



Canadian Scholarship Trust Individual 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 statement.

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>	\$ 7,643	\$ 7,015
Cash and cash equivalents	1,392	2,471
Short-term investments	851	202
Accrued interest and other receivables	2,659	2,490
Receivables for securities sold	74	41
Government grants receivable	40	36
	12,659	12,255
Liabilities		
Accounts payable, accrued liabilities and unclaimed subscribers' funds	165	156
Payables for securities purchased	100	460
Subscribers' deposits <i>(Note 6)</i>	7,984	7,431
	8,249	8,047
Net Assets Available for Education Assistance Payments	4,410	4,208
Represented by:		
Non-Discretionary Funds		
Accumulated interest held for future education assistance payments	1,945	1,929
Government grants	2,097	1,924
Interest on Government grants	391	370
Unrealized Losses	(23)	(15)
	\$ 4,410	\$ 4,208

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	\$ 127	\$ 125
Realized losses	(5)	(11)
	122	114
Expenses		
Plan administration and processing <i>(Note 3)</i>	52	49
Financial reporting <i>(Note 3)</i>	13	15
Portfolio management	6	6
Custodian and trustee	4	3
	75	73
Net Investment Income	47	41
Increase in Unrealized Losses	(8)	(8)
Increase in Net Assets from Investment Operations	\$ 39	\$ 33

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	\$ 4,208	\$ 4,107
Increase in Net Assets from Investment Operations	39	33
Transfers from internal and external plans	365	198
	404	231
Receipts		
Government grants received (net of repayments)	154	185
Disbursements		
Payments to beneficiaries		
Education assistance payments	(249)	(270)
Government grants	(98)	(101)
Return of interest	(9)	(5)
Total payments to beneficiaries	(356)	(376)
Receipts less Disbursements	(202)	(191)
Increase in Net Assets Available for Education Assistance Payments	202	40
Net Assets Available for Education Assistance Payments, End of Period	\$ 4,410	\$ 4,147

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	\$ 39	\$ 33
Net disbursements from investment transactions	(1,683)	(1,142)
Items not affecting cash		
Realized losses on sale of investments	5	11
Increase in Unrealized Losses	8	8
Change in non-cash operating working capital		
Decrease (increase) in Accrued interest and other receivables	(169)	24
Decrease (increase) in Government grants receivable	(4)	5
Increase (decrease) in Accounts payable, accrued liabilities and unclaimed subscribers' funds	9	(24)
Cash flow used in Operating Activities	(1,795)	(1,085)
Financing Activities		
Transfers from internal and external plans	365	198
Government grants received (net of repayments)	154	185
Net increase in Subscribers' deposits <i>(Note 6)</i>	553	690
Payments to beneficiaries	(356)	(376)
Cash flow from Financing Activities	716	697
Net decrease in Cash and cash equivalents	(1,079)	(388)
Cash and cash equivalents, Beginning of Period	2,471	1,588
Cash and cash equivalents, End of Period	\$ 1,392	\$ 1,200

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 – 34.8%				Provincial – 35.0% (continued)			
Government of Canada				Province of Quebec			
1.00%	1 Feb 2015	105	105	5.50%	1 Dec 2014	250	256
3.00	1 Dec 2015	425	438	4.50	1 Dec 2017	224	246
1.25	1 Feb 2016	90	90				
1.50	1 Feb 2017	110	111	Province of Saskatchewan			
1.50	1 Sep 2017	176	177	1.95	4 Jan 1900	35	35
1.75	1 Sep 2019	175	175	3.20	3 Jan 1900	175	177
						2,563	2,592
Canada Housing Trust				Total Fixed Investments – 69.8%			
2.45	15 Dec 2015	305	313			5,108	5,141
2.75	15 Jun 2016	425	439	Cash and Short-term Investments – 30.2%			
2.05	15 Jun 2017	195	198			2,215	2,215
1.70	15 Dec 2017	65	65	Total Portfolio Assets – 100.0%			
1.75	15 Jun 2018	245	242			7,323	7,356
3.75	15 Mar 2020	45	49	Investments Allocation (Note 4)			
3.80	15 Jun 2021	130	142	Government Grants (Appendix I)			
						2,535	2,525
		2,545	2,549	Cash and Short-term Investments (Appendix I)			
						28	28
Provincial – 35.0%				Total Investment Fund			
Province of Alberta						9,886	9,909
1.70	15 Dec 2017	130	129	Represented by:			
4.00	1 Dec 2019	155	170	Investments, at fair value			
						7,643	
Province of Manitoba				Cash and cash equivalents			
2.05	1 Dec 2016	200	202			1,392	
1.85	5 Sep 2018	25	25	Short-term Investments			
						851	
Province of Ontario						9,886	
3.25	8 Sep 2014	85	88	<hr/>			
4.40	8 Mar 2016	635	687				
4.30	8 Mar 2017	260	281				
4.20	8 Mar 2018	70	77				
3.15	2 Jun 2022	45	45				
Province of New Brunswick							
4.40	3 Jun 2019	70	77				
3.65	3 Jun 2024	80	83				

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 Individual Savings Plan (the "Individual Savings Plan" or the "Plan") is a self-determined Education Savings Plan that was established on October 1, 1999. The objective of the Individual Savings Plan is to assist parents and others to save for the post-secondary education of children. The Individual Savings Plan is managed and distributed 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. Payments of sales charges are made from the subscriber's initial contribution. The principal accumulated over the term of the subscriber's education savings plan agreement (the "Agreement") is returned in whole or in part at any time at the request of the subscriber. 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. Education assistance payments paid to a beneficiary from the Individual Savings Plan are determined by the subscriber and are paid from the income earned on the subscriber's principal.

