

Canadian Scholarship Trust CST Advantage Plan

Audited Financial Statements and
Management Report of Fund Performance
October 31, 2021 and 2020



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CAUTION REGARDING FORWARD-LOOKING STATEMENTS

Certain portions of the Management Report of Fund Performance, including but not limited to, "Results of Operations" and "Recent Developments", may contain forward-looking statements about the Plan, including its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" and similar forward-looking expressions or negative versions thereof.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Plan action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Plan and economic factors. Accordingly, assumptions concerning future economic and other factors may prove to be incorrect at a future date.

Forward-looking statements are not guarantees of future performance, and actual events could differ materially from those expressed or implied in any forward-looking statements made by the Plan. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

It should be stressed that the above-mentioned list of important factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

Management Report of Fund Performance

Introduction

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the Canadian Scholarship Trust CST Advantage Plan (the “Plan”). A copy of the annual financial statements can be obtained on request, and at no cost, by visiting our website at www.cst.org, SEDAR at www.sedar.com, by calling our customer service team at 1-877-333-7377 or by writing to us by mail at 2235 Sheppard Avenue East, Suite 1600, Toronto, Ontario M2J 5B8.

The Canadian Scholarship Trust Foundation, as the Plan sponsor, and C.S.T. Consultants Inc., as the Investment Fund Manager, view corporate governance and compliance as critical to overall corporate performance and long-term investment returns, and as such we review and support the proxy voting guidelines established by our investment managers. Each investment manager’s proxy voting policy is available on request through our customer service area or by contacting us at cstplan@cst.org.

This management discussion of fund performance presents the portfolio management team’s view on the significant factors and developments during the year ended October 31, 2021, that have affected the Plan’s performance and outlook.

Investment Objective and Strategy

The Plan’s investment objectives are to protect Subscribers’ principal (net “Contributions” or “Principal”) and to deliver a reasonable positive return on investments over a long-term investment horizon within prudent risk tolerances.

The Plan is invested according to a strategic mix with Principal assets invested in a combination of government fixed income securities and Canadian corporate bonds with a minimum debt rating of BBB and above. Income assets (money earned on either contributions or government grants, such as interest and capital gains) are invested in U.S. Canadian, International, real estate, and infrastructure ETFs.

The Plan’s Canadian government fixed income securities are passively managed by TD Asset Management Inc. (“TDAM”) and CIBC Asset Management Inc., according to pre-specified duration targets. Corporate bond debt securities are actively managed by TD Asset Management Inc. and Fiera Capital Corporation. The active fixed income portfolios focus on strategies where value can be added on a sustainable basis and may rely upon sector allocation, credit research, and duration management, dependent upon the managers’ expertise and mandate.

The Plan’s equity assets are managed by BMO Asset Management Inc. and BlackRock Asset Management Canada Limited. These assets are allocated to ETFs traded on Canadian or U.S. exchanges that replicate the performance of various equity indices including the S&P/TSX Capped Composite Index, S&P US Total Market Index, S&P 500 Total Return Index, MSCI EAFE IMI Index, and MSCI Emerging Markets Index. Global real estate and infrastructure ETFs are managed by BlackRock and designed to replicate the performance of their specific benchmark index.

A portion of the Plan’s assets are managed by C.S.T. Asset Management Inc. in a combination of the above listed asset classes

with the intent of maintaining the broader Plan asset mix and liquidity requirements.

Risk

The risks of investing in the Plan remain as described in the prospectus. There were no material changes to the Plan during the year that affected the overall level of risk associated with an investment in the Plan.

Results of Operation

Plan Performance

During the year, the Plan’s rate of return, net of fees, was 5.9% compared to the investment policy benchmark (the “Benchmark”) return of 7.8%. In comparison, the following Broad-based indices, the FTSE Canada Universe Bond Index generated a return of -3.6%, and the S&P/TSX Capped Composite gained 38.8% over the identical time period. The Plan’s return is after the deduction of fees and expenses of 0.7%, while the Benchmark and Broad-based Indices returns do not include any costs of investing, such as fees, expenses and commissions.

The Plan’s rate of return, before fees and expenses, underperformed the Benchmark rate over the one-year period. Despite providing strong absolute returns and enhanced diversification, the Plans’ allocation to U.S. and International equities underperformed relative to the Canadian equity component of the investment policy benchmark.

Economic Review

Canadian and world economies rebounded sharply from the severe downturns experienced with the onset of the COVID-19 pandemic. The second half of 2021 experienced improved economic activity and central banks in several advanced economies announced their intention to reduce monetary stimulus

introduced during the prior year. Increased inflationary pressures arose during the latter half of the year due to supply disruptions, increased global demand, and rising energy prices. Despite improvement in employment levels and consumer demand, market risk volatility measures remain at elevated levels.

The Canadian economy expanded for three straight quarters before contracting in Q2 2021. The Bank of Canada maintained the overnight lending rate at 0.25% and announced in October plans to exit the prior years' accommodative policies. The unemployment rate declined for the fourth consecutive month in September, falling to 6.9%, the lowest rate since the onset of the pandemic. The Canadian dollar strengthened relative to the US dollar amidst increased export demand. Inflation levels increased throughout the year with the Canadian Consumer Price Index reaching 4.1% in September and expected by the Bank of Canada to remain at elevated levels throughout 2022.

The increased pace of economic recovery in combination with rising inflation contributed to a substantial increase in yields, ultimately resulting in negative Canadian fixed income returns. In this environment, the FTSE Canada Universe Bond Index declined by 3.6%, with longer dated maturities such as the FTSE Canada Long Term Bond Index falling by 6.8% over the same period. Canadian corporate bonds fared better as spreads over government bonds narrowed, resulting in a return of -0.9%. The Bank of Canada's announcement to reduce quantitative easing triggered a jump in short-term yields resulting in the FTSE Canadian Short-Term Bond Index falling 1.0% for the year.

Equity returns were extremely resilient with double digit gains experienced across a wide variety of global regions. Energy and financial stocks were amongst the best performing sectors. The Canadian equity market (as represented by the S&P/TSX Capped Composite) led most major markets with a return of 38.3%. U.S. large cap equities (as represented by the S&P 500) posted an annual gain of 32.3% (in Canadian dollar terms). Developed International equity markets also benefitted as reflected by the MSCI EAFE IMI Index gaining 25.0%. Despite being in negative territory for the second half of the fiscal year, the MSCI Emerging Markets IMI Index was up 11.3% over 2021.

Portfolio Manager Changes

On March 16, 2021, the Plan added C.S.T. Asset Management Inc. as portfolio manager for a portion of the Plan's assets with a mandate of maintaining the broader Plan asset mix and liquidity requirements.

