

**C.S.T. Consultants Inc.**



**Canadian Scholarship Trust  
Group Savings Plan 2001**

Semi-Annual Financial Statements  
Unaudited

**April 30, 2017**





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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 Financial Position

As at April 30, 2017 and October 31, 2016 (in thousands of Canadian dollars)

	Apr 30, 2017	Oct 31, 2016
		(Audited)
<b>Assets</b>		
Cash and cash equivalents	\$ 22,597	\$ 15,421
Receivables for securities sold	2,081	4,964
Investments, at fair value <i>(Note 4 and Schedule 1)</i>	3,794,293	3,605,820
Accrued interest and other receivables	31,624	27,575
Government grants receivable	12,970	12,764
	<b>3,863,565</b>	<b>3,666,544</b>
<b>Liabilities</b>		
Payables for securities purchased	10,573	9,677
Accounts payable, accrued liabilities and unclaimed subscribers' funds	6,488	41,869
	<b>17,061</b>	<b>51,546</b>
<b>Net Assets Attributable to Subscribers and Beneficiaries</b>	<b>3,846,504</b>	<b>3,614,998</b>
<b>Represented by:</b>		
<b>Non-Discretionary Funds</b>		
Accumulated income held for future education assistance payments	406,532	378,496
Subscribers' deposits <i>(Note 7)</i>	2,207,334	2,090,162
Government grants	752,689	721,275
Income on Government grants	167,357	153,293
Sales charge refund entitlements <i>(Note 9)</i>	146,112	132,383
<b>Unrealized Gains (Losses)</b>	<b>165,687</b>	<b>138,411</b>
<b>Discretionary Funds</b>		
Donations from the Foundation <i>(Note 8)</i>	793	978
	<b>\$3,846,504</b>	<b>\$3,614,998</b>

Approved on behalf of the Board of Canadian Scholarship Trust Foundation.



Colin E. Litton, FCPA, FCA  
 Director



Sherry J. MacDonald, CPA, CA  
 Director

# Statements of Comprehensive Income

For the six months ended April 30, 2017 and 2016 (in thousands of Canadian dollars)

	Apr 30, 2017	Apr 30, 2016
<b>Income</b>		
Interest for allocation to subscriber accounts	\$44,800	\$41,605
Realized gains (losses) on sale of investments	5,568	1,642
Change in unrealized gains (losses)	27,276	24,471
Dividends	19,623	20,219
	<b>97,267</b>	<b>87,937</b>
<b>Expenses</b>		
Administration and account maintenance fees <i>(Note 3(a))</i>	9,687	8,877
Portfolio management fees	1,395	2,235
Custodian and trustee fees	372	317
Independent Review Committee fees	29	22
	<b>11,483</b>	<b>11,451</b>
<b>Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries</b>	<b>\$85,784</b>	<b>\$76,486</b>

# Statements of Changes in Net Assets Attributable to Subscribers and Beneficiaries

For the six months ended April 30, 2017 and 2016 (in thousands of Canadian dollars)

	Apr 30, 2017	Apr 30, 2016
<b>Net Assets Attributable to Subscribers and Beneficiaries, Beginning of Year</b>	<b>\$3,614,998</b>	<b>\$3,228,464</b>
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	85,784	76,486
Transfers to internal and external plans	(3,767)	(3,063)
	<b>82,017</b>	<b>73,423</b>
<b>Receipts</b>		
Net increase in Subscribers' deposits <i>(Note 7)</i>	117,172	112,218
Government grants received (net of repayments)	39,537	41,091
<b>Disbursements</b>		
Payments to beneficiaries		
Education assistance payments	(3,045)	(3,290)
Government grants	(2,705)	(2,417)
Refund of sales charges	(652)	(519)
Return of interest	(818)	(672)
<b>Total payments to beneficiaries</b>	<b>(7,220)</b>	<b>(6,898)</b>
<b>Receipts less Disbursements</b>	<b>149,489</b>	<b>146,411</b>
<b>Change in Net Assets Attributable to Subscribers and Beneficiaries</b>	<b>231,506</b>	<b>219,834</b>
<b>Net Assets Attributable to Subscribers and Beneficiaries, End of Period</b>	<b>\$3,846,504</b>	<b>\$3,448,298</b>

# Statements of Cash Flows

For the six months ended April 30, 2017 and 2016 (in thousands of Canadian dollars)

	Apr 30, 2017	Apr 30, 2016
<b>Operating Activities</b>		
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	\$ 85,784	\$ 76,486
Net disbursements for investment transactions	(151,850)	(195,318)
Items not affecting cash		
Realized (gains) losses on sale of investments	(5,568)	(1,642)
Change in unrealized (gains) losses	(27,276)	(24,471)
Change in non-cash operating working capital		
(Increase) decrease in Accrued interest and other receivables	(4,049)	(1,224)
Increase in Government grants receivable	(206)	(4,066)
(Decrease) increase in Accounts payable, accrued liabilities and unclaimed subscribers' funds	(35,381)	4,687
<b>Cash flow used in Operating Activities</b>	<b>(138,546)</b>	<b>(145,548)</b>
<b>Financing Activities</b>		
Transfers to internal and external plans	(3,767)	(3,063)
Government grants received (net of repayments)	39,537	41,091
Net increase in Subscribers' deposits <i>(Note 7)</i>	117,172	112,218
Payments to beneficiaries	(7,220)	(6,898)
<b>Cash flow from Financing Activities</b>	<b>145,722</b>	<b>143,348</b>
<b>Net increase (decrease) in Cash and cash equivalents</b>	<b>7,176</b>	<b>(2,200)</b>
<b>Cash and cash equivalents, Beginning of Period</b>		
Cash	6,804	7,542
Cash equivalents	8,617	8,114
	<b>15,421</b>	<b>15,656</b>
<b>Cash and cash equivalents, End of Period</b>		
Cash	12,524	4,543
Cash equivalents	10,073	8,913
	<b>\$ 22,597</b>	<b>\$ 13,456</b>
<b>Supplemental cash flow information:</b>		
Withholding Taxes	\$ 700	\$ 745
Interest Income Received	44,733	23,588

# Schedule I – Statement of Investment Portfolio

As at April 30, 2017 (in thousands of Canadian dollars)

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds</b>						<b>Bonds (continued)</b>					
<b>Federal – 8.1%</b>						<b>Federal – 8.1% (continued)</b>					
Canada Housing Trust	1.75	15 Jun 2018	2,500	2,528	2,563	Government of Canada	5.75	1 Jun 2029	2,625	3,772	3,801
Canada Housing Trust	2.05	15 Jun 2018	17,425	17,680	17,816	Government of Canada	5.75	1 Jun 2033	4,850	7,381	7,273
Canada Housing Trust	2.35	15 Dec 2018	5,590	5,728	5,823	Government of Canada	5.00	1 Jun 2037	1,595	2,351	2,353
Canada Housing Trust	4.10	15 Dec 2018	3,000	3,158	3,316	Government of Canada	4.00	1 Jun 2041	1,600	2,147	2,140
Canada Housing Trust	1.95	15 Jun 2019	1,875	1,916	1,944	Government of Canada	3.50	1 Dec 2045	5,491	7,012	6,935
Canada Housing Trust	3.75	15 Mar 2020	14,156	15,238	15,766	Government of Canada	2.75	1 Dec 2048	5,708	6,480	6,342
Canada Housing Trust	1.25	15 Jun 2021	1,918	1,917	1,936	Government of Canada	2.14	1 May 2049	1,321	323	316
Canada Housing Trust	3.80	15 Jun 2021	2,730	3,007	3,097	Government of Canada	2.75	1 Dec 2064	1,700	2,018	1,913
Canada Housing Trust	1.15	15 Dec 2021	3,425	3,395	3,418	Kreditanstalt fur Wiederaufbau Global	5.05	4 Feb 2025	2,074	2,514	2,560
Canada Housing Trust	1.50	15 Dec 2021	2,437	2,454	2,433	Labrador-Island Link Funding Trust	3.76	1 Jun 2033	250	284	293
Canada Housing Trust	1.75	15 Jun 2022	1,493	1,518	1,492	Labrador-Island Link Funding Trust	3.86	1 Dec 2045	7,091	8,300	7,813
Canada Housing Trust	2.90	15 Jun 2024	2,690	2,912	2,814	Labrador-Island Link Funding Trust	3.85	1 Dec 2053	300	360	378
Canada Housing Trust	2.55	15 Mar 2025	2,000	2,116	2,077	Muskat Falls Funding Trust	3.83	1 Jun 2037	6,250	7,166	7,186
Canada Housing Trust	1.95	15 Dec 2025	1,000	1,009	1,027	Muskat Falls Funding Trust	3.86	1 Dec 2048	400	474	496
Canada Housing Trust	1.90	15 Sep 2026	2,676	2,668	2,641					218,543	219,410
Canada Housing Trust	2.35	15 Jun 2027	590	607	588	<b>Provincial – 39.5%</b>					
Canada Post Corporation	4.36	16 Jul 2040	325	409	409	Province of Alberta	4.00	1 Dec 2019	1,600	1,718	1,733
Government of Canada	0.51	15 Jun 2017	2,100	2,097	2,097	Province of Alberta	1.25	1 Jun 2020	6,167	6,172	6,110
Government of Canada	0.52	13 Jul 2017	380	379	379	Province of Alberta	1.35	1 Sep 2021	1,903	1,894	1,902
Government of Canada	0.55	7 Sep 2017	3,105	3,098	3,098	Province of Alberta	2.55	15 Dec 2022	500	522	518
Government of Canada	0.56	5 Oct 2017	390	389	389	Province of Alberta	3.10	1 Jun 2024	1,650	1,775	1,746
Government of Canada	4.45	1 Dec 2017	1,564	1,038	1,129	Province of Alberta	2.20	1 Jun 2026	5,780	5,764	5,740
Government of Canada	4.35	1 Jan 2018	379	189	214	Province of Alberta	2.55	1 Jun 2027	1,354	1,377	1,361
Government of Canada	0.25	1 May 2018	675	672	672	Province of Alberta	2.90	20 Sep 2029	2,700	2,772	2,821
Government of Canada	4.25	1 Jun 2018	3,550	3,687	3,747	Province of Alberta	3.50	1 Jun 2031	3,195	3,465	3,368
Government of Canada	0.50	1 Aug 2018	4,425	4,416	4,418	Province of Alberta	3.90	1 Dec 2033	7,182	8,079	7,577
Government of Canada	1.25	1 Sep 2018	5,475	5,517	5,576	Province of Alberta	4.50	1 Dec 2040	3,000	3,679	3,639
Government of Canada	2.29	1 Sep 2018	1,975	1,162	1,171	Province of Alberta	3.45	1 Dec 2043	17,420	18,315	17,634
Government of Canada	1.75	1 Mar 2019	1,543	1,573	1,587	Province of Alberta	3.30	1 Dec 2046	8,465	8,691	8,603
Government of Canada	1.88	1 May 2019	5,529	4,282	4,234	Province of British Columbia	2.25	1 Mar 2019	2,350	2,408	2,417
Government of Canada	1.75	1 Sep 2019	4,012	4,107	4,186	Province of British Columbia	1.65	19 Apr 2021	3,000	3,019	2,995
Government of Canada	0.99	1 Dec 2019	1,407	1,003	1,000	Province of British Columbia	9.95	15 May 2021	1,000	1,333	1,343
Government of Canada	1.27	1 Mar 2020	2,500	1,712	1,719	Province of British Columbia	4.80	15 Jun 2021	700	795	821
Government of Canada	1.50	1 Mar 2020	4,300	4,386	4,438	Province of British Columbia	3.25	18 Dec 2021	1,000	1,081	1,083
Government of Canada	3.50	1 Jun 2020	5,475	5,922	6,061	Province of British Columbia	2.70	18 Dec 2022	575	608	603
Government of Canada	1.21	1 Jul 2020	6,506	4,738	4,725	Province of British Columbia	3.30	18 Dec 2023	500	547	545
Government of Canada	1.29	1 Aug 2020	2,145	1,737	1,721	Province of British Columbia	2.85	18 Jun 2025	1,850	1,970	1,920
Government of Canada	0.75	1 Sep 2020	4,275	4,261	4,306	Province of British Columbia	2.30	18 Jun 2026	4,841	4,919	4,844
Government of Canada	1.35	1 Oct 2020	977	778	773	Province of British Columbia	2.55	18 Jun 2027	2,526	2,602	2,520
Government of Canada	3.35	1 Oct 2020	850	779	778	Province of British Columbia	5.70	18 Jun 2029	3,710	4,958	4,926
Government of Canada	3.25	1 Dec 2020	360	318	318	Province of British Columbia	6.35	18 Jun 2031	11,731	16,897	15,954
Government of Canada	0.75	1 Mar 2021	8,707	8,657	8,668	Province of British Columbia	5.40	18 Jun 2035	2,140	2,910	2,755
Government of Canada	3.25	1 Jun 2021	6,643	7,260	7,390	Province of British Columbia	4.70	18 Jun 2037	2,000	2,541	2,584
Government of Canada	0.75	1 Sep 2021	5,099	5,055	5,064	Province of British Columbia	4.95	18 Jun 2040	13,650	18,157	17,866
Government of Canada	1.32	1 Sep 2021	1,989	1,890	1,883	Province of British Columbia	4.30	18 Jun 2042	5,636	6,935	6,345
Government of Canada	0.50	1 Mar 2022	2,548	2,488	2,487	Province of British Columbia	3.20	18 Jun 2044	7,800	8,087	7,905
Government of Canada	2.75	1 Jun 2022	1,758	1,906	1,953	Province of British Columbia	2.80	18 Jun 2048	12,112	11,685	11,515
Government of Canada	1.50	1 Jun 2023	1,400	1,428	1,416	Province of Manitoba	1.85	5 Sep 2018	368	373	366
Government of Canada	2.50	1 Jun 2024	475	515	522	Province of Manitoba	5.50	15 Nov 2018	1,577	1,687	1,825
Government of Canada	2.25	1 Jun 2025	1,050	1,123	1,126						
Government of Canada	1.50	1 Jun 2026	3,642	3,660	3,575						
Government of Canada	1.00	1 Jun 2027	2,814	2,672	2,634						
Government of Canada	8.00	1 Jun 2027	3,000	4,807	4,997						