There are a number of government grants that may be available to beneficiaries including the Canada Education Savings Grant Program ("CESG"), the Canada Learning Bond ("CLB"), the Alberta Centennial Education Savings Grant ("ACES"), and the Quebec Education Savings Incentive ("QESI"). In addition, the following grants have 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
- ii. The British Columbia Training and Education Savings Grant ("BCTES"), a one-time grant of \$1,200, is available to beneficiaries resident in British Columbia after 2012 when they are six years old. The Plan is expected to begin receiving this grant by the end of 2015.

The Individual Savings Plan receives the CESG, CLB, 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 education assistance payments, 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 and money market securities.

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 presented are estimated using present value or other valuation techniques.

Note 7 provide further guidance on the 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. 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 and Sales charges

Subscribers' deposits reflect amounts received from subscribers. A sales charge is required as part of the initial contribution under each education savings plan Agreement. Sales charges collected during the reporting period are paid to C.S.T.C.

(f) Income taxes

The Individual 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.

(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

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 (continued)

estimates included in these financial statements relate to Accounts payable, accrued liabilities and unclaimed subscribers' funds.

Note 3. Related Party Transactions

The Foundation, as the Plan sponsor, has appointed C.S.T.C. as the Investment Fund Manager and Scholarship Plan Dealer to administer and distribute, respectively, the Individual Savings Plan. The agreements are renewable annually on November 1. Administration fees (comprising Plan administration and processing, and Financial reporting expenses) are paid to the Foundation. Administration fees are annual fees of 1% of the total amount of principal, Government grants and income earned thereon. Sales charges paid by subscribers from their initial contributions are paid to C.S.T.C. as compensation for the sale and distribution of savings plans.

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 Appendix I to the schedule, which is 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).

(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.

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 interest rate risk, credit risk and liquidity 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.

(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)	28%	33%
1-3 years	36%	33%
3-5 years	20%	22%
Greater than 5 years	16%	12%
Total Debt Instruments	100%	100%

As at April 30, 2014, if prevailing interest rates had increased by 1%, the Total Investment Fund amount of \$9,886 (October 31, 2013 – \$9,688) as per the Statement of Investment Portfolio would have decreased by \$235 (October 31, 2013 – \$214). If prevailing interest rates had decreased by 1%, the Total Investment Fund would have increased by \$252 (October 31, 2013 – \$231). 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 Plan is not exposed to other price risk as it holds only bonds and money market securities.

(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. Individual Savings Plan has a

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)

(b) Credit risk (continued)

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	42%	\$ 4,137	36%	\$ 3,444
AA/AAH/AAL	22%	2,199	20%	1,986
A/AH/AL	13%	1,306	16%	1,586
R-1	22%	2,191	20%	1,933
Short-term unrated	1%	53	8%	739
Total Investment Fund	100%	\$ 9,886	100%	\$ 9,688

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 Education Assistance Payments to beneficiaries. 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 subscribers' deposits and accumulated income. All other financial liabilities are short term and due within one year.

(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 is not exposed to currency risk as it holds only Canadian securities.

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	\$ 1,090	\$ 1,030
Inter-plan principal transfers	449	363
Return of principal	(986)	(703)
Net increase in Subscribers' deposits	553	690
Balance, Beginning of Period	7,431	6,956
Balance, End of Period	\$ 7,984	\$ 7,646

Note 7. 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:

- Level 1 financial instruments are valued using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 financial instruments are valued using observable inputs other than quoted prices included in Level 1.
- 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	\$ 1,392	\$ -	\$ -	\$ 1,392
Short-term investments	-	851	-	851
Fixed income securities	-	7,643	-	7,643
Total Investment Fund	\$ 1,392	\$ 8,494	\$ -	\$ 9,886

Assets Measured at Fair Value as of October 31, 2013

	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 2,471	\$ -	\$ -	\$ 2,471
Short-term investments	-	202	-	202
Fixed income securities	-	7,015	-	7,015
Total Investment Fund	\$ 2,471	\$ 7,217	\$ -	\$ 9,688

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
		384,471	383,119
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
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

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)			
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.

Canadian Scholarship Trust Plan

Sponsor

Canadian Scholarship Trust Foundation
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1.877.333.RESP (7377)

Investment Fund Manager and Distributor

C.S.T. Consultants Inc.
2225 Sheppard Avenue East, Suite 600
Toronto, Ontario M2J 5C2

Effective July 28, 2014 our address will be:

Canadian Scholarship Trust Foundation
2235 Sheppard Avenue East, Suite 1600
Toronto ON M2J 5B8

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RBC Investor Services Trust
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Toronto, ON M5V 3L3

Auditor

Deloitte LLP
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181 Bay Street, Suite 1400
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For updates on your Plan account, login to Online Services at www.cst.org

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