On June 29, 2021, the active Canadian equity mandate managed by Fiera Capital Corporation was terminated with assets transitioned to BlackRock Asset Management Canada Limited.

Recent Developments and Other Information

We believe that our investment strategy and conservative management approach will continue to provide value over the long-term horizon of the Plan. Our goal, as always, is to provide safety of principal and deliver a reasonable return within our investment policy guidelines and risk tolerances for our subscribers and beneficiaries.

Financial and Operating Highlights (with comparative figures)

The following table shows selected financial information about the Plan and is intended to help you understand the Plan's financial performance for each of the past five fiscal years. This information is derived from the Plan's audited annual financial statements.

(\$ thousands)	2021	2020	2019	2018	2017
Statements of Financial Position					
Total Assets	\$5,018,621	\$4,808,277	\$4,638,128	\$4,163,679	\$3,992,371
Net Assets	5,004,398	4,758,047	4,623,160	4,124,698	3,971,985
% Change in Net Assets	5.2%	2.9%	12.1%	3.8%	9.9%
Statements of Comprehensive Income					
Net Investment Income	\$ 315,322	\$ 186,140	\$ 497,538	\$ 37,299	\$ 186,214
Statements of Changes in Net Assets					
Education Assistance Payments	\$ (71,698)	\$ (51,144)	\$ (35,840)	\$ (25,291)	\$ (19,397)
Government Grants Received (net of repayments)	80,619	80,949	86,243	87,355	86,320
Government Grant Payments to Beneficiaries	(64,461)	(51,696)	(43,420)	(29,972)	(17,328)
Other					
Total number of units	3,277,113	3,200,622	3,143,996	3,065,038	2,974,945
% Change in the total number of units	2.4%	1.8%	2.6%	3.0%	3.5%

Management Fees

Administration Fees

An administration fee of \$27.7 million (2020 – \$26.1 million) comprising Plan administration and processing fees and financial reporting expenses was paid to the Canadian Scholarship Trust Foundation (the “Foundation”), the sponsor and administrator of the Plan, in accordance with subscribers’ Education Savings Plan Agreements. The administration of the Plan includes processing and call center services related to new agreements, Government Grants, plan modifications, terminations, maturities and Education Assistance Payments (“EAPs”). The annual administration fee is calculated as 0.5% of the total amount of net Contributions, Government Grants and income earned on these amounts, subject to applicable taxes, and is paid monthly.

The Foundation has delegated certain administrative and distribution functions to its wholly-owned subsidiary, C.S.T. Consultants Inc., which is registered as the Plan's Investment Fund Manager in Ontario, Quebec, Newfoundland and Labrador, and Scholarship Plan Dealer under securities legislation of each of the provinces and territories of Canada in which it operates to sell scholarship plans. C.S.T. Consultants, Inc. is the exclusive distributor of the Canadian Scholarship Trust Plans.

In exchange for its administrative services, C.S.T. Consultants, Inc. receives an amount equal to the administration costs incurred plus a percentage of such costs from the Foundation. The administration services agreement is renewable on an annual basis.

Portfolio Management Fees

The Plan's annual investment management fee was 0.08%, including taxes, (2020 – 0.08%) of the average market value of assets based on the Investment Management Agreements with

portfolio managers. The portfolio managers provide investment advisory and discretionary managed account services with respect to purchasing, selling, and dealing in securities.

Trustee and Custodian Fees

The Plan pays trustee and custodian fees to RBC Investor Services Trust to settle all investment trades and disburse fees, EAPs and other amounts in accordance with the terms of the Plan Agreement. For 2021 these fees charged to the Plan amounted to \$1.1 million (2020 – \$1.1 million) and were 0.02%, including taxes, (2020 – 0.02%) of the average market value of assets.

Summary of Plan Investment Portfolio

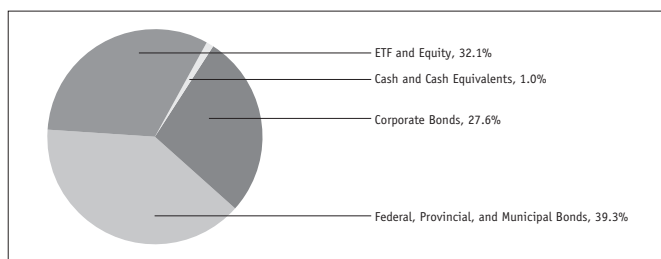
Beginning this year, the Plan's Total Portfolio Assets are comprised of the Principal, Government Grants and Income for all education savings plan agreements that have not reached their maturity date, and the assets from which eligible beneficiaries collect EAP payments. In previous years, the Plan's Total Portfolio Assets did not include the Government Grant assets.

Sales Charge Refund (“SCR”) assets and related investment income are used to pay SCR Entitlements to qualified beneficiaries. These assets are invested together with SCR funds from other Plans administered by the Foundation. Any payments to beneficiaries from Sales Charge Refund assets are treated as separate payments.

The Plan's Total Portfolio Assets as presented and as defined in this report, reflect the Principal, Government Grant, and Income assets. The Plan's Total Portfolio Assets do not include the allocation of assets from SCR asset pools that are attributable to this Plan.

The following chart illustrates the Plan's Total Portfolio Assets by investment categories.

Asset Mix as of October 31, 2021



The following table details the top 25 long holdings in the Total Portfolio Assets of the Plan. The Plan is prohibited from holding short positions in securities.

Issuer			Fair Value (\$000's)	% of Plan Portfolio Assets
iShares Core S&P U.S. ETF			355,957	7.5%
BMO S&P 500 Index ETF			306,686	6.4%
iShares Core MSCI EAFE IMI Index ETF			192,137	4.0%
iShares Core S&P 500 Index ETF			147,092	3.1%
BMO MSCI EAFE Index ETF			119,344	2.5%
Province of Ontario	2.60%	2 Jun 2027	112,830	2.4%
BMO S&P/TSX Capped Composite Index ETF			89,301	1.9%
Province of Ontario	2.05%	2 Jun 2030	88,120	1.8%
iShares Core MSCI Emerging Markets IMI Index ETF			85,692	1.8%
Province of Québec	1.90%	1 Sep 2030	78,603	1.6%
iShares Global Real Estate Index ETF			78,202	1.6%
iShares Global Infrastructure Index ETF			77,388	1.6%
Province of Ontario	2.70%	2 Jun 2029	74,122	1.6%
Province of Ontario	2.90%	2 Jun 2028	73,576	1.5%
Province of Ontario	2.15%	2 Jun 2031	62,670	1.3%
BMO MSCI Emerging Markets Index ETF			60,776	1.3%
Province of Alberta	2.05%	1 Jun 2030	59,482	1.2%
Province of Ontario	1.35%	2 Dec 2030	50,279	1.1%
Province of Québec	2.75%	1 Sep 2028	48,599	1.0%
Province of Québec	2.75%	1 Sep 2027	48,351	1.0%
Province of Ontario	6.50%	8 Mar 2029	45,073	0.9%
Province of Québec	2.30%	1 Sep 2029	44,644	0.9%
Province of Alberta	2.55%	1 Jun 2027	41,325	0.9%
Government of Canada	1.25%	1 Jun 2030	35,804	0.8%
Canada Housing Trust	2.35%	15 Mar 2028	33,573	0.7%
Top 25 long positions as a percentage of Total Portfolio Assets of the Plan				50.4%