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

# Schedule I – Statement of Investment Portfolio (continued)

As at April 30, 2017 (in thousands of Canadian dollars)

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds (continued)</b>						<b>Bonds (continued)</b>					
<b>Provincial – 39.5% (continued)</b>						<b>Provincial – 39.5% (continued)</b>					
Province of Manitoba	1.15	21 Nov 2019	528	529	527	Province of Ontario	1.35	8 Mar 2022	1,362	1,350	1,347
Province of Manitoba	4.15	3 Jun 2020	850	925	932	Province of Ontario	3.15	2 Jun 2022	11,600	12,479	12,498
Province of Manitoba	2.55	2 Jun 2023	1,800	1,877	1,859	Province of Ontario	2.85	2 Jun 2023	15,850	16,833	16,714
Province of Manitoba	3.30	2 Jun 2024	500	544	530	Province of Ontario	3.50	2 Jun 2024	8,500	9,383	9,274
Province of Manitoba	2.45	2 Jun 2025	600	615	604	Province of Ontario	2.60	2 Jun 2025	9,650	10,036	9,815
Province of Manitoba	4.40	5 Sep 2025	6,900	8,066	7,690	Province of Ontario	2.40	2 Jun 2026	6,646	6,763	6,741
Province of Manitoba	2.55	2 Jun 2026	969	993	987	Province of Ontario	2.60	2 Jun 2027	1,762	1,810	1,764
Province of Manitoba	2.60	2 Jun 2027	331	338	330	Province of Ontario	6.50	8 Mar 2029	25,100	35,285	35,214
Province of Manitoba	3.25	5 Sep 2029	500	532	472	Province of Ontario	6.20	2 Jun 2031	5,375	7,595	7,616
Province of Manitoba	6.30	5 Mar 2031	625	876	825	Province of Ontario	5.85	8 Mar 2033	14,180	19,681	19,069
Province of Manitoba	5.70	5 Mar 2037	1,000	1,387	1,356	Province of Ontario	5.60	2 Jun 2035	17,100	23,553	23,200
Province of Manitoba	4.60	5 Mar 2038	1,300	1,594	1,472	Province of Ontario	4.70	2 Jun 2037	15,330	19,328	19,081
Province of Manitoba	4.65	5 Mar 2040	2,500	3,108	2,813	Province of Ontario	4.60	2 Jun 2039	16,500	20,721	20,497
Province of Manitoba	4.10	5 Mar 2041	12,975	14,979	14,570	Province of Ontario	4.65	2 Jun 2041	57,052	72,677	68,169
Province of Manitoba	4.40	5 Mar 2042	7,650	9,237	9,018	Province of Ontario	3.50	2 Jun 2043	33,250	35,876	35,111
Province of Manitoba	3.35	5 Mar 2043	875	898	777	Province of Ontario	3.45	2 Jun 2045	42,150	45,238	43,500
Province of Manitoba	4.05	5 Sep 2045	3,300	3,823	3,777	Province of Ontario	2.90	2 Dec 2046	25,902	25,104	24,534
Province of Manitoba	2.85	5 Sep 2046	2,901	2,713	2,642	Province of Ontario	2.80	2 Jun 2048	20,102	19,176	18,675
Province of Manitoba	3.40	5 Sep 2048	637	667	635	Province of Québec	4.50	1 Dec 2018	2,375	2,509	2,590
Province of Manitoba	3.15	5 Sep 2052	3,000	2,962	2,796	Province of Québec	4.50	1 Dec 2019	6,800	7,390	7,567
Province of New Brunswick	4.50	2 Jun 2020	1,500	1,647	1,679	Province of Québec	4.50	1 Dec 2020	1,700	1,889	1,903
Province of New Brunswick	2.85	2 Jun 2023	3,500	3,703	3,687	Province of Québec	4.25	1 Dec 2021	5,600	6,286	6,354
Province of New Brunswick	2.60	14 Aug 2026	1,204	1,233	1,206	Province of Québec	3.50	1 Dec 2022	5,700	6,256	6,236
Province of New Brunswick	6.47	30 Nov 2027	926	1,143	1,166	Province of Québec	3.00	1 Sep 2023	17,645	18,919	18,560
Province of New Brunswick	5.50	27 Jan 2034	2,000	2,629	2,587	Province of Québec	3.75	1 Sep 2024	2,200	2,472	2,442
Province of New Brunswick	4.55	26 Mar 2037	9,000	10,756	10,506	Province of Québec	2.75	1 Sep 2025	3,300	3,472	3,393
Province of New Brunswick	4.80	26 Sep 2039	1,500	1,865	1,808	Province of Québec	8.50	1 Apr 2026	4,700	7,058	7,070
Province of New Brunswick	4.80	3 Jun 2041	1,500	1,875	1,819	Province of Québec	2.50	1 Sep 2026	5,422	5,563	5,540
Province of New Brunswick	3.55	3 Jun 2043	8,000	8,331	8,053	Province of Québec	2.75	1 Sep 2027	3,022	3,146	3,046
Province of New Brunswick	3.80	14 Aug 2045	9,500	10,347	10,079	Province of Québec	6.00	1 Oct 2029	5,425	7,408	7,321
Province of New Brunswick	3.10	14 Aug 2048	625	603	611	Province of Québec	6.25	1 Jun 2032	13,224	18,931	18,558
Province of Newfoundland and Labrador	1.95	2 Jun 2022	914	925	912	Province of Québec	5.25	1 Jun 2034	3,200	4,167	4,013
Province of Newfoundland and Labrador	3.00	2 Jun 2026	8,857	9,295	8,939	Province of Québec	5.75	1 Dec 2036	26,250	37,089	36,303
Province of Newfoundland and Labrador	5.60	17 Oct 2033	1,500	1,959	1,944	Province of Québec	5.00	1 Dec 2038	12,150	15,992	15,432
Province of Newfoundland and Labrador	4.65	17 Oct 2040	1,700	2,044	1,990	Province of Québec	5.00	1 Dec 2041	57,535	76,885	72,701
Province of Newfoundland and Labrador	3.30	17 Oct 2046	5,175	5,060	4,873	Province of Québec	4.25	1 Dec 2043	16,700	20,283	19,410
Province of Newfoundland and Labrador	3.70	17 Oct 2048	938	993	931	Province of Québec	3.50	1 Dec 2045	19,300	20,884	19,794
Province of Nova Scotia	4.10	1 Jun 2021	1,100	1,217	1,222	Province of Québec	3.50	1 Dec 2048	17,335	18,969	18,329
Province of Nova Scotia	2.10	1 Jun 2027	2,796	2,727	2,671	Province of Saskatchewan	2.55	2 Jun 2026	4,187	4,300	4,254
Province of Nova Scotia	5.80	1 Jun 2033	4,937	6,723	6,396	Province of Saskatchewan	2.65	2 Jun 2027	168	173	167
Province of Nova Scotia	4.50	1 Jun 2037	5,900	7,115	6,954	Province of Saskatchewan	6.40	5 Sep 2031	10,296	14,698	14,354
Province of Nova Scotia	4.70	1 Jun 2041	2,000	2,506	2,414	Province of Saskatchewan	5.60	5 Sep 2035	1,600	2,186	2,155
Province of Nova Scotia	4.40	1 Jun 2042	5,230	6,320	5,882	Province of Saskatchewan	4.75	1 Jun 2040	7,825	9,937	9,911
Province of Nova Scotia	3.45	1 Jun 2045	3,000	3,136	3,043	Province of Saskatchewan	3.90	2 Jun 2045	5,400	6,163	5,910
Province of Nova Scotia	3.50	2 Jun 2062	1,400	1,499	1,397	Province of Saskatchewan	2.75	2 Dec 2046	7,586	7,029	6,808
Province of Ontario	2.10	8 Sep 2018	7,400	7,523	7,635	Province of Saskatchewan	3.30	2 Jun 2048	1,365	1,417	1,357
Province of Ontario	4.40	2 Jun 2019	13,675	14,629	15,066	Province of Saskatchewan	3.75	5 Mar 2054	815	931	907
Province of Ontario	4.20	2 Jun 2020	7,500	8,174	8,337					1,070,992	1,043,025
Province of Ontario	4.00	2 Jun 2021	13,900	15,327	15,518						
						<b>Municipal – 1.4%</b>					
						City of Montreal	5.45	1 Dec 2019	400	442	455
						City of Montreal	3.50	1 Sep 2023	450	489	483
						City of Montreal	3.00	1 Sep 2025	1,763	1,851	1,775
						City of Montreal	2.75	1 Sep 2026	456	467	457

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



# Schedule I – Statement of Investment Portfolio (continued)

As at April 30, 2017 (in thousands of Canadian dollars)

