5.09 9 Mar 2032	3,252	3,319	3,486
Plenary Health			
2.63 18 May 2015	3,004	3,034	3,014
Plenary Properties Ltap LP			
6.29 31 Jan 2044	8,076	10,095	9,962
PSPIB			
3.27 12 Jun 2020	7,105	7,116	7,105
RBC Capital Trust			
4.87 31 Dec 2049	8,150	8,552	8,250
Real Estate Asset Liquidity Series Class A			
4.62 12 Sep 2016	1,975	2,082	2,008
5.08 12 Oct 2036	745	371	406
Royal Bank of Canada			
2.68 8 Dec 2016	925	945	925
2.58 13 Apr 2017	2,370	2,418	2,385
2.82 12 Jul 2018	2,240	2,292	2,244
2.77 11 Dec 2018	2,260	2,297	2,276
2.89 11 Oct 2018	140	143	143
Royal Office Finance			
5.21 12 Nov 2032	4,048	4,546	4,727
SP1 LP			
3.21 15 Jun 2019	5,196	5,051	5,038
Standard Life Assurance			
3.94 21 Sep 2022	5,632	5,906	5,791
Sun Life Financial Inc			
4.80 23 Nov 2035	800	835	811
4.95 1 Jun 2036	1,456	1,541	1,528
Toronto Dominion Bank			
2.95 2 Aug 2016	3,250	3,341	3,325
3.37 2 Nov 2020	3,150	3,226	3,207
4.78 14 Dec 2105	550	589	594
5.76 18 Dec 2106	870	974	998
Toronto Hospital			
5.64 8 Dec 2022	9,767	11,019	11,198
Toyota Credit Canada Inc.			
2.75 18 Jul 2018	1,190	1,215	1,190
2.80 21 Nov 2018	1,110	1,131	1,110
Transcanada Pipelines			
8.05 17 Feb 2039	1,553	2,392	2,492
11.80 20 Nov 2020	1,994	3,012	3,033

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)			
Corporate – 34.4% (continued)			
VW Credit Canada			
2.90% 1 Jun 2017	740	762	741
2.80 20 Aug 2018	900	918	899
2.45 14 Nov 2017	1,260	1,276	1,258
Wells Fargo Finance Canada			
2.77 9 Feb 2017	2,475	2,537	2,488
2.94 25 Jul 2019	1,820	1,852	1,821
2.78 15 Nov 2018	4,260	4,327	4,266
WTH Car Rental			
4.14 20 Mar 2015	16,626	16,816	17,138
2.62 20 Dec 2016	1,135	1,136	1,145
		343,432	341,498
Total Fixed Income Investments – 98.9%		988,031	983,026
Cash and Short-term Investments – 1.1%		10,927	10,927
Total Portfolio Assets – 100.0%		998,958	993,953
Government Grant Investments Allocation			
Plan II		1,681	1,671
Founders' Plan		33,248	33,034
Group Savings Plan		197,104	195,918
Group Savings Plan 2001		695,643	692,336
Family Savings Plan		57,820	57,542
Individual Savings Plan		2,535	2,525
		988,031	983,026
Cash and Short-term Investments Allocation			
Plan II		19	19
Founders' Plan		366	366
Group Savings Plan		2,164	2,164
Group Savings Plan 2001		7,712	7,712
Family Savings Plan		638	638
Individual Savings Plan		28	28
		10,927	10,927