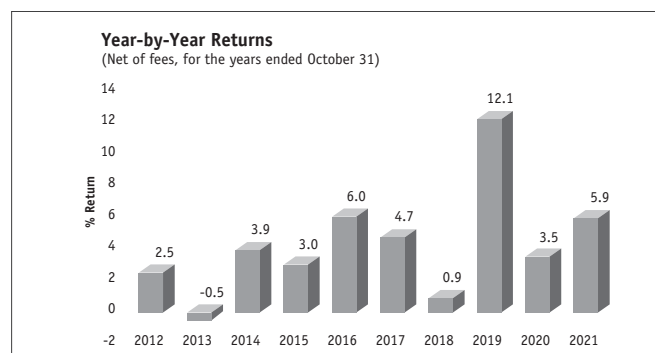
Past Performance

The returns presented in the following chart and the annual compound returns table are based on the investment performance of the Plan's Total Portfolio Assets only and do not reflect the investment performance of assets from the Sales Charge Refund Entitlements. Investment returns have been calculated using market values and time-weighted cash flows during the periods. Total

expenses incurred by the Plan, including administration, portfolio management, custody and trustee fees, and Independent Review Committee expenses have been deducted and only net returns are displayed for each period. Past returns of the Plan do not necessarily indicate how it will perform in the future.

Year-by-Year Returns

The following bar chart illustrates the annual performance of the Plan's Total Portfolio assets in each of the past ten fiscal years. The chart illustrates, in percentage terms, how much an investment made on the first day of each fiscal year would have increased or decreased by the last day of that year:



Annual Compound Returns

With the implementation of the updated investment strategy in fiscal 2019, the Plan's investment benchmark was changed effective October 1, 2019 to 70% FTSE Canada Universe Bond Index + 30% S&P/TSX Capped Composite. The FTSE Canada Universe Bond Index is a broad measure of the Canadian investment-grade fixed income market and includes government and corporate bonds with maturities greater than one year. The S&P/TSX Capped Composite Index reflects price movements of selected securities listed on the Toronto Stock Exchange weighted by market capitalization, with a capped weight of 10% on all of the constituents.

The following table illustrates the annual compound returns of the Plan's Total Portfolio Assets, for the periods shown ending on October 31, 2021.

	Period			
	1 Yr	3 Yr	5 Yr	10 Yr
Net Plan Return*	5.9	7.1	5.3	4.1
Benchmark	7.8	8.0	6.0	4.9
FTSE Canada Universe Bond Index	(3.6)	4.2	2.3	3.3
S&P/TSX Capped Composite Index	38.8	15.4	10.6	8.8

* Plan returns are after the deduction of fees and expenses, while the Benchmarks and Broad-based Index returns do not include any costs of investing such as fees, expenses and commissions. The Plan's fees and expenses were 0.7% for all periods.

For commentary on the market and/or information regarding the relative performance of the Plan compared to its Broad-based Index and Benchmark, see the Results of Operations section of this report.

Management's Responsibility for Financial Reporting

The accompanying financial statements of the Canadian Scholarship Trust CST Advantage Plan (the "Plan") are prepared by management and are approved by the Board of Directors (the "Board") of the Canadian Scholarship Trust Foundation (the "Foundation"). Management is responsible for the information and representations contained in these financial statements. The Board of Directors is responsible for reviewing and approving the financial statements and overseeing management's performance of its financial reporting responsibilities.

The Foundation, through C.S.T. Consultants Inc., a wholly-owned subsidiary which administers the Plan, maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments. The significant accounting policies, which management believes are appropriate for the Plan, are described in Note 2 to the financial statements.

Deloitte LLP is the external auditor of the Plan. It has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the Board of Directors and Members of the Foundation its opinion on the financial statements. Its report is set out below.



Sherry J. MacDonald, CPA, CA
President and Chief Executive Officer

Toronto, Ontario
December 16, 2021



Christopher Ferris, CPA, CGA, CFA
Chief Financial Officer

Independent Auditor's Report

To the Board of Directors and Members of the Canadian Scholarship Trust Foundation

Opinion

We have audited the financial statements of Canadian Scholarship Trust CST Advantage Plan (the "Plan") which comprise the statements of financial position as October 31, 2021 and 2020, and the statements of comprehensive income, changes in net assets attributable to subscribers and beneficiaries, and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Plan as at October 31, 2021 and 2020, and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards ("IFRS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Plan in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Management Report of Fund Performance.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Management Report of Fund Performance prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Plan's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Plan or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Plan's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Plan's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Plan to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
Toronto, Ontario
December 16, 2021

Statements of Financial Position

As at October 31, 2021 and 2020

(in thousands of Canadian dollars)

	2021	2020
Assets		
Cash and cash equivalents	\$ 47,626	\$ 115,766
Investments (Note 4 and Schedule I)	4,930,269	4,652,549
Receivables for securities sold	3,034	2,987
Accrued income and other receivables	25,395	24,915
Government grants receivable	12,297	12,060
	5,018,621	4,808,277
Liabilities		
Payables for securities purchased	3,462	41,880
Accounts payable and accrued liabilities	10,761	8,350
	14,223	50,230
Net Assets Attributable to Subscribers and Beneficiaries	5,004,398	4,758,047
Represented by:		
Non-Discretionary Funds		
Accumulated income held for future education assistance payments	1,017,423	919,435
Subscribers' deposits (Schedule II)	2,429,225	2,389,983
Government grants	927,178	903,435
Income on Government grants	407,409	366,094
Sales charge refund entitlements (Note 8)	199,737	174,240
General fund (Note 7)	7,683	7,647
Unrealized Gains (Losses)	15,028	(3,502)
Discretionary Funds		
Donations from the Foundation (Note 7)	715	715
	\$5,004,398	\$4,758,047