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds (continued)</b>						<b>Bonds (continued)</b>					
<b>Municipal – 1.4% (continued)</b>						<b>Corporate – 29.1% (continued)</b>					
City of Montreal	4.25	1 Dec 2032	750	856	824	Bank of Nova Scotia	2.46	14 Mar 2019	45,655	46,682	46,810
City of Montreal	4.10	1 Dec 2034	902	1,009	967	Bank of Nova Scotia	2.40	28 Oct 2019	22,245	22,816	22,775
City of Montreal	6.00	1 Jun 2043	875	1,269	1,252	Bank of Nova Scotia	2.09	9 Sep 2020	7,924	8,074	8,027
City of Ottawa	4.60	14 Jul 2042	1,000	1,207	1,180	Bank of Nova Scotia	1.90	2 Dec 2021	14,790	14,909	14,831
City of Ottawa	3.10	27 Jul 2048	172	161	171	Bank of Nova Scotia	1.84	27 Apr 2022	4,240	4,248	4,239
City of Toronto	4.50	2 Dec 2019	500	541	555	Bankers Hall L.P.	4.38	20 Nov 2023	1,332	1,392	1,412
City of Toronto	3.50	6 Dec 2021	400	432	438	Bell Canada	6.55	1 May 2029	469	608	612
City of Toronto	3.90	29 Sep 2023	2,500	2,782	2,769	Bell Canada	4.35	18 Dec 2045	596	612	596
City of Toronto	2.40	24 Jun 2026	464	464	464	Caisse Centrale Desjardins	2.80	19 Nov 2018	8,188	8,384	8,471
City of Toronto	2.95	28 Apr 2035	600	581	555	Caisse Française de Financement Local S.A.	5.00	9 Mar 2020	750	818	820
City of Toronto	3.50	2 Jun 2036	2,621	2,714	2,610	Canadian Imperial Bank of Commerce	0.82	8 Jun 2017	1,561	1,560	1,561
City of Toronto	5.20	1 Jun 2040	2,650	3,437	3,465	Canadian Imperial Bank of Commerce	1.10	1 Jun 2018	1,371	1,376	1,375
City of Toronto	4.70	10 Jun 2041	1,150	1,409	1,359	Canadian Imperial Bank of Commerce	1.70	9 Oct 2018	8,598	8,661	8,629
City of Toronto	3.80	13 Dec 2042	450	484	465	Canadian Imperial Bank of Commerce	1.15	17 Jan 2019	2,586	2,594	2,593
City of Toronto	4.15	10 Mar 2044	450	513	493	Canadian Imperial Bank of Commerce	1.90	26 Apr 2021	4,440	4,495	4,472
City of Toronto	3.25	24 Jun 2046	2,427	2,382	2,323	Canadian Imperial Bank of Commerce	1.64	12 Jul 2021	6,340	6,348	6,327
City of Vancouver	3.70	18 Oct 2052	299	320	342	Canadian Imperial Bank of Commerce	2.04	21 Mar 2022	15,076	15,281	15,097
City of Winnipeg	4.10	1 Jun 2045	86	95	99	Canadian Pacific Railway Company	6.91	1 Oct 2024	741	468	505
City of Winnipeg	4.30	15 Nov 2051	900	1,049	1,024	Capital Desjardins Inc.	5.19	5 May 2020	16,100	17,765	18,002
Municipal Finance Authority of British Columbia	5.10	20 Nov 2018	650	691	723	Capital Desjardins Inc.	4.95	15 Dec 2026	10,099	11,432	11,337
Municipal Finance Authority of British Columbia	2.05	2 Jun 2019	1,500	1,530	1,535	CBC Monetization Trust	4.69	15 May 2027	5,054	5,771	5,582
Municipal Finance Authority of British Columbia	4.88	3 Jun 2019	650	700	729	Central 1 Credit Union	1.45	1 May 2017	4,291	4,291	4,292
Municipal Finance Authority of British Columbia	4.15	1 Jun 2021	557	615	624	Central 1 Credit Union	1.31	21 Nov 2018	1,789	1,796	1,789
Municipal Finance Authority of British Columbia	3.75	26 Sep 2023	475	527	529	Cogeco Inc.	5.15	16 Nov 2020	482	529	531
Municipal Finance Authority of British Columbia	2.50	19 Apr 2026	1,450	1,475	1,453	Cogeco Inc.	4.18	26 May 2023	2,793	2,995	2,907
Region of Peel	2.30	2 Nov 2026	160	158	159	Enbridge Inc.	4.24	27 Aug 2042	930	922	875
Region of Peel	5.10	29 Jun 2040	1,200	1,540	1,515	Enbridge Inc.	4.57	11 Mar 2044	1,349	1,408	1,290
Region of Peel	3.85	30 Oct 2042	900	976	951	Enbridge Pipelines Inc.	8.20	15 Feb 2024	546	729	747
Regional Municipality of York	2.60	15 Dec 2025	3,362	3,433	3,274	EUROFIMA Maple Bond	4.55	30 Mar 2027	2,000	2,336	2,355
Regional Municipality of York	2.50	2 Jun 2026	159	161	163	GE Capital Canada Funding Company	1.62	15 Feb 2022	2,788	2,769	2,557
Regional Municipality of York	4.00	31 May 2032	600	671	658	Greater Toronto Airports Authority	6.45	30 Jul 2029	1,316	1,667	1,618
Regional Municipality of York	4.05	1 May 2034	1,525	1,711	1,679	Greater Toronto Airports Authority	7.10	4 Jun 2031	422	614	630
				39,142	38,517	Great-West Lifeco Inc.	6.14	21 Mar 2018	5,699	5,948	6,061
						Great-West Lifeco Inc.	6.67	21 Mar 2033	3,121	4,253	4,168
<b>Corporate – 29.1%</b>						Green Timbers L.P.	6.84	30 Jun 2037	576	743	684
407 International Inc.	7.13	26 Jul 2040	3,939	6,161	5,573	Heathrow Funding Limited	3.00	17 Jun 2023	5,401	5,636	5,461
Access Justice Durham Ltd.	5.02	31 Aug 2039	1	1	1	Honda Canada Finance Inc.	1.93	3 Dec 2018	783	788	790
Bank Nederlandse Gemeenten	5.15	7 Mar 2025	254	299	301	HSBC Bank Canada	2.08	26 Nov 2018	21,464	21,730	21,599
Bank of Montreal	0.37	12 Jun 2017	1,255	1,256	1,256	HSBC Bank Canada	2.91	29 Sep 2021	28,410	29,754	28,957
Bank of Montreal	1.04	29 Mar 2018	17,493	17,567	17,576	Hydro One Inc.	8.90	18 Aug 2022	2,000	2,723	2,844
Bank of Montreal	1.21	11 Apr 2019	466	468	467	Hydro One Inc.	8.25	22 Jun 2026	4,750	7,042	7,081
Bank of Montreal	2.10	6 Oct 2020	2,939	3,000	2,989	Hydro-Québec	1.00	25 May 2019	1,582	1,582	1,576
Bank of Montreal	1.88	31 Mar 2021	3,307	3,346	3,315	Hydro-Québec	11.00	15 Aug 2020	3,400	4,458	4,909
Bank of Montreal	3.40	23 Apr 2021	23,739	25,396	25,637	Hydro-Québec	6.50	15 Feb 2035	3,000	4,472	4,371
Bank of Montreal	4.61	10 Sep 2025	20,050	23,727	23,224						
Bank of Nova Scotia	2.24	22 Mar 2018	6,500	6,565	6,604						
Bank of Nova Scotia	1.07	20 Apr 2018	14,117	14,191	14,180						
Bank of Nova Scotia	1.33	1 May 2018	5,200	5,210	5,164						

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

# Schedule I – Statement of Investment Portfolio (continued)

As at April 30, 2017 (in thousands of Canadian dollars)

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds (continued)</b>						<b>Bonds (continued)</b>					
<b>Corporate – 29.1% (continued)</b>						<b>Corporate – 29.1% (continued)</b>					
Hydro-Québec	6.00	15 Feb 2040	7,650	11,350	10,982	SP1 Limited Partnership	3.21	15 Jun 2019	2,717	2,503	2,458
Hydro-Québec	5.00	15 Feb 2050	3,000	4,219	3,970	St. Clair Holding ULC	4.88	31 Aug 2031	280	296	297
Kraft Canada Inc.	1.62	6 Jul 2020	6,067	6,133	6,067	Strait Crossing Development Inc.	6.17	15 Sep 2031	1,535	1,390	1,349
Loblaw Companies Limited	6.50	22 Jan 2029	712	911	883	Sun Life Capital Trust	7.09	30 Jun 2052	8,424	11,299	10,968
Loblaw Companies Limited	6.54	17 Feb 2033	1,319	1,698	1,632	Toronto Dominion Bank	1.02	28 Mar 2018	3,709	3,725	3,724
Loblaw Companies Limited	6.05	9 Jun 2034	222	274	261	Toronto Dominion Bank	2.45	2 Apr 2019	14,634	14,969	15,046
Loblaw Companies Limited	5.90	18 Jan 2036	832	1,025	1,018	Toronto Dominion Bank	1.16	18 Feb 2020	1,139	1,149	1,139
Loblaw Companies Limited	6.45	1 Mar 2039	831	1,108	1,081	Toronto Dominion Bank	2.05	8 Mar 2021	2,980	3,034	2,993
Manufacturers Life Insurance Company	2.82	26 Feb 2023	2,495	2,523	2,523	Toronto Dominion Bank	1.68	8 Jun 2021	13,679	13,765	13,679
Manufacturers Life Insurance Company	2.81	21 Feb 2024	3,941	4,026	4,022	Toronto Dominion Bank	1.91	18 Jul 2023	6,517	6,502	6,522
Manufacturers Life Insurance Company	2.64	15 Jan 2025	8,604	8,813	8,727	Toronto Dominion Bank	3.23	24 Jul 2024	32,943	35,483	34,733
Manufacturers Life Insurance Company	2.10	1 Jun 2025	7,033	7,106	6,976	Toronto Dominion Bank	2.98	30 Sep 2025	5,272	5,432	5,275
Manufacturers Life Insurance Company	2.39	5 Jan 2026	9,633	9,789	9,570	TransCanada PipeLines Limited	11.80	20 Nov 2020	986	1,307	1,506
Manufacturers Life Insurance Company	3.18	22 Nov 2027	9,391	9,886	9,617	TransCanada PipeLines Limited	8.05	17 Feb 2039	3,493	5,592	5,521
Maritimes and Northeast Pipelines Limited Partnership	4.34	30 Nov 2019	567	580	591	UniCredit Group	2.67	29 May 2018	3,826	3,842	3,910
Maritimes and Northeast Pipelines Limited Partnership	6.90	30 Nov 2019	71	75	81	University Health Network	5.64	8 Dec 2022	2,261	2,506	2,591
Metropolitan Life Insurance Company	2.31	25 Sep 2017	500	502	505	University of Ontario Institute of Technology	6.35	15 Oct 2034	622	759	741
Metropolitan Life Insurance Company	3.11	16 Apr 2021	545	572	567	Wells Fargo Financial Corporation Canada	3.04	29 Jan 2021	1,618	1,698	1,688
MILIT-AIR Inc.	5.75	30 Jun 2019	732	768	818	Wells Fargo Financial Corporation Canada	3.46	24 Jan 2023	1,841	1,982	1,959
Morgan Stanley	1.22	11 Jan 2018	441	443	443	WTH Car Rental ULC	2.54	20 Aug 2019	6,963	7,025	6,962
National Bank of Canada	1.09	14 Jun 2018	2,108	2,116	2,111				788,717	782,066	
National Bank of Canada	2.40	28 Oct 2019	25,735	26,401	26,496	<b>Total Fixed Income Investments – 78.1%</b>			<b>2,117,394</b>	<b>2,083,018</b>	
National Grid Electricity Transmission plc	2.90	26 Nov 2019	430	445	445						
NAV Canada	7.56	1 Mar 2027	3,689	4,741	4,696	<b>Security</b>			<b>Number of Securities</b>	<b>Fair Value (\$)</b>	<b>Average Cost (\$)</b>
North Battleford Power L.P.	4.96	31 Dec 2032	2,343	2,687	2,613	<b>Equities – 6.3%</b>					
Ontrea Inc.	4.62	9 Apr 2018	1,071	1,092	1,125	Agrium Inc.			46	5,848	5,481
Ornge Issuer Trust	5.73	11 Jun 2034	2,330	2,785	2,686	Aimia Inc.			167	1,524	1,646
Pearson International Fuel Facilities Corporation	5.09	9 Mar 2032	887	980	951	ATCO Ltd.			23	1,139	869
Public Sector Pension Investment Board	3.27	12 Jun 2020	2,338	2,399	2,354	AutoCanada Inc.			48	1,124	1,089
Rogers Communications Inc.	6.56	22 Mar 2041	5,000	6,779	6,198	Bank of Nova Scotia			111	8,432	6,363
Royal Bank of Canada	2.77	11 Dec 2018	23,460	24,035	24,227	Birchcliff Energy Ltd.			302	2,111	1,987
Royal Bank of Canada	5.01	9 Apr 2019	1,789	1,797	1,767	Boardwalk Real Estate Investment Trust			66	3,042	3,218
Royal Bank of Canada	1.11	11 Feb 2020	3,684	3,714	3,684	Brookfield Asset Management Inc.			64	3,209	2,656
Royal Bank of Canada	1.07	23 Mar 2020	12,245	12,312	12,245	Brookfield Infrastructure Partners L.P.			30	1,640	1,315
Royal Bank of Canada	2.03	15 Mar 2021	13,752	13,977	13,841	Brookfield Renewable Partners L.P.			18	763	754
Royal Bank of Canada	1.65	15 Jul 2021	32,808	32,815	32,548	CAE Inc.			127	2,641	1,796
Royal Bank of Canada	1.58	13 Sep 2021	14,135	14,074	14,107	Canadian National Railway Company			62	6,128	4,714
Royal Bank of Canada	1.97	2 Mar 2022	6,060	6,118	6,049	Canadian Natural Resources Limited			81	3,508	2,083
Royal Bank of Canada	2.00	21 Mar 2022	21,906	22,135	21,779	Canadian Pacific Railway Company			14	2,874	2,439
Shaw Communications Inc.	6.75	9 Nov 2039	7,353	9,293	8,998	Canadian Western Bank			65	1,738	1,456
SNC-Lavalin Group Inc.	6.19	3 Jul 2019	1,193	1,297	1,299	CCL Industries Inc.			9	2,773	1,994
						CGI Group Inc.			36	2,400	2,132
						CI Financial Corp.			96	2,570	2,631
						Computer Modeling Group Ltd.			98	1,058	989
						Dollarama Inc.			13	1,512	1,069
						DREAM Unlimited Corporation			106	697	777
						Empire Company Limited			215	4,512	4,389

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

# Schedule I – Statement of Investment Portfolio (continued)

As at April 30, 2017 (in thousands of Canadian dollars)