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

Group Savings Plan Trust Scholarship Pool

Appendix II to Schedule I

Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)		
Bonds				Corporate – 15.1%					
Federal – 8.6%				Bank of Montreal					
Government of Canada				5.18%	10 Jun 2015	340	354	371	
1.00%	1 Feb 2015	805	805	804	3.10	10 Mar 2016	210	216	215
3.00	1 Dec 2015	1,420	1,464	1,476	2.96	2 Aug 2016	80	82	82
1.25	1 Feb 2016	80	80	80	2.24	11 Dec 2017	130	131	130
1.50	1 Feb 2017	95	96	96	3.21	13 Sep 2018	350	363	363
1.50	1 Sep 2017	1,242	1,249	1,242	Bank of Nova Scotia				
1.75	1 Sep 2019	250	250	250	2.74	1 Dec 2016	490	501	499
Canada Housing Trust				2.37	11 Jan 2018	160	162	160	
2.45	15 Dec 2015	730	745	749	2.24	22 Mar 2018	250	251	250
2.75	15 Jun 2016	1,505	1,554	1,556	2.75	13 Aug 2018	150	153	151
2.05	15 Jun 2017	695	707	707	2.46	14 Mar 2019	200	200	200
1.70	15 Dec 2017	370	371	371	BCIMC Realty Corporation				
1.75	15 Jun 2018	825	826	812	2.79	2 Aug 2018	170	174	170
3.80	15 Jun 2021	660	720	718	BMW Canada				
		8,867	8,861		2.88	9 Aug 2016	310	318	310
Provincial – 8.7%				2.40	27 Nov 2017	370	374	370	
Province of Alberta				2.33	23 May 2018	170	171	170	
1.70	15 Dec 2017	390	391	385	2.33	26 Sep 2018	120	120	120
4.00	1 Dec 2019	540	592	592	Caisse Centrale Desjardins				
Province of Manitoba				2.28	17 Oct 2016	170	172	170	
2.05	1 Dec 2016	645	657	652	2.80	19 Nov 2018	530	539	530
1.85	5 Sep 2018	140	140	139	Canadian Imperial Bank of Commerce				
Province of New Brunswick				2.35	18 Oct 2017	210	212	210	
4.40	3 Jun 2019	235	260	260	3.15	2 Nov 2020	740	755	743
3.65	3 Jun 2024	285	294	294	Cards II Trust				
Province of Ontario				3.10	15 Sep 2015	141	144	144	
3.25	8 Sep 2014	455	458	466	Daimler Canada Finance Inc.				
4.40	8 Mar 2016	1,420	1,503	1,535	2.27	26 Mar 2018	160	160	160
3.20	8 Sep 2016	120	125	127	GE Capital Canada				
4.30	8 Mar 2017	805	869	871	5.10	1 Jun 2016	700	749	754
4.20	8 Mar 2018	965	1,052	1,055	4.55	17 Jan 2017	90	96	97
3.15	2 Jun 2022	125	127	126	Honda Canada Finance Inc.				
Province of Quebec				2.28	11 Dec 2017	320	322	320	
5.50	1 Dec 2014	1,260	1,292	1,346	2.35	4 Jun 2018	200	201	200
4.50	1 Dec 2016	120	129	134	HSBC Bank of Canada				
4.50	1 Dec 2017	406	445	443	2.90	13 Jan 2017	470	483	480
Province of Saskatchewan				3.56	4 Oct 2017	350	367	367	
3.20	3 Jun 2024	680	686	680	Hydro One Inc				
		9,020	9,105		5.18	18 Oct 2017	375	415	430
				John Deere Credit Inc					
				1.95	12 Apr 2017	210	211	210	
				2.65	16 Jul 2018	120	122	120	

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

Group Savings Plan Trust Scholarship Pool (continued)

Appendix II to Schedule I

Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Corporate – 15.1% (continued)				Corporate – 15.1% (continued)			
Master Credit Card Trust				Wells Fargo Finance Canada			
2.63%	21 Jan 2017	16	16	3.70%	30 Mar 2016	580	603
				2.77	9 Feb 2017	340	349
Merrill Lynch Financial Assets						15,620	15,592
4.82	12 Feb 2015	280	234	Total Fixed Income Investments – 32.4%			
			248			33,507	33,558
National Bank of Canada				Cash and Short-term Investments – 67.6%			
3.58	26 Apr 2016	335	347			69,917	69,917
2.69	21 Aug 2017	690	705	Total Portfolio Assets – 100.0%			
			697			103,424	103,475
Omers Realty Corporation				Total Investments Allocation			
2.50	5 Jun 2018	200	202			25,791	25,824
			200	Group Savings Plan			
RBC Capital Trust						7,716	7,734
4.87	31 Dec 2049	713	748			33,507	33,558
			756	Cash and Short-term Investments Allocation			
Real Estate Asset Liquidity						53,804	53,804
4.61	12 Nov 2016	700	742	Group Savings Plan 2001			
			756			16,113	16,113
Royal Bank of Canada						69,917	69,917
2.82	12 Jul 2018	210	215	Cash and Short-term Investments Allocation			
			210			53,804	53,804
Toronto Dominion Bank						16,113	16,113
3.37	2 Nov 2020	45	46			69,917	69,917
4.78	14 Dec 2105	370	396	Cash and Short-term Investments Allocation			
5.76	18 Dec 2106	520	582			53,804	53,804
			589	Group Savings Plan 2001			
Toyota Credit Canada Inc						16,113	16,113
3.55	22 Feb 2016	383	396			69,917	69,917
2.75	18 Jul 2018	270	276	Cash and Short-term Investments Allocation			
			270			53,804	53,804
VW Credit Canada Inc.						16,113	16,113
3.60	1 Feb 2016	160	165			69,917	69,917
2.20	11 Oct 2016	260	263	Cash and Short-term Investments Allocation			
2.90	1 Jun 2017	230	237			53,804	53,804
2.80	20 Aug 2018	390	398	Group Savings Plan 2001			
2.45	14 Nov 2017	180	182			16,113	16,113

Sales Charge Refund Entitlements

Appendix III to Schedule I

Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Agreements Purchased prior to October 2, 2007