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



Douglas P. McPhie, FCPA, FCA
Director



Sherry J. MacDonald, CPA, CA
Director

Statements of Comprehensive Income

For the years ended October 31, 2021 and 2020

(in thousands of Canadian dollars)

	2021	2020
Income		
Interest	\$ 87,728	\$ 86,994
Realized gains on sale of investments	188,902	47,146
Change in unrealized gains (losses)	22,465	38,743
Dividends	48,807	44,223
	347,902	217,106
Expenses		
Administration and account maintenance fees <i>(Note 3(a))</i>	27,685	26,100
Portfolio management fees	3,685	3,687
Custodian and trustee fees	1,143	1,111
Independent Review Committee fees	67	68
	32,580	30,966
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	\$315,322	\$186,140

Statements of Changes in Net Assets Attributable to Subscribers and Beneficiaries

For the years ended October 31, 2021 and 2020

(in thousands of Canadian dollars)

	2021	2020
Net Assets Attributable to Subscribers and Beneficiaries, Beginning of Year	\$4,758,047	\$4,623,160
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	315,322	186,140
Transfers to internal and external plans	(30,481)	(29,249)
	284,841	156,891
Receipts		
Net increase in Subscribers' deposits <i>(Schedule II)</i>	39,242	17,395
Government grants received (net of repayments)	80,619	80,949
Disbursements		
Payments to beneficiaries		
Education assistance payments	(71,698)	(51,144)
Government grants	(64,461)	(51,696)
Refund of sales charges	(18,116)	(14,710)
Return of income	(4,076)	(2,798)
Total payments to beneficiaries	(158,351)	(120,348)
Receipts less Disbursements	(38,490)	(22,004)
Change in Net Assets Attributable to Subscribers and Beneficiaries	246,351	134,887
Net Assets Attributable to Subscribers and Beneficiaries, End of Year	\$5,004,398	\$4,758,047

Statements of Cash Flows

For the years ended October 31, 2021 and 2020

(in thousands of Canadian dollars)

	2021	2020
Operating Activities		
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	\$ 315,322	\$ 186,140
Items not affecting cash		
Realized gains on sale of investments	(188,902)	(47,146)
Change in unrealized (losses) gains	(22,465)	(38,743)
Change in non-cash operating capital		
(Increase) decrease in Accrued income and other receivables	(480)	(189)
(Increase) decrease in Government grants receivable	(237)	90
Increase (decrease) in Accounts payable and accrued liabilities	2,411	2,000
Purchase of investments	(2,659,473)	(2,135,029)
Proceeds from sale and maturities of investments	2,554,655	2,134,813
Net Cash flows from (used in) Operating Activities	831	101,936
Financing Activities		
Transfers to internal and external plans	(30,481)	(29,249)
Government grants received (net of repayments)	80,619	80,949
Net increase in Subscribers' deposits <i>(Schedule II)</i>	39,242	17,395
Payments to beneficiaries	(158,351)	(120,348)
Net Cash flows from (used in) Financing Activities	(68,971)	(51,253)
Net (decrease) increase in Cash and cash equivalents	(68,140)	50,683
Cash and cash equivalents, Beginning of Year	115,766	65,083
Cash and cash equivalents, End of Year	47,626	115,766
Supplemental cash flow information:		
Withholding Taxes	\$ –	\$ –
Interest Income Received	87,169	86,804