Security	Number of Securities	Fair Value (\$)	Average Cost (\$)	Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
<b>Equities – 6.3% (continued)</b>				<b>Exchange-traded Funds – 14.9%</b>			
Enbridge Inc.	60	3,403	3,048	BMO S&P 500 Hedged to CAD Index ETF	5,562	202,465	171,225
Enerflex Ltd.	125	2,405	1,623	iShares Core S&P 500 Hedged to CAD Index ETF	7,413	202,314	169,925
Ensign Energy Services Inc.	49	374	371				
Fairfax Financial Holdings Limited	5	3,003	3,013	<b>Total Equities and ETFs – 21.2%</b>		<b>573,825</b>	<b>489,229</b>
Finning International Inc.	127	3,285	2,408	<b>Total Investments</b>		<b>2,691,219</b>	<b>2,572,247</b>
FirstService Corporation	14	1,170	642	<b>Cash and cash equivalents – 0.7%</b>		<b>20,182</b>	<b>20,182</b>
Franco-Nevada Corporation	55	5,064	4,229	<b>Total Portfolio Assets – 100.0%</b>		<b>2,711,401</b>	<b>2,592,429</b>
Freehold Royalties Ltd.	250	3,392	2,819	<b>Investments Allocation (Note 4)</b>			
GMP Capital Inc.	96	327	394	<b>Government Grants (Appendix I)</b>		950,764	910,628
Granite REIT Holdings Limited Partnership	25	1,220	931	<b>Sales Charge Refund Entitlements (Appendix II &amp; III)</b>		152,310	145,732
Great Canadian Gaming Corporation	61	1,489	1,111	<b>Cash and cash equivalents (Appendices I, II &amp; III)</b>		2,415	2,415
Great-West Lifeco Inc.	34	1,234	1,102	<b>Total Investment Fund</b>		<b>3,816,890</b>	<b>3,651,204</b>
Home Capital Group Inc.	120	957	3,578	<b>Represented by:</b>			
IGM Financial Inc.	35	1,418	1,209	<b>Cash and cash equivalents</b>		22,597	
Imperial Oil Limited	64	2,545	2,627	<b>Investments, at fair value</b>		3,794,293	
Intact Financial Corporation	77	7,197	7,050				
Jean Coutu Group (PJC) Inc.	41	921	796				
Laurentian Bank of Canada	16	900	786				
Loblaw Companies Limited	68	5,168	4,593				
MacDonald, Dettwiler and Associates Ltd.	40	2,675	2,759				
Magna International Inc.	85	4,818	4,734				
Manulife Financial Corporation	35	827	595				
Methanex Corporation	22	1,384	947				
METRO Inc.	7	341	287				
Morguard Corporation	6	1,148	808				
Mullen Group Ltd.	191	2,852	3,220				
Onex Corporation	26	2,541	2,058				
Pason System Inc.	155	3,144	2,824				
Power Corporation of Canada	60	1,896	1,697				
PrairieSky Royalty Ltd.	121	3,593	2,805				
Restaurant Brands International Inc.	14	1,055	841				
Ritchie Brothers Auctioneers	85	3,795	3,211				
ShawCor Ltd.	71	2,443	2,055				
Stella-Jones Inc.	15	650	625				
Suncor Energy Inc.	154	6,584	5,235				
TELUS Corporation	122	5,533	5,062				
Toromont Industries Ltd.	38	1,855	1,200				
Toronto Dominion Bank	140	8,982	7,235				
Total Energy Services Inc.	76	1,024	1,078				
Wajax Corporation	44	1,064	902				
Westshore Terminals Investment Corporation	119	2,830	2,688				
Winpak Ltd.	22	1,297	1,036				
<b>Total Equities</b>		<b>169,046</b>	<b>148,079</b>				

# Notes to the Financial Statements

Six months ended April 30, 2017 and 2016 (Unaudited, in thousands of Canadian dollars)

## Note 1. Nature of Operations

The Canadian Scholarship Trust Group Savings Plan 2001 (the “Plan”) is a Pooled Education Savings Plan that was established on May 1, 2001. The objective of the Plan is to assist parents and others to save for the post-secondary education of children. The 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”). The Plan’s registered place of business is 1600-2235 Sheppard Avenue East, Toronto, Ontario, Canada.

Payments are made by a subscriber to an account maintained by the Plan’s 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 described below), or
- iii. the Agreement is terminated.

The investment income earned on the subscribers’ principal balance 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 Canada Learning Bond (“CLB”), the Quebec Education Savings Incentive (“QESI”), the Saskatchewan Advantage Grant for Education Savings (“SAGES”) and the British Columbia Training and Education Savings Grant (“BCTESG”) (collectively, “Government Grants”). The Government of Saskatchewan has announced a temporary suspension of the SAGES program effective January 1, 2018.

The Plan collects Government Grants, which are credited directly into subscribers’ Agreements (“Agreements”) 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 with their EAPs.

Agreements are registered with appropriate government authorities if all required information is provided, and once registered are subject to the rules for Registered Education Savings Plans (“RESP”) 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. 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) Statement of Compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”). These interim financial statements were prepared in accordance with International Accounting Standard (“IAS”) 34, Interim Financial Reporting.

These financial statements were approved by the Board of the Foundation on June 6, 2017.

### (b) Basis of measurement

These financial statements have been prepared on the historical cost basis except for financial instruments classified as “at fair value through profit or loss” (“FVTPL”), which are measured at fair value.

### (c) Future accounting standard

The following new accounting standard has been issued by the International Accounting Standards Board (“IASB”). This new standard is not yet effective and the Plan has not completed its assessment of the impact on its financial statements.

IFRS 9 Financial Instruments (“IFRS 9”)

In July 2014, the IASB finalized the reform of financial instruments accounting and issued IFRS 9 (as revised in 2014), which contains the requirements for the classification and measurement of financial assets and financial liabilities, impairment methodology, and general hedge accounting. IFRS 9 (as revised in 2014) will supersede IAS 39 Financial Instruments: Recognition and Measurement (“IAS 39”). IFRS 9 will be effective for the Plan’s financial statements during its fiscal 2019 year.

### (d) Financial instruments

The Plan recognizes financial assets and financial liabilities when it becomes a party to a contract. Financial assets and financial liabilities, with the exception of those classified as FVTPL, are measured at fair value plus transaction costs on initial recognition. Financial assets and financial liabilities classified as FVTPL are measured at fair value on initial recognition and transaction costs are expensed when incurred. Investments, at fair value have been designated as FVTPL.

Measurement in subsequent periods depends on the classification of the financial instrument. The financial assets and financial liabilities of the Plan are classified as follows:

Financial asset or financial liability	Classification
Investments, at fair value	FVTPL <sup>(i)</sup>
Cash and cash equivalents	Loans and receivables <sup>(ii)</sup>
Accrued interest and other receivables	Loans and receivables <sup>(ii)</sup>
Receivables for securities sold	Loans and receivables <sup>(ii)</sup>
Accounts payable, accrued liabilities and unclaimed subscriber funds	Other financial liabilities <sup>(iii)</sup>
Payables for securities purchased	Other financial liabilities <sup>(iii)</sup>

# Notes to the Financial Statements (continued)

Six months ended April 30, 2017 and 2016 (Unaudited, in thousands of Canadian dollars)

## Note 2. Significant Accounting Policies (continued)

### (d) Financial instruments (continued)

- <sup>(i)</sup> Financial assets are designated as FVTPL when acquired principally for the purpose of trading. Financial assets classified as FVTPL are measured at fair value, with changes in unrealized gains and losses recognized on the Statements of Comprehensive Income.
- <sup>(ii)</sup> Loans and receivables are non-derivative financial assets that have fixed or determinable payments and are not quoted in an active market. Subsequent to initial recognition, loans and receivables are carried at amortized cost using the effective interest method. Loans and receivables are considered for impairment when they are past due or when other objective evidence is received that a specific counterparty will default.
- <sup>(iii)</sup> Other financial liabilities are liabilities that are not derivative liabilities or classified as FVTPL. Subsequent to initial recognition, other financial liabilities are carried at amortized cost using the effective interest method.

The effective interest method is a method of calculating the amortized cost of a financial instrument and allocating interest over the relevant period. The effective interest rate is the rate that discounts estimated future cash flows (including all transaction costs and other premiums or discounts) through the expected life of the financial instrument to the net carrying amount on initial recognition.

### (e) Investment valuation

Investments, at fair value include the following types of securities: bonds, money market securities, exchange-traded funds ("ETF"), pooled funds and equity securities.

The fair value of fixed income securities that are not publicly traded is measured by using either the average bid price from multiple dealers, or by the present value of contractual cash flows, discounted at current market rates. Interest accrued at the reporting date is included in Accrued interest and other receivables.

The fair value of securities that are publicly traded in an active market is measured using bid prices at the reporting date.

Investments in pooled funds used to pay the Sales Charge Refund ("SCR") Entitlements referred to in Note 9(a) 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 10 provides further guidance on fair value measurements.

### (f) Investment transactions and income recognition

Investment transactions are accounted for on a trade-date basis. Interest for allocation to subscriber accounts represents the coupon interest received by the Plan accounted for on an accrual basis. The Plan does not amortize premiums paid or discounts received on the purchase of fixed income securities. Dividends and distributions are accrued as of the ex-dividend date and ex-distribution date, respectively. Realized gains (losses) on the sale of investments and Change in unrealized gains (losses) are calculated with reference to the average cost of the related investments and are recognized in the period that such gains (losses) occur.

### (g) 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. Sales charges are deducted from subscribers' deposits and are collected over periods of up to 32 months from the date of initial deposit. Account maintenance fees are paid annually to the Foundation from subscribers' deposits and are accrued throughout the year.

### (h) Income taxes

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

### (i) Cash and cash equivalents

Cash and cash equivalents include deposit balances with banks and securities with a purchase date to maturity of 90 days or less and includes term deposits, treasury bills and bankers acceptances.

### (j) Foreign currency

The functional and presentation currency of the Plan is the Canadian Dollar.

To the extent applicable in any period, foreign currency purchases and sales of investments and foreign currency dividend and interest income are translated into Canadian dollars at the rate of exchange prevailing at the time of the transactions. Realized and unrealized foreign currency gains or losses on investments are included in the Statements of Comprehensive Income in Realized gains (losses) on sale of investments and Change in unrealized gains (losses), respectively.

### (k) Critical accounting estimates and judgments

When preparing the financial statements, C.S.T.C management makes estimates and judgments that affect the reported amounts recognized and disclosed in the financial statements. These estimates and judgments have a direct effect on the measurement of transactions and balances recognized in the financial statements. By their nature, these estimates and judgments are subject to measurement uncertainty and actual results could differ.

The estimates, assumptions and judgments that have a significant risk of causing a material adjustment to the carrying value of assets and liabilities are those involved with the valuation of the SCR Entitlements. Further information on the SCR Entitlement valuation can be found in Note 9(b).

## Note 3. Related Party Transactions

Related party transactions are measured at the exchange amount, which is the amount agreed between the parties.

### (a) Distribution and Administration of the Plan

The Foundation, as the Plan sponsor, has appointed C.S.T.C., as both the Scholarship Plan Dealer and Investment Fund Manager to distribute and administer, respectively, the Plan. The agreements are renewable annually on November 1.

Administration and account maintenance fees 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, as well as the investments used to pay the SCR Entitlements ("SCR Fund").



# Notes to the Financial Statements (continued)

Six months ended April 30, 2017 and 2016 (Unaudited, in thousands of Canadian dollars)

## Note 3. Related Party Transactions (continued)

### (a) Distribution and Administration of the Plan (continued)

During the six months ended April 30, 2017, \$9,687 was recognized as an expense for Administration and account maintenance fees (2016 – \$8,877). Administration and account maintenance fees included in Accounts payable, accrued liabilities and unclaimed subscribers' funds at April 30, 2017 was \$413 (October 31, 2016 – \$259).

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 balance of sales charges collected is paid to C.S.T.C. as compensation for the sale and distribution of savings plans.

During the six months ended April 30, 2017, \$18,416 was paid to C.S.T.C. from sales charges collected as compensation for the sale and distribution of savings plans (2016 – \$18,754). Related amounts included in Accounts payable, accrued liabilities and unclaimed subscribers' funds at April 30, 2017 was \$765 (October 31, 2016 – \$506).

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 9).

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

For the six-month period ended April 30, 2017, the Foundation provided deficit funding payments of \$800 (2016 – \$950) to the SCR Fund (see Note 9 (b)).

### (c) Fees paid for services of an Independent Review Committee

The Independent Review Committee ("IRC") provides independent review and oversight of conflicts of interest relating to the management of the Plans. For the six-month period ended April 30, 2017, the Plan recognized an expense of \$29 (2016 – \$22) for the services of the IRC. IRC fees included in Accounts payable, accrued liabilities and unclaimed subscribers' funds at April 30, 2017 was \$5 (October 31, 2015 – \$nil).

### (d) Fees paid to monitor and manage the portfolio managers

Included in Portfolio management fees on the Statements of Comprehensive Income is \$311 (2016 – \$277) charged by C.S.T.C. for expenses incurred to monitor and manage the portfolio managers. Included in Accounts payable, accrued liabilities and unclaimed subscribers' funds is \$1 owing from C.S.T.C. at April 30, 2017 (\$38 owing to C.S.T.C. at October 31, 2016) relating to these expenses.

## Note 4. Investment 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 are invested collectively in a separate fund with Government Grants of other RESP plans administered by C.S.T.C. The Government Grant principal received and income earned thereon are separately tracked for each subscriber's Agreement. The portfolio holdings are allocated across all C.S.T.C. plans based on the proportion of principal and income attributable to Agreements within each plan (see Appendix I to Schedule I).