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds			
Federal – 0.9%			
Canada Government			
3.00% 1 Jun 2014	483	484	485
4.75 1 Jun 2014	27	17	19
1.33 1 Mar 2015	950	353	349
4.45 1 Dec 2017	151	130	131
2.29 1 Oct 2018	204	203	203
		1,187	1,187
Provincial – 1.1%			
Province of British Columbia			
10.65 19 Jun 2021	530	769	736
Province of New Brunswick			
6.47 30 Nov 2027	576	695	699
		1,464	1,435
Corporate – 39.0%			
407 International Inc.			
2.81 18 Dec 2016	207	211	211
7.13 26 Jul 2040	1,033	1,436	1,259
Aon Finance			
4.76 8 Mar 2018	2,089	2,241	2,150
Arrow Lakes Power Corp			
5.52 5 Apr 2041	100	112	100
Bankers Hall LP			
4.38 20 Nov 2023	543	559	543
Blue Water Bridge Authority			
6.41 9 Jul 2027	1,246	921	1,014
Canadian Pacific Railway			
6.91 1 Oct 2024	643	520	535
CDP Financial Inc.			
1.72 15 Jul 2015	250	251	251
Central 1 Credit Union			
1.77 19 Nov 2014	262	263	262
1.72 28 Apr 2015	2,315	2,321	2,315
Cogeco Cable Inc.			
4.18 26 May 2023	1,483	1,504	1,477
Enbridge Inc.			
2.28 19 Aug 2015	343	346	347

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)			
Corporate – 39.0% (continued)			
GE Capital Canada			
1.63% 15 Feb 2022	2,747	2,626	2,520
2.48 6 Feb 2023	807	830	807
Greater Toronto Airport Authority			
6.45 30 Jul 2029	1,475	1,815	1,795
Honda Canada Finance Inc			
2.23 23 Feb 2015	893	898	896
1.92 3 Dec 2018	1,659	1,674	1,659
Hydro One Inc.			
1.65 3 Dec 2016	320	320	320
INPower BC Group			
4.47 31 Mar 2033	535	540	532
Loblaw Companies			
6.50 22 Jan 2029	920	1,085	930
5.90 18 Jan 2036	183	205	165
6.45 9 Feb 2028	260	307	293
Manufacturers Life Insurance			
Manulife Bank of Canada			
1.83 14 Mar 2016	1,132	1,136	1,135
Maritimes and Northeast Pipelines			
4.34 30 Nov 2019	1,616	1,669	1,665
6.90 30 Nov 2019	112	126	127
McCain Finance			
3.87 7 Feb 2023	737	754	737
Merrill Lynch Financial Assets			
4.62 12 Nov 2015	179	185	153
4.98 12 Jun 2016	63	67	64
4.64 12 Oct 2016	285	159	159
4.81 12 Oct 2016	163	174	167
4.71 12 Nov 2016	3,000	700	719
4.48 12 Jul 2037	431	449	370
4.75 12 Jan 2040	1,100	1,170	1,173
5.49 12 Aug 2017	1,256	1,381	1,393
Milit-Air Inc.			
5.75 30 Jun 2019	1,445	1,588	1,592
NAV Canada			
7.56 1 Mar 2027	2,150	2,727	2,702
7.40 1 Jun 2027	107	147	149

Sales Charge Refund Entitlements (continued)

Appendix III to Schedule I

Statement of Investment Portfolio

As at April 30, 2014 (in thousands of dollars)

Agreements Purchased prior to October 2, 2007 (continued)

Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)				Bonds (continued)			
Corporate – 39.0% (continued)				Corporate – 39.0% (continued)			
North Battleford Power				University of Ontario Infrastructure			
4.96% 31 Dec 2032	87	92	87	6.35% 15 Oct 2034	1,295	1,446	1,375
Nova Gas Transmission				WTH Car Rental			
9.90 16 Dec 2024	109	166	167	4.14 20 Mar 2015	631	638	641
Ontrea Inc.				2.62 20 Dec 2016	1,300	1,301	1,306
4.62 9 Apr 2018	812	824	824			52,183	50,967
Ornge Issuer Trust				Total Fixed Investments – 41.0%		54,834	53,589
5.73 11 Jun 2034	1,965	2,156	2,265	Pooled Equity Funds			
PSPIB				SRA Canadian Equity Fund	2,715	43,891	40,573
3.27 12 Jun 2020	1,544	1,547	1,544	SRA US Equity Fund	1,802	17,583	13,531
Schooner Trust				SRA International Equity Fund	1,684	17,055	15,259
5.19 12 May 2017	185	205	155	Total Equity – 58.7%		78,529	69,363
5.19 12 Jun 2022	28	14	11	Total Investments – 99.7%		133,363	122,952
Shaw Communications Inc.				Cash and Short-term Investments – 0.3%		339	339
6.75 9 Nov 2039	2,283	2,732	2,216	Total Portfolio Assets – 100.0%		133,702	123,291
SNC Lavalin Group				Total Investments Allocation			
6.19 3 Jul 2019	2,051	2,339	2,330	Group Savings Plan		53,496	49,796
SP1 LP				Group Savings Plan 2001		79,867	73,156
3.21 15 Jun 2019	1,373	1,335	1,331			133,363	122,952
St. Clair Holding				Cash and Short-term Investments Allocation			
4.88 31 Aug 2031	462	428	462	Group Savings Plan		138	138
Strait Crossing Dev Inc.				Group Savings Plan 2001		201	201
6.17 15 Sep 2031	451	381	387			339	339
Sun Life Financial Inc							
4.95 1 Jun 2036	305	323	314				
Toronto Hospital							
5.64 8 Dec 2022	2,285	2,579	2,606				
Transcanada Pipelines							
11.80 20 Nov 2020	172	260	260				

Canadian Scholarship Trust Plan

Sponsor

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