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2021

(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 (\$)
Bonds (continued)						Bonds (continued)					
Provincial – 28.1% (continued)						Provincial – 28.1% (continued)					
Province of Newfoundland and Labrador	2.85	2 Jun 2029	10,107	10,506	10,633	Province of Saskatchewan	6.40	5 Sep 2031	8,996	12,183	12,543
Province of Newfoundland and Labrador	1.75	2 Jun 2030	5,689	5,410	5,599	South Coast Transportation Authority	3.25	23 Nov 2028	1,500	1,610	1,498
Province of Newfoundland and Labrador	6.55	17 Oct 2030	1,050	1,393	1,433					1,339,375	1,379,943
Province of Newfoundland and Labrador	2.05	2 Jun 2031	946	910	944	Municipal – 0.3%					
Province of Nova Scotia	–	1 Dec 2021	677	677	675	City of Montreal	3.00	1 Sep 2025	244	256	247
Province of Nova Scotia	–	1 Jun 2022	526	524	522	City of Montreal	2.75	1 Sep 2026	679	706	680
Province of Nova Scotia	–	2 Jun 2022	525	524	498	City of Montreal	1.75	1 Sep 2030	3,000	2,855	2,889
Province of Nova Scotia	–	1 Jun 2023	215	211	200	City of Toronto	0.00	1 Jun 2022	702	698	690
Province of Nova Scotia	2.10	1 Jun 2027	4,958	5,008	4,949	City of Toronto	2.40	24 Jun 2026	689	707	689
Province of Nova Scotia	1.10	1 Jun 2028	2,220	2,096	2,178	City of Vancouver	3.10	21 Sep 2028	2,000	2,129	2,000
Province of Nova Scotia	2.00	1 Sep 2030	8,521	8,356	8,666	Municipal Finance Authority of British Columbia	2.50	19 Apr 2026	1,572	1,621	1,577
Province of Nova Scotia	5.80	1 Jun 2033	3,000	3,995	3,887	Municipal Finance Authority of British Columbia	2.30	15 Apr 2031	2,925	2,920	2,923
Province of Ontario	1.35	8 Sep 2026	6,210	6,085	6,199	Region of Peel	2.30	2 Nov 2026	237	242	236
Province of Ontario	1.85	1 Feb 2027	19,550	19,570	20,090	Regional Municipality of York	2.60	15 Dec 2025	1,212	1,254	1,180
Province of Ontario	2.60	2 Jun 2027	108,795	112,830	114,922	Regional Municipality of York	2.50	2 Jun 2026	236	243	242
Province of Ontario	7.60	2 Jun 2027	1,120	1,457	1,605	The Regional Municipality of Niagara	0.00	30 Dec 2021	400	400	400
Province of Ontario	1.05	8 Sep 2027	15,516	14,764	15,392	The Regional Municipality of Niagara	0.00	30 Jun 2022	300	298	299
Province of Ontario	2.90	2 Jun 2028	69,736	73,576	75,004	The Regional Municipality of Niagara	0.00	30 Dec 2022	400	395	395
Province of Ontario	6.50	8 Mar 2029	34,750	45,073	48,044	The Regional Municipality of Niagara	0.00	30 Jun 2023	350	342	343
Province of Ontario	2.70	2 Jun 2029	71,233	74,122	76,157	The Regional Municipality of Niagara	0.00	30 Dec 2023	550	533	535
Province of Ontario	1.55	1 Nov 2029	1,000	958	988	The Regional Municipality of Niagara	0.00	30 Jun 2024	300	288	289
Province of Ontario	2.05	2 Jun 2030	89,239	88,120	93,764	The Regional Municipality of Niagara	0.00	30 Dec 2024	550	522	524
Province of Ontario	1.35	2 Dec 2030	54,314	50,279	52,766					16,409	16,138
Province of Ontario	2.15	2 Jun 2031	63,546	62,670	63,998	Corporate – 27.6%					
Province of Ontario	6.20	2 Jun 2031	5,050	6,758	7,008	407 International Inc.	2.47	8 Sep 2022	2,000	2,018	2,037
Province of Ontario	5.85	8 Mar 2033	7,071	9,431	9,380	407 International Inc.	1.80	22 May 2025	3,950	3,952	4,048
Province of Prince Edward Island	–	2 Nov 2021	5,000	4,998	4,998	407 International Inc.	6.47	27 Jul 2029	10,600	13,388	13,872
Province of Prince Edward Island	1.20	11 Feb 2028	340	323	340	407 International Inc.	3.14	6 Mar 2030	3,000	3,144	3,266
Province of Prince Edward Island	1.85	27 Jul 2031	337	321	336	407 International Inc.	5.96	3 Dec 2035	4,359	5,756	6,094
Province of Québec	–	21 Mar 2022	1,155	1,153	1,100	407 International Inc.	5.75	14 Feb 2036	6,433	7,998	8,355
Province of Québec	–	16 Jul 2022	500	498	498	407 International Inc.	3.65	8 Sep 2044	7,131	7,423	7,980
Province of Québec	–	21 Sep 2022	367	364	345	407 International Inc.	3.72	11 May 2048	1,002	1,059	1,175
Province of Québec	–	30 Mar 2023	2,215	2,180	2,172	407 International Inc.	2.84	7 Mar 2050	2,968	2,674	2,683
Province of Québec	2.75	1 Sep 2027	46,143	48,351	49,105	Access Justice Durham Ltd.	5.02	31 Aug 2039	1,003	1,170	1,261
Province of Québec	2.75	1 Sep 2028	46,382	48,599	49,103	Aéroports de Montréal	6.95	16 Apr 2032	928	1,146	1,183
Province of Québec	2.30	1 Sep 2029	43,978	44,644	45,842	Aéroports de Montréal	5.67	16 Oct 2037	860	1,127	1,237
Province of Québec	6.00	1 Oct 2029	12,300	15,750	16,497	Alectra Inc.	3.24	21 Nov 2024	3,750	3,914	4,030
Province of Québec	1.90	1 Sep 2030	80,440	78,603	83,024	Alectra Inc.	2.49	17 May 2027	2,000	2,035	2,082
Province of Québec	1.50	1 Sep 2031	35,178	32,785	34,226	Alectra Inc.	1.75	11 Feb 2031	4,200	3,937	3,977
Province of Québec	6.25	1 Jun 2032	2,300	3,130	3,304	Algonquin Power & Utilities Corp.	2.85	15 Jul 2031	754	747	754
Province of Québec	5.25	1 Jun 2034	6,200	7,968	7,825	Alimentation Couche-Tard Inc.	3.06	26 Jul 2024	2,487	2,565	2,652
Province of Saskatchewan	0.00	4 Feb 2022	3,001	2,997	2,984	Alimentation Couche-Tard Inc.	3.60	2 Jun 2025	630	661	659
Province of Saskatchewan	0.00	30 May 2022	1,355	1,350	1,345	Allied Properties REIT	1.73	12 Feb 2026	2,004	1,942	2,002
Province of Saskatchewan	2.55	2 Jun 2026	1,500	1,552	1,544	Allied Properties REIT	3.11	8 Apr 2027	997	1,016	998
Province of Saskatchewan	2.65	2 Jun 2027	4,588	4,768	4,744						
Province of Saskatchewan	3.05	2 Dec 2028	6,784	7,211	7,335						
Province of Saskatchewan	5.75	5 Mar 2029	400	498	515						
Province of Saskatchewan	2.20	2 Jun 2030	6,253	6,241	6,443						
Province of Saskatchewan	2.15	2 Jun 2031	9,162	9,026	9,245						