For Agreements purchased under prospectuses dated prior to October 2, 2007, investments used to fund the SCR Entitlements of the Group Savings Plan 2001 and the Group Savings Plan are managed in a separate SCR Fund (see Appendix II to Schedule 1). The SCR Fund's holdings and income are allocated to the Plan based on its proportionate share of the SCR Entitlements.

For Agreements purchased under prospectuses dated on or after October 2, 2007, investments used to fund the SCR Entitlements of the Plan are managed in a separate SCR Fund (see Appendix III to Schedule I).

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

## Note 5. Capital Risk Management

The Plan's capital consists of the components of the net assets attributable to subscribers and beneficiaries as per the Statements of Financial Position. The Plan has obligations to return subscriber contributions upon maturity or termination as well as pay EAPs of investment income, grants and income on grants. The Plan invests subscriber contributions and government grants received in appropriate investments in accordance with its stated investment objectives while maintaining sufficient liquidity to meet subscribers' obligations.

## Note 6. 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 and 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 change in the fair value or cash flows of the Plan's investments in interest-bearing financial instruments 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

# Notes to the Financial Statements (continued)

Six months ended April 30, 2017 and 2016 (Unaudited, in thousands of Canadian dollars)

## Note 6. Risks Associated with Financial Instruments (continued)

### (a) Market risk (continued)

#### i. Interest rate risk (continued)

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	
	Apr 30, 2017	Oct 31, 2016
Less than 1 year	3%	3%
1-3 years	12%	13%
3-5 years	13%	12%
Greater than 5 years	49%	50%
<b>Total debt instruments</b>	<b>77%</b>	<b>78%</b>

As at April 30, 2017, if prevailing interest rates had increased by 1%, the fair value of the Total Investment Fund of \$3,816,890 (October 31, 2016 – \$3,621,241) as per Schedule I – Statement of Investment Portfolio would have decreased by \$231,000 (October 31, 2016 – \$221,000). If prevailing interest rates had decreased by 1% the fair value of the Total Investment Fund would have increased by \$281,000 (October 31, 2016 – \$278,000). 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 ETFs of the Plan and Government Grants asset pool, and the equity component of the SCR Fund, which represents 23% (October 31, 2016 – 22%) of the Total Investment Fund amount as at April 30, 2017. The risk associated with the equity component of the SCR Fund is managed by security selection and active management by external managers within approved investment policies and mandates.

As at April 30, 2017, 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 \$8,700 (October 31, 2016 – \$8,000). 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 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 summarized below:

Credit rating	April 30, 2017		October 31, 2016	
	% of Total Investment Fund	Amount (in thousands)	% of Total Investment Fund	Amount (in thousands)
AAA	9%	\$ 365,668	21%	\$ 775,260
AA/AAH/AAL	40%	1,531,975	35%	1,257,118
A/AH/AL	24%	907,452	19%	702,692
BBB	1%	39,928	3%	65,504
R-1	1%	29,010	0%	11,327
Short-term unrated	2%	70,750	0%	10,507
<b>Total Debt instruments</b>	<b>77%</b>	<b>\$2,944,783</b>	<b>78%</b>	<b>\$2,822,408</b>

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 Investor Service, Inc.

### (c) Liquidity risk

Liquidity risk is the risk that the Plan may not be able to meet its financial obligations as they come due. 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 subscribers' deposits and accumulated income. All other financial liabilities are short term and due within one year. The Foundation directs 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 9(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 represent 2% (October 31, 2016 – 2%) of the Total Investment Fund. The Plan's Total Investment Fund would increase or decrease by approximately \$700 (October 31, 2016 – \$600) in response to a 1% depreciation or appreciation of the Canadian dollar currency exchange rate. In practice the actual change may differ materially. The Plan holds ETFs that invest in U.S. equities and are hedged to Canadian dollars by the ETF provider.

# Notes to the Financial Statements (continued)

Six months ended April 30, 2017 and 2016 (Unaudited, in thousands of Canadian dollars)

## Note 7. Subscribers' Deposits

The changes in Subscribers' deposits for the six months ended April 30, 2017 and 2016 are as follows:

	Apr 30, 2017	Apr 30, 2016
Payments from subscribers	\$ 146,847	\$ 145,205
Inter-plan principal transfers	(13,264)	(13,010)
Account maintenance fees	(1,624)	(1,611)
Return of principal	(14,787)	(18,366)
Net increase in Subscribers' deposits	117,172	112,218
<b>Balance, Beginning of Period</b>	<b>2,090,162</b>	<b>1,942,175</b>
<b>Balance, End of Period</b>	<b>\$ 2,207,334</b>	<b>\$ 2,054,393</b>

## Note 8. General Fund and Donations from the Foundation

The Canadian Scholarship Group 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' accumulated income from the date of maturity of the Agreements to the date the funds are paid to qualified students as EAPs;
- ii. interest earned on the income forfeited when a subscriber's agreement is terminated prior to maturity;
- iii. income not collected by beneficiaries before the expiry of the Agreements; and
- iv. unclaimed principal and income payments.

According to the trust indenture of the Group Trust, the General Fund may be used to subsidize EAPs for qualified students of 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. The amount is allocated annually between the Plans according to the payout forecast in each of the Plans.

As at April 30, 2017 the balance of the general fund and the discretionary donation remaining to be paid to beneficiaries, included in the Statement of Financial Position, were \$nil (October 31, 2016 – \$nil-) and \$ 793 (October 31, 2016 – \$978), respectively.

## Note 9. Sales Charge Refund

### (a) Sales Charge Refund Entitlements

The Plan refunds sales charges to qualified beneficiaries ("SCR Entitlements") in four instalments during the EAP payout period (see (i) and (ii) below). The total amount refunded for the six-month period ended April 30, 2017, was \$652 (2016 – \$519).

As at April 30, 2017, the SCR Entitlements amount of \$146,112 (October 31, 2016 – \$132,383) presented in the Statements of Financial Position represents the average cost of the Plan's investments in the SCR Fund of \$145,994 (October 31, 2016 – \$133,332), less funds to be transferred to the direct investment holdings of the plan of \$196 (October 31, 2016 – \$1,162) for SCR payments made to beneficiaries during the year, plus accrued interest of \$314 (October 31, 2016 – \$213). The fair value of the investments in the SCR Fund as at April 30, 2017, after adjusting for the above, amounted to \$152,689 (October 31, 2016 – \$138,975), of which \$152,310 and \$261 are included in Investments, at fair value and Cash and cash equivalents, respectively, in the Statement of Financial Position. The difference between the present value of SCR Entitlements and the Fair Value of the SCR Fund is not recorded in the financial statements.

(i) *Agreements purchased under prospectuses dated prior to October 2, 2007*

The Plan pays SCR Entitlements to the beneficiaries from the SCR Fund, which amount to 100% of sales charges paid for these Agreements.

As at April 30, 2017, the average cost and fair value of the Plan's investments in the SCR Fund available for the purpose of paying SCR Entitlements amounted to \$87,312 and \$90,990, respectively (October 31, 2016 – \$81,877 and \$84,963, respectively).

(ii) *Agreements purchased under prospectuses dated on or after October 2, 2007*

The SCR Entitlements amount is comprised of a refund of 50% of the sales charges paid plus a potential additional amount not to exceed the amount of surplus (if any) in the SCR Fund. Any surplus in the SCR Fund will be calculated by the Foundation as the excess, if any, of the value of assets in the SCR Fund over the actuarial valuation of sales charge refund obligations based on 50% of sales charges.

For the six-month period ended April 30, 2017, \$1,614 (2016 – \$1,616) was deposited in the SCR Fund from subscriber contributions, which is equivalent to the estimated present value of the future expected SCR Entitlements of \$100 per unit for all units sold during the period. The discount rate at October 31, 2016 of 7.1% (October 31, 2015 – 7.1%) used in determining the estimated present value was based on conservative assumptions regarding long-term investment returns for the SCR Fund.

As at April 30, 2017, the average cost and fair value of the Plan's investments in the SCR Fund available for the purpose of paying SCR Entitlements amounted to \$58,800 and \$61,699 respectively (October 31, 2016 – \$51,455 and, \$54,961, respectively).

### (b) 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



# Notes to the Financial Statements (continued)

Six months ended April 30, 2017 and 2016 (Unaudited, in thousands of Canadian dollars)

## Note 9. Sales Charge Refund (continued)

### (b) Sales Charge Refund Entitlements Valuations (continued)

expected long-term investment rates of return based on the investment policy for the SCR Fund as explained in (i) 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 expected long-term investment rates of return as determined by management to calculate 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 (ii) below.

#### (i) 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 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. In 2016, there was a change in estimate relating to the provision for SCR Entitlements. One of the underlying assumptions was changed to incorporate historical trends in collecting SCR payments rather than assuming all collection begins immediately on maturity of the Agreement. The impact of this change in estimate resulted in \$8,648 decrease in the valuation of the SCR Entitlements for the year ended October 31, 2016.

#### (A) Agreements purchased under prospectuses dated prior to October 2, 2007

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

	2016	2015
Present value of SCR Entitlements	\$123,974	\$129,448
Fair value of SCR Fund (Note 9(a)(i))	84,963	81,628
Underfunded portion of SCR Entitlements	\$ 39,011	\$ 47,820

The discount rate, which is set at the expected long-term investment return of the SCR Fund as at October 31, 2016, was 6.1% (2015 – 6.0%). A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$8,100 or \$7,400 respectively (2015 – \$8,600 or \$7,900, respectively).

#### (B) Agreements purchased under prospectuses dated on or after October 2, 2007

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

	2016	2015
Present value of SCR Entitlements	\$50,550	\$46,855
Fair value of SCR Fund (Note 9(a)(ii))	54,961	48,237
Overfunded portion of SCR Entitlements	\$ (4,411)	\$ (1,382)

The discount rate, which is set at the expected long-term investment return of the SCR Fund as at October 31, 2016, was 6.3% (2015 – 6.5%). A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$6,600 or \$5,700, respectively (2015 – \$6,000 or \$5,200, respectively).

#### (ii) Funding Valuation

An actuarial valuation was completed based on assets and obligations as at October 31, 2015. 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 6.3%, which resulted in an unfunded liability of \$40,451 for Agreements purchased under prospectuses dated prior to October 2, 2007. The discount rate used for Agreements purchased under prospectuses after October 2, 2007 was 6.5%, which resulted in an over-funded amount of \$1,619. In 2016, there was a change in estimate relating to the provision for SCR Entitlements. One of the underlying assumptions was changed to incorporate historical trends in collecting SCR payments rather than assuming all collection begins immediately on maturity of the Agreement. The impact of this change in estimate resulted in \$8,648 decrease in the valuation of the SCR Entitlements for the year ended October 31, 2016. The Foundation is responsible to pay to beneficiaries of the Plan the refund of sales charges as promised. Funding requirements were established by the Foundation to ensure assets are sufficient to meet future SCR Entitlements using expected long-term investment rates of return based on the investment policy approved by the Board of Directors 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 2018 based on assets and obligations as at October 31, 2017.

## Note 10. Fair Value Measurements and Disclosures

Estimates of fair value used for measurement and disclosure are designed to approximate amounts that would be received to sell an asset, or paid to discharge a liability, in an orderly transaction between market participants.

# Notes to the Financial Statements (continued)

Six months ended April 30, 2017 and 2016 (Unaudited, in thousands of Canadian dollars)

## Note 10. Fair Value Measurements and Disclosures (continued)

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

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 Financial Position are categorized:

- i. Level 1 financial instruments are valued using quoted market prices.
- ii. Level 2 financial instruments are valued using directly or indirectly observable inputs.
- iii. Level 3 financial instruments are valued using unobservable inputs (including the use of assumptions based on the best information available).

### Assets Measured at Fair Value as of April 30, 2017

	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 2,922,186	\$ -	\$ 2,922,186
Equity Securities, ETFs and Pooled equity funds	872,107	-	-	872,107
<b>Total Investments, at fair value</b>	<b>\$ 872,107</b>	<b>\$ 2,922,186</b>	<b>\$ -</b>	<b>\$ 3,794,293</b>

### Assets Measured at Fair Value as of October 31, 2016

	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 2,806,987	\$ -	\$ 2,806,987
Equity Securities, ETFs and Pooled equity funds	798,833	-	-	798,833
<b>Total Investments, at fair value</b>	<b>\$ 798,833</b>	<b>\$ 2,806,987</b>	<b>\$ -</b>	<b>\$ 3,605,820</b>

For the six-month period ended April 30, 2017 and year ended October 31, 2016, there were no transfers between Levels 1 or 2.

# Government Grants

## Appendix I to Schedule I

### Statement of Investment Portfolio

As at April 30, 2017 (in thousands of Canadian dollars)

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds</b>						<b>Bonds (continued)</b>					
<b>Federal – 7.8%</b>						<b>Provincial – 39.3%</b>					
Canada Housing Trust	1.75	15 Jun 2018	1,220	1,234	1,227	Province of Alberta	4.00	1 Dec 2019	1,405	1,509	1,525
Canada Housing Trust	2.05	15 Jun 2018	7,300	7,407	7,469	Province of Alberta	1.25	1 Jun 2020	1,902	1,903	1,883
Canada Housing Trust	1.95	15 Jun 2019	3,000	3,066	3,080	Province of Alberta	1.35	1 Sep 2021	1,015	1,010	1,010
Canada Housing Trust	3.75	15 Mar 2020	3,685	3,967	4,090	Province of Alberta	2.55	15 Dec 2022	225	235	232
Canada Housing Trust	1.25	15 Dec 2020	1,500	1,503	1,516	Province of Alberta	2.35	1 Jun 2025	725	738	720
Canada Housing Trust	1.25	15 Jun 2021	1,477	1,476	1,491	Province of Alberta	4.45	15 Dec 2025	1,785	2,087	2,052
Canada Housing Trust	3.80	15 Jun 2021	130	143	144	Province of Alberta	2.20	1 Jun 2026	2,572	2,565	2,561
Canada Housing Trust	1.15	15 Dec 2021	2,389	2,368	2,368	Province of Alberta	2.55	1 Jun 2027	544	553	547
Canada Housing Trust	1.50	15 Dec 2021	688	693	688	Province of Alberta	2.90	20 Sep 2029	1,700	1,745	1,704
Canada Housing Trust	1.75	15 Jun 2022	702	714	702	Province of Alberta	3.50	1 Jun 2031	1,300	1,410	1,371
Canada Housing Trust	2.40	15 Dec 2022	9,103	9,550	9,512	Province of Alberta	3.90	1 Dec 2033	3,272	3,681	3,545
Canada Housing Trust	2.90	15 Jun 2024	1,685	1,824	1,809	Province of Alberta	4.50	1 Dec 2040	3,000	3,679	3,639
Canada Housing Trust	1.90	15 Sep 2026	1,323	1,319	1,307	Province of Alberta	3.45	1 Dec 2043	4,245	4,463	4,390
Canada Housing Trust	2.35	15 Jun 2027	280	288	279	Province of Alberta	3.30	1 Dec 2046	5,026	5,160	5,125
Canada Post Corporation	4.36	16 Jul 2040	375	472	472	Province of British Columbia	2.25	1 Mar 2019	125	128	128
Government of Canada	0.51	15 Jun 2017	140	140	140	Province of British Columbia	4.10	18 Dec 2019	1,200	1,295	1,315
Government of Canada	0.55	7 Sep 2017	1,395	1,392	1,392	Province of British Columbia	3.70	18 Dec 2020	1,025	1,113	1,129
Government of Canada	0.56	5 Oct 2017	120	120	120	Province of British Columbia	1.65	19 Apr 2021	1,500	1,509	1,498
Government of Canada	0.25	1 May 2018	1,475	1,469	1,468	Province of British Columbia	3.30	18 Dec 2023	1,000	1,095	1,041
Government of Canada	4.25	1 Jun 2018	400	415	417	Province of British Columbia	2.30	18 Jun 2026	2,373	2,411	2,379
Government of Canada	0.50	1 Aug 2018	2,000	1,996	1,998	Province of British Columbia	2.55	18 Jun 2027	1,247	1,285	1,244
Government of Canada	1.25	1 Sep 2018	1,300	1,310	1,322	Province of British Columbia	5.70	18 Jun 2029	2,975	3,976	3,953
Government of Canada	0.50	1 Nov 2018	2,100	2,094	2,097	Province of British Columbia	6.35	18 Jun 2031	3,750	5,401	5,339
Government of Canada	1.75	1 Mar 2019	225	229	232	Province of British Columbia	4.70	18 Jun 2037	4,120	5,235	5,038
Government of Canada	1.75	1 Sep 2019	904	925	938	Province of British Columbia	4.95	18 Jun 2040	5,000	6,651	6,480
Government of Canada	0.99	1 Dec 2019	1,475	1,051	1,048	Province of British Columbia	4.30	18 Jun 2042	4,905	6,036	5,658
Government of Canada	1.26	1 Feb 2020	3,776	2,444	2,454	Province of British Columbia	3.20	18 Jun 2044	1,600	1,659	1,593
Government of Canada	1.50	1 Mar 2020	1,450	1,479	1,495	Province of British Columbia	2.80	18 Jun 2048	3,238	3,124	3,089
Government of Canada	3.50	1 Jun 2020	1,425	1,541	1,598	Province of Manitoba	5.50	15 Nov 2018	1,000	1,069	1,154
Government of Canada	0.75	1 Sep 2020	1,175	1,171	1,172	Province of Manitoba	1.15	21 Nov 2019	253	253	253
Government of Canada	0.75	1 Mar 2021	3,398	3,379	3,362	Province of Manitoba	1.55	5 Sep 2021	200	201	200
Government of Canada	1.25	1 Apr 2021	204	185	183	Province of Manitoba	3.85	1 Dec 2021	1,000	1,103	1,088
Government of Canada	3.25	1 Jun 2021	1,802	1,969	2,003	Province of Manitoba	2.55	2 Jun 2023	400	417	413
Government of Canada	0.75	1 Sep 2021	1,708	1,693	1,691	Province of Manitoba	2.45	2 Jun 2025	750	769	755
Government of Canada	0.50	1 Mar 2022	1,279	1,249	1,242	Province of Manitoba	4.40	5 Sep 2025	2,800	3,273	3,148
Government of Canada	2.75	1 Jun 2022	1,124	1,219	1,226	Province of Manitoba	2.55	2 Jun 2026	755	774	772
Government of Canada	1.00	1 Sep 2022	425	423	423	Province of Manitoba	2.60	2 Jun 2027	157	160	157
Government of Canada	1.50	1 Jun 2023	1,150	1,173	1,160	Province of Manitoba	3.25	5 Sep 2029	1,200	1,276	1,240
Government of Canada	2.50	1 Jun 2024	1,075	1,166	1,176	Province of Manitoba	4.10	5 Mar 2041	5,400	6,234	6,101
Government of Canada	2.25	1 Jun 2025	44	47	48	Province of Manitoba	4.40	5 Mar 2042	3,300	3,984	3,894
Government of Canada	1.50	1 Jun 2026	1,563	1,571	1,528	Province of Manitoba	3.35	5 Mar 2043	1,300	1,334	1,298
Government of Canada	1.00	1 Jun 2027	1,653	1,570	1,547	Province of Manitoba	4.05	5 Sep 2045	4,350	5,040	5,174
Government of Canada	8.00	1 Jun 2027	1,925	3,085	3,190	Province of Manitoba	2.85	5 Sep 2046	196	183	181
Government of Canada	5.75	1 Jun 2029	825	1,185	1,201	Province of Manitoba	3.40	5 Sep 2048	301	315	300
Government of Canada	5.75	1 Jun 2033	550	837	845	Province of New Brunswick	4.40	3 Jun 2019	1,400	1,497	1,556
Government of Canada	5.00	1 Jun 2037	897	1,322	1,196	Province of New Brunswick	2.85	2 Jun 2023	700	741	720
Government of Canada	4.00	1 Jun 2041	800	1,073	1,044	Province of New Brunswick	3.65	3 Jun 2024	550	610	577
Government of Canada	3.50	1 Dec 2045	2,206	2,817	2,838	Province of New Brunswick	2.60	14 Aug 2026	167	171	167
Government of Canada	2.75	1 Dec 2048	3,455	3,923	3,819	Province of New Brunswick	6.47	30 Nov 2027	193	237	237
Government of Canada	2.75	1 Dec 2064	900	1,068	1,012	Province of New Brunswick	5.65	27 Dec 2028	595	769	730
Kreditanstalt fur Wiederaufbau Global	5.05	4 Feb 2025	1,211	1,468	1,493	Province of New Brunswick	5.50	27 Jan 2034	1,075	1,413	1,265
Labrador-Island Link Funding Trust	3.76	1 Jun 2033	150	170	176	Province of New Brunswick	4.65	26 Sep 2035	710	857	739
Labrador-Island Link Funding Trust	3.86	1 Dec 2045	2,200	2,576	2,639	Province of New Brunswick	4.55	26 Mar 2037	1,700	2,032	1,986
Labrador-Island Link Funding Trust	3.85	1 Dec 2053	100	120	126	Province of New Brunswick	4.80	26 Sep 2039	950	1,181	1,183
Muskat Falls Funding Trust	3.83	1 Jun 2037	4,150	4,757	4,591	Province of New Brunswick	3.55	3 Jun 2043	3,950	4,113	3,980
Muskat Falls Funding Trust	3.86	1 Dec 2048	150	178	186	Province of New Brunswick	3.80	14 Aug 2045	4,800	5,228	5,133
				94,023	93,990	Province of Newfoundland and Labrador	3.10	14 Aug 2048	299	288	293
						Province of Newfoundland and Labrador	1.95	2 Jun 2022	248	251	247
						Province of Newfoundland and Labrador	2.30	2 Jun 2025	200	201	199

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, 2017 (in thousands of Canadian dollars)