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2021

(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 (\$)
Bonds (continued)						Bonds (continued)					
Corporate – 27.6% (continued)						Corporate – 27.6% (continued)					
Allied Properties REIT	3.13	15 May 2028	873	883	873	Canadian Imperial Bank of Commerce	2.00	17 Apr 2025	4,847	4,861	4,857
Allied Properties REIT	3.12	21 Feb 2030	1,440	1,427	1,440	Canadian Imperial Bank of Commerce	1.10	19 Jan 2026	9,750	9,361	9,544
AltaGas Ltd.	1.23	18 Mar 2024	2,351	2,315	2,350	Canadian Imperial Bank of Commerce	1.70	15 Jul 2026	9,800	9,587	9,858
AltaGas Ltd.	2.16	10 Jun 2025	1,496	1,494	1,496	Canadian Imperial Bank of Commerce	2.95	19 Jun 2029	1,264	1,296	1,266
AltaGas Ltd.	4.12	7 Apr 2026	5,280	5,637	5,892	Canadian Imperial Bank of Commerce	2.01	21 Jul 2030	3,330	3,302	3,344
AltaGas Ltd.	2.48	30 Nov 2030	1,546	1,462	1,546	Canadian National Railway Company	3.00	8 Feb 2029	9,800	10,132	10,455
AltaGas Ltd.	4.99	4 Oct 2047	1,217	1,356	1,537	Canadian Natural Resources Limited	3.31	11 Feb 2022	3,000	3,073	3,073
AltaLink, LP	3.40	6 Jun 2024	3,700	3,861	3,964	Canadian Natural Resources Limited	1.45	16 Nov 2023	1,637	1,628	1,637
AltaLink, LP	1.51	11 Sep 2030	4,300	3,968	4,019	Canadian Natural Resources Limited	3.55	3 Jun 2024	5,757	5,988	5,953
AltaLink, LP	5.38	26 Mar 2040	4,433	5,719	6,095	Canadian Natural Resources Limited	2.50	17 Jan 2028	921	912	921
AltaLink, LP	3.99	30 Jun 2042	4,498	4,986	5,395	Canadian Pacific Railway Ltd.	3.05	9 Mar 2050	992	882	985
AltaLink, LP	4.05	21 Nov 2044	1,865	2,094	2,275	Canada Post Corporation	4.36	16 Jul 2040	350	442	441
ARC Resources Ltd.	2.35	10 Mar 2026	2,824	2,809	2,829	Canadian Utilities Limited	9.40	1 May 2023	1,200	1,339	1,412
Bank of America	3.30	24 Apr 2024	14,406	14,804	14,824	Canadian Western Bank	2.83	14 Mar 2022	3,400	3,429	3,438
Bank of America	1.98	15 Sep 2027	1,278	1,254	1,279	Canadian Western Bank	1.57	14 Sep 2023	5,558	5,553	5,563
Bank of Montreal	2.85	6 Mar 2024	4,347	4,469	4,539	Canadian Western Bank	2.61	30 Jan 2025	700	713	717
Bank of Montreal	2.28	29 Jul 2024	796	808	830	Canadian Western Bank	1.93	16 Apr 2026	2,282	2,244	2,282
Bank of Montreal	2.70	11 Sep 2024	4,831	4,987	4,834	Capital Desjardins Inc.	4.95	15 Dec 2026	4,000	4,173	4,173
Bank of Montreal	2.37	3 Feb 2025	6,635	6,742	6,796	Cenovus Energy Inc.	3.55	12 Mar 2025	2,321	2,412	2,415
Bank of Montreal	2.57	1 Jun 2027	500	505	502	Cenovus Energy Inc.	3.50	7 Feb 2028	1,777	1,840	1,726
Bank of Montreal	2.88	17 Sep 2029	10,235	10,484	10,215	Central 1 Credit Union	–	5 Jan 2022	4,600	4,597	4,597
Bank of Montreal	2.08	17 Jun 2030	2,082	2,075	2,082	Central 1 Credit Union	2.60	7 Nov 2022	550	558	549
Bank of Nova Scotia	1.83	27 Apr 2022	800	805	797	Central 1 Credit Union	1.32	29 Jan 2026	1,490	1,438	1,490
Bank of Nova Scotia	2.38	1 May 2023	5,366	5,450	5,468	Centre Hospitalier de l'Universite de Montreal	6.72	30 Sep 2049	2,067	2,771	2,922
Bank of Nova Scotia	2.49	23 Sep 2024	5,348	5,458	5,548	Choice Properties REIT	4.90	5 Jul 2023	1,463	1,532	1,597
Bank of Nova Scotia	1.85	2 Nov 2026	9,890	9,708	9,888	Choice Properties REIT	3.56	9 Sep 2024	1,388	1,448	1,395
Bank of Nova Scotia	2.58	30 Mar 2027	700	705	705	Choice Properties REIT	3.55	10 Jan 2025	5,950	6,218	6,171
Bank of Nova Scotia	3.89	18 Jan 2029	13,269	13,858	13,536	Choice Properties REIT	2.85	21 May 2027	5,037	5,107	5,064
Bank of Nova Scotia	2.84	3 Jul 2029	16,014	16,383	16,117	Choice Properties REIT	4.18	8 Mar 2028	1,223	1,324	1,294
Bank of Nova Scotia	5.65	31 Dec 2056	191	253	234	Choice Properties REIT	3.53	11 Jun 2029	7,543	7,865	7,740
Bell Canada	3.35	22 Mar 2023	1,550	1,585	1,628	Choice Properties REIT	2.98	4 Mar 2030	2,914	2,905	3,011
Bell Canada	3.35	12 Mar 2025	2,350	2,448	2,353	Choice Properties REIT	5.27	7 Mar 2046	1,509	1,742	1,776
Bell Canada	2.90	10 Sep 2029	5,750	5,807	5,882	Classic RMBS Trust	1.53	15 Sep 2026	1,336	1,329	1,336
Bell Canada	2.50	14 May 2030	2,140	2,079	2,137	Classic RMBS Trust	1.43	15 Nov 2051	1,435	1,012	1,015
Bell Canada	6.10	16 Mar 2035	552	693	769	Clover LP	4.22	31 Mar 2034	421	445	460
Bell Canada	4.75	29 Sep 2044	1,155	1,282	1,506	Clover LP	4.22	30 Jun 2034	332	352	360
Bell Canada	4.35	18 Dec 2045	8,296	8,733	9,134	Coast Capital Savings Credit Union	5.00	3 May 2028	2,314	2,418	2,446
Bell Canada	4.45	27 Feb 2047	750	800	820	Coast Capital Savings Credit Union	5.25	29 Oct 2030	496	541	550
Bell Canada	3.50	30 Sep 2050	3,948	3,602	4,128	Comber Wind Financial Corporation	5.13	15 Nov 2030	409	449	462
BMW Canada Auto Trust	0.76	20 Apr 2024	360	353	360	Concentra Bank	1.46	17 May 2024	832	822	832
Brookfield Infrastructure Finance ULC	2.86	1 Sep 2032	3,999	3,824	3,998	Consumers Gas Co. Ltd.	6.65	3 Nov 2027	3,000	3,653	3,815
Brookfield Renewable Partners LP	4.25	15 Jan 2029	2,064	2,269	2,410	Co-operators Financial Services	3.33	13 May 2030	1,727	1,718	1,772
Brookfield Renewable Partners LP	3.33	13 Aug 2050	639	592	639						
Caisse Centrale Desjardins	2.39	25 Aug 2022	3,000	3,039	3,045						
Caisse Centrale Desjardins	2.42	4 Oct 2024	7,362	7,491	7,479						
Calgary Airport Authority	3.20	7 Oct 2036	510	507	510						
Calgary Airport Authority	3.34	7 Oct 2038	1,785	1,779	1,785						
Calloway REIT Inc.	3.99	30 May 2023	4,167	4,320	4,381						
Canadian Imperial Bank of Commerce	2.30	11 Jul 2022	2,599	2,629	2,597						
Canadian Imperial Bank of Commerce	2.35	28 Aug 2024	2,700	2,744	2,801						