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds (continued)</b>						<b>Bonds (continued)</b>					
<b>Provincial – 39.3% (continued)</b>						<b>Provincial – 39.3% (continued)</b>					
Province of Newfoundland and Labrador	3.00	2 Jun 2026	1,324	1,389	1,329	Province of Saskatchewan	2.65	2 Jun 2027	131	135	130
Province of Newfoundland and Labrador	6.15	17 Apr 2028	600	790	799	Province of Saskatchewan	6.40	5 Sep 2031	5,237	7,476	7,377
Province of Newfoundland and Labrador	6.55	17 Oct 2030	2,000	2,785	2,727	Province of Saskatchewan	4.75	1 Jun 2040	3,125	3,969	3,929
Province of Newfoundland and Labrador	4.65	17 Oct 2040	1,350	1,623	1,593	Province of Saskatchewan	3.90	2 Jun 2045	3,700	4,229	4,085
Province of Newfoundland and Labrador	3.30	17 Oct 2046	1,980	1,936	1,841	Province of Saskatchewan	2.75	2 Dec 2046	3,881	3,596	3,466
Province of Newfoundland and Labrador	3.70	17 Oct 2048	305	323	305	Province of Saskatchewan	3.30	2 Jun 2048	532	552	530
Province of Nova Scotia	4.10	1 Jun 2021	550	608	611	Province of Saskatchewan	3.75	5 Mar 2054	384	438	427
Province of Nova Scotia	2.10	1 Jun 2027	1,212	1,182	1,158					474,728	461,159
Province of Nova Scotia	5.80	1 Jun 2033	2,575	3,507	3,238	<b>Municipal – 1.5%</b>					
Province of Nova Scotia	4.40	1 Jun 2042	3,600	4,350	4,187	City of Montreal	5.45	1 Dec 2019	200	221	227
Province of Nova Scotia	3.45	1 Jun 2045	3,200	3,345	3,227	City of Montreal	3.50	1 Sep 2023	225	244	241
Province of Nova Scotia	3.50	2 Jun 2062	600	642	599	City of Montreal	3.00	1 Sep 2025	831	872	837
Province of Ontario	2.10	8 Sep 2018	2,460	2,501	2,546	City of Montreal	2.75	1 Sep 2026	223	228	223
Province of Ontario	4.40	2 Jun 2019	6,550	7,007	7,142	City of Montreal	4.25	1 Dec 2032	350	400	384
Province of Ontario	4.20	2 Jun 2020	6,375	6,948	7,009	City of Montreal	4.10	1 Dec 2034	375	420	399
Province of Ontario	4.00	2 Jun 2021	5,790	6,384	6,313	City of Montreal	6.00	1 Jun 2043	550	797	782
Province of Ontario	1.35	8 Mar 2022	647	641	640	City of Ottawa	4.60	14 Jul 2042	500	604	590
Province of Ontario	3.15	2 Jun 2022	5,100	5,486	5,423	City of Ottawa	3.10	27 Jul 2048	83	78	82
Province of Ontario	1.95	27 Jan 2023	1,700	1,721	1,710	City of Toronto	4.50	2 Dec 2019	225	243	250
Province of Ontario	2.85	2 Jun 2023	4,550	4,832	4,519	City of Toronto	3.50	6 Dec 2021	200	216	219
Province of Ontario	3.50	2 Jun 2024	3,090	3,411	3,193	City of Toronto	3.90	29 Sep 2023	1,200	1,336	1,329
Province of Ontario	2.60	2 Jun 2025	6,150	6,396	6,272	City of Toronto	2.40	24 Jun 2026	225	225	225
Province of Ontario	2.40	2 Jun 2026	3,828	3,896	3,880	City of Toronto	2.95	28 Apr 2035	300	290	277
Province of Ontario	2.60	2 Jun 2027	1,032	1,060	1,034	City of Toronto	3.50	2 Jun 2036	1,309	1,356	1,304
Province of Ontario	7.60	2 Jun 2027	2,095	3,099	3,009	City of Toronto	5.20	1 Jun 2040	1,350	1,751	1,764
Province of Ontario	6.50	8 Mar 2029	10,200	14,339	14,208	City of Toronto	4.70	10 Jun 2041	325	398	383
Province of Ontario	6.20	2 Jun 2031	2,575	3,638	3,586	City of Toronto	3.80	13 Dec 2042	550	591	578
Province of Ontario	5.85	8 Mar 2033	9,425	13,081	12,900	City of Toronto	4.15	10 Mar 2044	225	256	246
Province of Ontario	5.60	2 Jun 2035	7,150	9,848	9,260	City of Toronto	3.25	24 Jun 2046	709	696	680
Province of Ontario	4.70	2 Jun 2037	8,945	11,278	10,416	City of Vancouver	3.70	18 Oct 2052	145	155	166
Province of Ontario	4.60	2 Jun 2039	7,340	9,218	8,619	City of Winnipeg	4.10	1 Jun 2045	42	46	48
Province of Ontario	4.65	2 Jun 2041	18,800	23,949	22,960	City of Winnipeg	4.30	15 Nov 2051	450	524	512
Province of Ontario	3.50	2 Jun 2043	9,000	9,711	9,565	Municipal Finance Authority of British Columbia	5.10	20 Nov 2018	350	372	389
Province of Ontario	3.45	2 Jun 2045	22,175	23,799	22,775	Municipal Finance Authority of British Columbia	4.88	3 Jun 2019	350	377	392
Province of Ontario	2.90	2 Dec 2046	12,913	12,515	12,135	Municipal Finance Authority of British Columbia	4.15	1 Jun 2021	273	302	306
Province of Ontario	2.80	2 Jun 2048	10,495	10,011	9,817	Municipal Finance Authority of British Columbia	3.75	26 Sep 2023	225	250	251
Province of Québec	4.50	1 Dec 2018	1,025	1,083	1,114	Municipal Finance Authority of British Columbia	2.50	19 Apr 2026	822	836	823
Province of Québec	4.50	1 Dec 2019	2,775	3,016	3,057	Region of Peel	2.30	2 Nov 2026	77	76	77
Province of Québec	4.50	1 Dec 2020	1,200	1,334	1,279	Region of Peel	5.10	29 Jun 2040	550	706	694
Province of Québec	4.25	1 Dec 2021	2,550	2,862	2,883	Region of Peel	3.85	30 Oct 2042	300	325	317
Province of Québec	3.50	1 Dec 2022	3,425	3,759	3,747	Regional Municipality of York	2.60	15 Dec 2025	1,350	1,381	1,319
Province of Québec	3.00	1 Sep 2023	3,250	3,485	3,467	Regional Municipality of York	2.50	2 Jun 2026	77	78	79
Province of Québec	3.75	1 Sep 2024	2,775	3,118	2,946	Regional Municipality of York	4.00	31 May 2032	300	335	329
Province of Québec	2.50	1 Sep 2026	1,629	1,671	1,661	Regional Municipality of York	4.05	1 May 2034	625	701	688
Province of Québec	2.75	1 Sep 2027	985	1,025	993					17,686	17,410
Province of Québec	6.00	1 Oct 2029	3,375	4,609	4,544	<b>Corporate – 31.3%</b>					
Province of Québec	6.25	1 Jun 2032	4,875	6,979	6,790	407 International Inc.	6.47	27 Jul 2029	213	294	289
Province of Québec	5.25	1 Jun 2034	3,000	3,907	3,800	407 International Inc.	6.75	27 Jul 2039	1,249	1,714	1,521
Province of Québec	5.75	1 Dec 2036	10,015	14,150	13,577	Arrow Lakes Power Corporation	5.52	5 Apr 2041	831	989	831
Province of Québec	5.00	1 Dec 2038	2,940	3,870	3,045	Bank Nederlandse Gemeenten	5.15	7 Mar 2025	143	168	170
Province of Québec	5.00	1 Dec 2041	19,825	26,493	25,652	Bank of Montreal	1.04	29 Mar 2018	7,949	7,983	7,987
Province of Québec	4.25	1 Dec 2043	14,200	17,247	16,819	Bank of Montreal	1.21	11 Apr 2019	1,431	1,436	1,435
Province of Québec	3.50	1 Dec 2045	9,100	9,847	9,258	Bank of Montreal	2.10	6 Oct 2020	1,380	1,409	1,403
Province of Québec	3.50	1 Dec 2048	8,196	8,968	8,702	Bank of Montreal	1.88	31 Mar 2021	1,751	1,772	1,756
Province of Saskatchewan	3.20	3 Jun 2024	80	87	83						
Province of Saskatchewan	2.55	2 Jun 2026	1,893	1,944	1,925						

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, 2017 (in thousands of Canadian dollars)

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds (continued)</b>						<b>Bonds (continued)</b>					
<b>Corporate – 31.3% (continued)</b>						<b>Corporate – 31.3% (continued)</b>					
Bank of Montreal	3.40	23 Apr 2021	10,783	11,536	11,657	Manufacturers Life Insurance Company	2.39	5 Jan 2026	4,968	5,049	4,941
Bank of Montreal	4.61	10 Sep 2025	8,900	10,532	10,318	Manufacturers Life Insurance Company	3.18	22 Nov 2027	3,680	3,874	3,760
Bank of Nova Scotia	2.24	22 Mar 2018	2,680	2,707	2,723	Maritimes and Northeast Pipelines Limited Partnership	4.34	30 Nov 2019	1,208	1,235	1,248
Bank of Nova Scotia	1.07	20 Apr 2018	5,518	5,547	5,543	Maritimes and Northeast Pipelines Limited Partnership	6.90	30 Nov 2019	496	526	560
Bank of Nova Scotia	2.46	14 Mar 2019	21,008	21,481	21,539	Metropolitan Life Insurance Company	3.11	16 Apr 2021	732	768	762
Bank of Nova Scotia	2.40	28 Oct 2019	10,064	10,322	10,308	MILIT-AIR Inc.	5.75	30 Jun 2019	1,434	1,504	1,571
Bank of Nova Scotia	2.09	9 Sep 2020	3,564	3,632	3,609	Morgan Stanley	1.22	11 Jan 2018	522	524	524
Bank of Nova Scotia	1.90	2 Dec 2021	7,020	7,076	7,045	National Bank of Canada	2.40	28 Oct 2019	11,840	12,147	12,192
Bank of Nova Scotia	1.84	27 Apr 2022	1,770	1,773	1,769	NAV Canada	7.56	1 Mar 2027	1,620	2,082	2,039
Bankers Hall L.P.	4.38	20 Nov 2023	2,460	2,570	2,460	North Battleford Power L.P.	4.96	31 Dec 2032	966	1,107	982
Bell Canada	6.17	26 Feb 2037	345	440	430	Ontrea Inc.	4.62	9 Apr 2018	1,926	1,964	1,974
Caisse Centrale Desjardins	2.80	19 Nov 2018	3,956	4,051	4,092	Ornge Issuer Trust	5.73	11 Jun 2034	3,259	3,895	3,700
Caisse Française de Financement Local S.A.	5.00	9 Mar 2020	380	415	416	Pearson International Fuel Facilities Corporation	5.09	9 Mar 2032	2,069	2,286	2,218
Canadian Imperial Bank of Commerce	0.82	26 Jun 2017	190	190	190	Public Sector Pension Investment Board	3.27	12 Jun 2020	2,740	2,812	2,740
Canadian Imperial Bank of Commerce	1.70	9 Oct 2018	3,480	3,506	3,490	Rogers Communications Inc.	6.68	4 Nov 2039	1,231	1,673	1,571
Canadian Imperial Bank of Commerce	1.90	26 Apr 2021	2,350	2,379	2,369	Rogers Communications Inc.	6.56	22 Mar 2041	220	298	285
Canadian Imperial Bank of Commerce	1.64	12 Jul 2021	2,740	2,744	2,734	Royal Bank of Canada	2.77	11 Dec 2018	11,420	11,700	11,789
Canadian Imperial Bank of Commerce	2.04	21 Mar 2022	7,084	7,180	7,091	Royal Bank of Canada	1.06	23 Mar 2020	4,963	4,990	4,963
Canadian Pacific Railway Company	6.91	1 Oct 2024	510	322	347	Royal Bank of Canada	2.03	15 Mar 2021	6,179	6,280	6,223
Capital Desjardins Inc.	5.19	5 May 2020	7,270	8,022	8,128	Royal Bank of Canada	1.65	15 Jul 2021	14,757	14,760	14,649
Capital Desjardins Inc.	4.95	15 Dec 2026	4,723	5,347	5,311	Royal Bank of Canada	1.58	13 Sep 2021	5,875	5,850	5,863
Cogeco Inc.	5.15	16 Nov 2020	26	29	29	Royal Bank of Canada	1.97	2 Mar 2022	2,660	2,686	2,649
Cogeco Inc.	4.18	26 May 2023	1,503	1,612	1,563	Royal Bank of Canada	2.00	21 Mar 2022	9,944	10,048	9,887
CSS Partnership	6.92	31 Jul 2042	2,143	2,960	2,743	Shaw Communications Inc.	6.75	9 Nov 2039	3,341	4,222	4,058
Enbridge Inc.	4.57	11 Mar 2044	1,231	1,285	1,167	SNC-Lavalin Group Inc.	6.19	3 Jul 2019	541	588	589
EUROFIMA Maple Bond	4.55	30 Mar 2027	913	1,066	1,022	SP1 Limited Partnership	3.21	15 Jun 2019	3,026	2,788	2,735
GE Capital Canada Funding Company	2.18	6 Feb 2023	3,071	3,181	3,071	St. Clair Holding ULC	4.88	31 Aug 2031	434	459	461
Greater Toronto Airports Authority	6.45	30 Jul 2029	1,557	1,972	1,914	Strait Crossing Development Inc.	6.17	15 Sep 2031	858	777	770
Great-West Lifeco Inc.	6.14	21 Mar 2018	2,749	2,869	2,924	Sun Life Capital Trust	7.09	30 Jun 2052	3,955	5,305	5,142
Great-West Lifeco Inc.	6.67	21 Mar 2033	1,506	2,052	2,011	Toronto Dominion Bank	2.45	2 Apr 2019	6,641	6,793	6,833
Heathrow Funding Limited	3.25	21 May 2027	567	597	570	Toronto Dominion Bank	2.05	8 Mar 2021	1,080	1,099	1,089
HSBC Bank Canada	2.08	26 Nov 2018	9,760	9,881	9,821	Toronto Dominion Bank	1.68	8 Jun 2021	3,521	3,543	3,504
HSBC Bank Canada	2.91	29 Sep 2021	12,980	13,594	13,231	Toronto Dominion Bank	1.91	18 Jul 2023	2,866	2,860	2,868
Hydro One Inc.	8.90	18 Aug 2022	1,000	1,362	1,422	Toronto Dominion Bank	3.23	24 Jul 2024	15,323	16,505	16,152
Hydro One Inc.	8.25	22 Jun 2026	2,950	4,374	4,397	Toronto Dominion Bank	2.98	30 Sep 2025	2,565	2,643	2,568
Hydro-Québec	1.00	25 May 2019	775	775	772	TransCanada PipeLines Limited	11.80	20 Nov 2020	1,994	2,643	3,033
Hydro-Québec	11.00	15 Aug 2020	3,000	3,934	4,332	TransCanada PipeLines Limited	8.05	17 Feb 2039	1,553	2,486	2,492
Hydro-Québec	6.50	15 Feb 2035	1,000	1,491	1,463	UniCredit Group	2.67	29 May 2018	2,401	2,411	2,451
Hydro-Québec	6.00	15 Feb 2040	8,000	11,869	11,489	University Health Network	5.64	8 Dec 2022	5,170	5,729	5,929
Hydro-Québec	5.00	15 Feb 2045	1,450	1,969	1,901	University of Ontario Institute of Technology	6.35	15 Oct 2034	295	359	348
Hydro-Québec	5.00	15 Feb 2050	1,500	2,109	2,014	Wells Fargo Financial Corporation Canada	3.04	29 Jan 2021	630	661	657
Kraft Canada Inc.	1.62	6 Jul 2020	3,800	3,841	3,800	Wells Fargo Financial Corporation Canada	3.46	24 Jan 2023	919	989	975
Loblaws Companies Limited	6.50	22 Jan 2029	1,827	2,337	2,268	WTH Car Rental ULC	2.54	20 Aug 2019	2,960	2,987	2,960
Loblaws Companies Limited	6.54	17 Feb 2033	595	766	737					377,803	374,652
Loblaws Companies Limited	5.90	18 Jan 2036	24	30	29					<b>964,240</b>	<b>947,211</b>
Manufacturers Life Insurance Company	2.82	26 Feb 2023	1,204	1,218	1,218						
Manufacturers Life Insurance Company	2.81	21 Feb 2024	1,180	1,205	1,207						
Manufacturers Life Insurance Company	2.64	15 Jan 2025	4,357	4,463	4,418						
Manufacturers Life Insurance Company	2.10	1 Jun 2025	3,484	3,520	3,454						

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, 2017 (in thousands of Canadian dollars)