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2021

(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 (\$)
Bonds (continued)						Bonds (continued)					
Corporate – 27.6% (continued)						Corporate – 27.6% (continued)					
Crombie Real Estate Investment Trust	2.69	31 Mar 2028	3,417	3,363	3,479	Gibson Energy Inc.	2.85	14 Jul 2027	700	704	708
CT REIT	2.37	6 Jan 2031	1,792	1,682	1,792	Gibson Energy Inc.	3.60	17 Sep 2029	1,292	1,341	1,396
CU Inc.	4.80	22 Nov 2021	1,009	1,011	1,054	Glacier Credit Card Trust	2.05	20 Sep 2022	3,000	3,067	3,067
CU Inc.	5.56	26 May 2028	7,399	8,743	9,128	Glacier Credit Card Trust	1.39	22 Sep 2025	1,530	1,497	1,530
CU Inc.	4.54	24 Oct 2041	2,297	2,700	2,818	GMF Canada Leasing Trust	0.91	20 Jul 2023	549	550	456
CU Inc.	4.72	9 Sep 2043	11,892	14,365	15,360	GMF Canada Leasing Trust	1.05	20 Nov 2025	641	641	641
CU Inc.	2.96	7 Sep 2049	1,608	1,496	1,598	Goldman Sachs Group, Inc.	2.01	28 Feb 2029	5,192	5,003	5,184
CU Inc.	3.17	5 Sep 2051	750	722	750	Granite REIT Holdings Limited Partnership	3.06	4 Jun 2027	998	1,026	998
Daimler Canada Finance Inc.	2.54	21 Aug 2023	2,811	2,858	2,816	Granite REIT Holdings Limited Partnership	2.38	18 Dec 2030	864	820	864
Daimler Canada Finance Inc.	2.97	13 Mar 2024	2,600	2,673	2,627	Great-West Lifeco Inc.	3.34	28 Feb 2028	3,600	3,798	3,922
Eagle Credit Card Trust	1.27	17 Jul 2025	581	568	581	Great-West Lifeco Inc.	2.38	14 May 2030	660	649	660
Enbridge Gas Inc.	4.00	22 Aug 2044	5,849	6,399	6,883	Great-West Lifeco Inc.	6.67	21 Mar 2033	7,609	10,246	10,316
Enbridge Gas Inc.	3.65	1 Apr 2050	250	261	273	Great-West Lifeco Inc.	6.00	16 Nov 2039	1,787	2,406	2,468
Enbridge Inc.	4.85	22 Feb 2022	2,000	2,025	2,101	Great-West Lifeco Inc.	2.98	8 Jul 2050	2,723	2,462	2,714
Enbridge Inc.	2.44	2 Jun 2025	6,475	6,561	6,596	Greater Toronto Airports Authority	1.54	3 May 2028	3,669	3,492	3,602
Enbridge Inc.	2.99	3 Oct 2029	4,918	4,954	5,038	Greater Toronto Airports Authority	2.73	3 Apr 2029	3,601	3,678	3,818
Enbridge Inc.	7.20	18 Jun 2032	319	412	427	Greater Toronto Airports Authority	7.10	4 Jun 2031	1,621	2,185	2,372
Enbridge Inc.	3.10	21 Sep 2033	2,183	2,126	2,179	Greater Toronto Airports Authority	6.98	15 Oct 2032	349	477	520
Enbridge Inc.	5.75	2 Sep 2039	1,309	1,566	1,655	Greater Toronto Airports Authority	6.47	2 Feb 2034	963	1,295	1,393
Enbridge Inc.	4.57	11 Mar 2044	6,464	6,810	7,358	Greater Toronto Airports Authority	2.75	17 Oct 2039	3,153	2,978	3,145
Enbridge Inc.	5.38	27 Sep 2077	2,040	2,138	2,066	Greater Toronto Airports Authority	4.53	2 Dec 2041	2,442	2,901	3,229
Enbridge Inc.	6.63	12 Apr 2078	6,115	6,880	6,666	H&R REIT	2.92	6 May 2022	568	574	573
Enbridge Pipelines Inc.	3.20	8 Jun 2027	1,000	1,031	1,038	H&R REIT	3.42	23 Jan 2023	3,227	3,299	3,344
Enbridge Pipelines Inc.	4.55	17 Aug 2043	3,737	3,977	4,298	H&R REIT	3.37	30 Jan 2024	437	450	444
Enbridge Pipelines Inc.	4.13	9 Aug 2046	5,407	5,448	5,934	H&R REIT	2.63	19 Feb 2027	2,105	2,088	2,106
Enbridge Pipelines Inc.	4.20	12 May 2051	2,309	2,356	2,391	HCN Canadian Holdings LP	2.95	15 Jan 2027	3,121	3,168	3,181
Enmax Corporation	3.88	18 Oct 2029	1,721	1,812	1,929	Heathrow Funding Ltd.	3.25	21 May 2027	8,654	8,916	9,168
EPCOR Utilities Inc.	1.95	8 Jul 2022	3,000	3,024	3,029	Heathrow Funding Ltd.	2.69	13 Oct 2027	2,997	2,978	3,012
EPCOR Utilities Inc.	1.30	19 May 2023	949	949	950	Heathrow Funding Ltd.	3.78	4 Sep 2030	4,175	4,359	4,527
EPCOR Utilities Inc.	5.75	24 Nov 2039	2,402	3,182	3,466	Heathrow Funding Ltd.	3.66	13 Jan 2031	575	593	580
EPCOR Utilities Inc.	3.55	27 Nov 2047	5,773	5,967	6,449	HomeEquity Bank	1.74	15 Dec 2025	1,162	1,142	1,162
EPCOR Utilities Inc.	3.95	26 Nov 2048	2,117	2,335	2,659	Honda Canada Finance Inc.	1.82	7 Dec 2021	3,000	3,038	3,038
Federated Co-operatives Ltd.	3.92	17 Jun 2025	6,663	6,912	7,001	Honda Canada Finance Inc.	2.27	15 Jul 2022	500	505	499
Federation des caisses Desjardins du Quebec	2.86	26 May 2030	3,545	3,620	3,579	Honda Canada Finance Inc.	3.18	28 Aug 2023	7,326	7,547	7,603
Federation des caisses Desjardins du Quebec	1.99	28 May 2031	8,893	8,703	8,891	Honda Canada Finance Inc.	1.71	28 Sep 2026	636	620	636
Finning International Inc.	2.63	14 Aug 2026	3,026	3,030	3,052	Hospital Infrastructure Partner Inc.	5.44	31 Jan 2045	572	681	747
First Nations ETF LP	4.14	31 Dec 2041	576	603	623	HSBC Bank Canada	2.17	29 Jun 2022	5,199	5,250	5,182
Ford Credit Canada Limited	1.15	15 Jun 2024	1,482	1,466	1,482	HSBC Bank Canada	2.25	15 Sep 2022	3,000	3,036	3,082
Ford Credit Canada Limited	0.89	15 Aug 2024	337	311	323	HSBC Bank Canada	2.54	31 Jan 2023	23,134	23,557	23,141
Foresters Life Insurance Company	2.89	15 Oct 2035	1,422	1,404	1,422	HSBC Bank Canada	3.25	15 Sep 2023	610	630	651
Fortified Trust	2.56	23 Mar 2024	2,000	2,045	2,056	HSBC Bank Canada	1.78	20 May 2026	1,842	1,813	1,842
FortisAlberta Inc.	5.40	21 Apr 2036	4,314	5,387	5,768	Hydro One Inc.	2.54	5 Apr 2024	237	242	243
FortisAlberta Inc.	5.37	30 Oct 2039	6,530	8,312	8,812	Hydro One Inc.	1.76	28 Feb 2025	3,900	3,907	4,000
FortisBC Energy Inc.	-	31 Jan 2022	4,075	4,072	4,072	Hydro One Inc.	8.25	22 Jun 2026	6,250	8,014	9,317
FortisBC Energy Inc.	5.90	26 Feb 2035	944	1,238	1,321	Hydro One Inc.	3.02	5 Apr 2029	7,400	7,728	7,914
FortisBC Energy Inc.	6.00	2 Oct 2037	2,015	2,712	2,872	Hydro One Inc.	2.16	28 Feb 2030	9,000	8,808	9,011
FortisBC Energy Inc.	3.85	7 Dec 2048	1,709	1,879	2,051	Hydro One Inc.	2.23	17 Sep 2031	2,357	2,268	2,355
General Motors Financial of Canada Ltd.	3.25	7 Nov 2023	850	874	847						
General Motors Financial of Canada Ltd.	1.70	9 Jul 2025	676	663	675						
Gibson Energy Inc.	2.45	14 Jul 2025	310	312	309						