Security	Number of Securities	Fair Value (\$)	Average Cost (\$)	Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
<b>Equities – 5.8%</b>				<b>Equities – 5.8% (continued)</b>			
Agrium Inc.	19	2,472	2,318	Suncor Energy Inc.	65	2,770	2,213
Aimia Inc.	75	687	746	TELUS Corporation	51	2,302	2,107
ATCO Ltd.	9	458	350	Toromont Industries Ltd.	16	796	514
AutoCanada Inc.	20	460	450	Toronto Dominion Bank	58	3,748	3,008
Bank of Nova Scotia	46	3,502	2,771	Total Energy Services Inc.	33	445	470
Birchcliff Energy Ltd.	137	960	908	Wajax Corporation	18	435	376
Boardwalk Real Estate Investment Trust	27	1,245	1,321	Westshore Terminals Investment Corporation	51	1,208	1,137
Brookfield Asset Management Inc.	26	1,313	1,083	Winpak Ltd.	9	522	415
Brookfield Infrastructure Partners L.P.	13	711	570				
Brookfield Renewable Partners L.P.	8	342	338	<b>Total Equities</b>		<b>70,043</b>	<b>61,614</b>
CAE Inc.	54	1,126	767	<b>Exchange-traded Funds – 14.1%</b>			
Canadian National Railway Company	25	2,429	1,866	BMO S&P 500 Hedged to CAD Index ETF	2,351	85,593	72,315
Canadian Natural Resources Limited	33	1,419	846	iShares Core S&P 500 Hedged to CAD Index ETF	3,126	85,306	71,681
Canadian Pacific Railway Company	6	1,229	1,048			170,899	143,996
Canadian Western Bank	26	698	588	<b>Total Equities and ETFs – 19.9%</b>		<b>240,942</b>	<b>205,610</b>
CCL Industries Inc.	3	1,027	739	<b>Cash and cash equivalents – 0.2%</b>			
CGI Group Inc.	15	976	872			<b>2,727</b>	<b>2,727</b>
CI Financial Corp.	43	1,146	1,173	<b>Total Portfolio Assets – 100.0%</b>		<b>1,207,909</b>	<b>1,155,548</b>
Computer Modeling Group Ltd.	40	433	404	<b>Government Grant Investment Allocation</b>			
Dollarama Inc.	5	586	412	Plan II		876	824
DREAM Unlimited Corporation	49	321	358	Founders' Plan		16,703	15,706
Empire Company Limited	87	1,834	1,781	Group Savings Plan		144,727	137,370
Enbridge Inc.	26	1,463	1,308	Group Savings Plan 2001		950,764	910,628
Enerflex Ltd.	54	1,042	709	Family Savings Plan		89,100	85,413
Ensign Energy Services Inc.	20	149	164	Individual Savings Plan		3,012	2,880
Fairfax Financial Holdings Limited	2	1,232	1,226			<b>1,205,182</b>	<b>1,152,821</b>
Finning International Inc.	51	1,322	969	<b>Cash and Short-term Investments Allocation</b>			
FirstService Corporation	6	479	259	Plan II		2	2
Franco-Nevada Corporation	24	2,182	1,828	Founders' Plan		37	37
Freehold Royalties Ltd.	107	1,448	1,201	Group Savings Plan		325	325
GMP Capital Inc.	39	134	162	Group Savings Plan 2001		2,154	2,154
Granite REIT Holdings Limited Partnership	10	497	378	Family Savings Plan		202	202
Great Canadian Gaming Corporation	25	609	455	Individual Savings Plan		7	7
Great-West Lifeco Inc.	14	505	449			<b>2,727</b>	<b>2,727</b>
Home Capital Group Inc.	51	406	1,511				
IGM Financial Inc.	14	580	495				
Imperial Oil Limited	26	1,041	1,081				
Intact Financial Corporation	30	2,825	2,775				
Jean Coutu Group (PJC) Inc.	18	413	354				
Laurentian Bank of Canada	7	368	322				
Loblaw Companies Limited	26	1,981	1,762				
MacDonald, Dettwiler and Associates Ltd.	17	1,139	1,174				
Magna International Inc.	36	2,058	2,012				
Manulife Financial Corporation	14	333	239				
Methanex Corporation	9	563	385				
METRO Inc.	3	158	130				
Morguard Corporation	2	470	331				
Mullen Group Ltd.	82	1,218	1,379				
Onex Corporation	11	1,040	842				
Pason System Inc.	60	1,215	1,099				
Power Corporation of Canada	24	773	690				
PrairieSky Royalty Ltd.	49	1,470	1,148				
Restaurant Brands International Inc.	6	466	371				
Ritchie Brothers Auctioneers	37	1,645	1,392				
ShawCor Ltd.	27	928	785				
Stella-Jones Inc.	7	291	280				

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



# Sales Charge Refund Entitlements

## Appendix III to Schedule I

### Statement of Investment Portfolio

As at April 30, 2017 (in thousands of Canadian dollars)

#### Agreements Purchased on or after October 2, 2007

Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate %	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds</b>						<b>Bonds (continued)</b>					
<b>Federal – 0.6%</b>						<b>Corporate – 19.0% (continued)</b>					
Government of Canada	0.99	1 Dec 2019	48	34	34	Loblaw Companies Limited	5.90	18 Jan 2036	142	175	171
Government of Canada	1.25	1 Apr 2021	20	18	18	Loblaw Companies Limited	6.45	1 Mar 2039	33	44	43
Government of Canada	1.32	1 Sep 2021	117	111	111	Manufacturers Life Insurance Company	3.18	22 Nov 2027	150	158	156
Kreditanstalt fur Wiederaufbau Global	5.05	4 Feb 2025	172	208	212	Maritimes and Northeast Pipelines Limited Partnership	4.34	30 Nov 2019	84	86	87
				371	375	Maritimes and Northeast Pipelines Limited Partnership	6.90	30 Nov 2019	54	58	61
<b>Provincial – 0.3%</b>						McCain Finance Limited	3.87	7 Feb 2023	94	101	94
Province of British Columbia	10.65	19 Jun 2021	20	26	28	Metropolitan Life Insurance Company	2.68	16 Apr 2019	60	62	61
Province of New Brunswick	6.47	30 Nov 2027	149	184	183	Metropolitan Life Insurance Company	3.11	16 Apr 2021	142	149	148
				210	211	MILIT-AIR Inc.	5.75	30 Jun 2019	106	111	117
<b>Corporate – 19.0%</b>						National Bank of Canada	1.09	14 Jun 2018	239	240	239
407 International Inc.	7.13	26 Jul 2040	196	307	261	National Grid Electricity Transmission plc	2.90	26 Nov 2019	155	160	160
Arrow Lakes Power Corporation	5.52	5 Apr 2041	31	37	31	NAV Canada	7.56	1 Mar 2027	300	385	377
Bank Nederlandse Gemeenten	5.15	7 Mar 2025	32	38	38	North Battleford Power L.P.	4.96	31 Dec 2032	36	41	41
Bank of Montreal	1.21	11 Apr 2019	317	318	318	Ontrea Inc.	4.62	9 Apr 2018	182	186	195
Bank of Nova Scotia	1.05	20 Apr 2018	273	274	274	Ornge Issuer Trust	5.73	11 Jun 2034	232	277	266
Bank of Nova Scotia	1.33	1 May 2018	37	37	37	Public Sector Pension Investment Board	3.27	12 Jun 2020	195	200	195
Bankers Hall L.P.	4.38	20 Nov 2023	75	78	75	Rogers Communications Inc.	6.68	4 Nov 2039	166	226	212
Bell Canada	6.17	26 Feb 2037	89	114	111	Rogers Communications Inc.	6.56	22 Mar 2041	30	41	39
Bell Canada	4.35	18 Dec 2045	32	33	32	Royal Bank of Canada	5.01	9 Apr 2019	8	8	8
Blue Water Bridge Authority	6.41	9 Jul 2027	84	61	59	Royal Bank of Canada	1.11	11 Feb 2020	235	237	235
Caisse Française de Financement Local S.A.	4.68	9 Mar 2029	81	93	93	Royal Bank of Canada	1.07	23 Mar 2020	672	676	672
Canadian Imperial Bank of Commerce	1.02	8 Feb 2018	112	112	112	Shaw Communications Inc.	6.75	9 Nov 2039	454	574	499
Canadian Imperial Bank of Commerce	1.10	1 Jun 2018	262	263	263	SNC-Lavalin Group Inc.	6.19	3 Jul 2019	78	85	85
Canadian Pacific Railway Company	6.91	1 Oct 2024	327	206	223	SP1 Limited Partnership	3.21	15 Jun 2019	240	221	217
Central 1 Credit Union	1.31	21 Nov 2018	449	451	449	St. Clair Holding ULC	4.88	31 Aug 2031	45	47	45
Cogeco Inc.	5.15	16 Nov 2020	124	136	131	Strait Crossing Development Inc.	6.17	15 Sep 2031	194	176	164
Cogeco Inc.	4.18	26 May 2023	239	256	238	Toronto Dominion Bank	1.02	28 Mar 2018	423	425	425
Enbridge Inc.	4.24	27 Aug 2042	57	56	56	Toronto Dominion Bank	1.69	2 Apr 2020	181	183	180
Enbridge Inc.	4.57	11 Mar 2044	95	99	91	TransCanada PipeLines Limited	8.29	5 Feb 2026	118	165	158
EUROFIMA Maple Bond	4.55	30 Mar 2027	169	197	197	TransCanada PipeLines Limited	6.28	26 May 2028	8	10	10
GE Capital Canada Funding Company	1.62	15 Feb 2022	269	267	247	TransCanada PipeLines Limited	6.89	7 Aug 2028	29	38	36
GE Capital Canada Funding Company	2.18	6 Feb 2023	113	117	113	UniCredit Group	2.67	29 May 2018	297	298	303
Greater Toronto Airports Authority	6.45	30 Jul 2029	193	244	233	University Health Network	5.64	8 Dec 2022	187	207	214
Greater Toronto Airports Authority	5.30	25 Feb 2041	74	98	101	University of Ontario Institute of Technology	6.35	15 Oct 2034	83	101	87
Heathrow Funding Limited	3.25	21 May 2027	409	431	405	WTH Car Rental ULC	2.54	20 Aug 2019	302	305	303
Honda Canada Finance Inc.	1.93	3 Dec 2018	194	195	194					11,730	11,401
InPower BC General Partnership	4.47	31 Mar 2033	169	183	170						
Kraft Canada Inc.	1.62	6 Jul 2020	352	356	352						
Loblaw Companies Limited	6.05	9 Jun 2034	176	217	194						
						<b>Total Fixed Income Investments – 19.9%</b>				<b>12,311</b>	<b>11,987</b>

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



# Sales Charge Refund Entitlements (continued)

## Appendix III to Schedule I

### Statement of Investment Portfolio

As at April 30, 2017 (in thousands of Canadian dollars)

#### Agreements Purchased on or after October 2, 2007 (continued)

Security	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Pooled Equity Funds</b>				
CC&L Group Money Market Fund		2	23	23
CC&L Canadian Growth Fund		1,572	18,199	18,236
CC&L US Equity Fund		1,116	15,507	14,623
CC&L International Equity Fund		1,184	15,414	13,686
<b>Total Equities – 79.8%</b>			<b>49,143</b>	<b>46,568</b>
<b>Total Investments – 99.7%</b>			<b>61,454</b>	<b>58,555</b>
<b>Cash and cash equivalents – 0.3%</b>			141	141
<b>Total Portfolio Assets – 100.0%</b>			<b>61,595</b>	<b>58,696</b>
<b>Total Investments Allocation</b>				
Group Savings Plan 2001			61,454	58,555
			<b>61,454</b>	<b>58,555</b>
<b>Cash and cash equivalents Allocation</b>				
Group Savings Plan 2001			141	141
			<b>141</b>	<b>141</b>





# Canadian Scholarship Trust Plan

## Sponsor

Canadian Scholarship Trust Foundation  
2235 Sheppard Avenue East, Suite 1600  
Toronto, Ontario M2J 5B8  
1.877.333.RESP (7377)

## Investment Fund Manager and Distributor

C.S.T. Consultants Inc.  
2235 Sheppard Avenue East, Suite 1600  
Toronto, Ontario M2J 5B8

## Trustee

RBC Investor Services Trust  
155 Wellington Street West, 2<sup>nd</sup> Floor  
Toronto, Ontario M5V 3L3

## Auditor

Deloitte LLP  
Bay Adelaide East  
22 Adelaide Street West, Suite 200  
Toronto, Ontario M5H 0A9

## Bank

Royal Bank of Canada  
Royal Bank Plaza  
South Tower  
200 Bay Street, 10<sup>th</sup> Floor  
Toronto, Ontario M5J 2J5

For updates on your Plan account, login to Online Services at [www.cst.org](http://www.cst.org)  
In Quebec, Canadian Scholarship Trust Plan is distributed by  
C.S.T. Consultants Inc. Scholarship Plan Brokerage Firm.