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2021

(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 (\$)
Bonds (continued)						Bonds (continued)					
Corporate – 27.6% (continued)						Corporate – 27.6% (continued)					
Hydro One Inc.	6.93	1 Jun 2032	4,042	5,494	6,151	Montreal Airport	3.44	26 Apr 2051	1,431	1,457	1,431
Hydro One Inc.	5.36	20 May 2036	3,026	3,832	4,015	Morgan Stanley	1.78	4 Aug 2027	2,575	2,505	2,575
Hydro One Inc.	6.59	22 Apr 2043	762	1,144	1,194	National Australia Bank	3.52	12 Jun 2030	1,721	1,772	1,721
Hydro One Inc.	4.17	6 Jun 2044	1,111	1,261	1,319	National Bank of Canada	2.11	18 Mar 2022	1,000	1,006	1,003
Hydro One Inc.	3.63	25 Jun 2049	4,627	4,896	5,113	National Bank of Canada	2.98	4 Mar 2024	1,840	1,898	1,898
Hydro One Inc.	2.71	28 Feb 2050	1,000	891	890	National Bank of Canada	1.57	18 Aug 2026	2,830	2,782	2,830
Hydro One Inc.	3.64	5 Apr 2050	1,232	1,305	1,357	National Bank of Canada	3.18	1 Feb 2028	7,880	8,055	7,946
Hydro-Québec	9.63	15 Jul 2022	331	352	353	NAV Canada	0.56	9 Feb 2024	4,000	3,915	3,974
Hydro-Québec	6.00	15 Aug 2031	1,750	2,312	2,563	NAV Canada	3.53	23 Feb 2046	507	538	602
Hyundai Capital Canada, Inc.	2.01	12 May 2026	2,912	2,864	2,915	North West Redwater Partnership	2.10	23 Feb 2022	3,111	3,120	3,158
IA Financial Group	2.40	21 Feb 2030	1,269	1,281	1,270	North West Redwater Partnership	2.80	1 Jun 2027	1,260	1,281	1,323
IGM Financial Inc.	4.56	25 Jan 2047	2,020	2,312	2,330	North West Redwater Partnership	4.25	1 Jun 2029	23,280	25,662	26,152
Intact Financial Corporation	2.85	7 Jun 2027	1,541	1,580	1,539	North West Redwater Partnership	4.15	1 Jun 2033	1,401	1,521	1,576
Inter Pipeline Ltd.	3.78	30 May 2022	500	508	517	North West Redwater Partnership	4.35	10 Jan 2039	4,744	5,192	5,523
Inter Pipeline Ltd.	2.61	13 Sep 2023	5,044	5,099	5,032	North West Redwater Partnership	3.70	23 Feb 2043	4,160	4,123	4,208
Inter Pipeline Ltd.	3.48	16 Dec 2026	4,919	5,041	5,155	North West Redwater Partnership	4.05	22 Jul 2044	1,008	1,053	1,149
Inter Pipeline Ltd.	4.64	30 May 2044	1,019	987	1,119	North West Redwater Partnership	3.75	1 Jun 2051	2,361	2,339	2,355
Investors Group Inc.	0.00	9 Nov 2021	1,043	1,043	992	Nova Scotia Power Inc.	5.61	15 Jun 2040	310	400	453
Investors Group Inc.	0.00	9 May 2022	1,043	1,039	985	Ontario Electricity Financial Corporation	0.00	11 Apr 2022	889	887	877
Investors Group Inc.	0.00	9 Nov 2022	1,043	1,033	964	Ontario Electricity Financial Corporation	0.00	11 Apr 2024	1,000	964	975
Investors Group Inc.	6.65	13 Dec 2027	2,377	2,908	3,014	Ontario Power Generation Inc.	2.98	13 Sep 2029	5,500	5,666	5,864
Investors Group Inc.	7.00	31 Dec 2032	402	536	569	Ontario Power Generation Inc.	3.22	8 Apr 2030	6,000	6,269	6,518
Investors Group Inc.	7.11	7 Mar 2033	429	577	593	Pembina Pipeline Corporation	2.56	1 Jun 2023	1,610	1,635	1,642
John Deere Credit Inc.	1.09	17 Jul 2024	316	311	316	Pembina Pipeline Corporation	3.71	11 Aug 2026	2,149	2,261	2,301
John Deere Financial Inc.	2.05	13 May 2022	1,000	1,007	996	Pembina Pipeline Corporation	3.31	1 Feb 2030	4,505	4,579	4,519
John Deere Financial Inc.	1.34	8 Sep 2027	1,587	1,504	1,583	Pembina Pipeline Corporation	4.81	25 Mar 2044	1,013	1,069	1,101
JPMorgan Chase & Co.	1.90	5 Mar 2028	4,256	4,147	4,265	Pembina Pipeline Corporation	4.74	21 Jan 2047	1,930	2,021	2,293
Kingston Solar LP	3.57	31 Jul 2035	118	122	126	Pembina Pipeline Corporation	4.67	28 May 2050	3,669	3,816	3,743
Laurentian Bank of Canada	3.45	27 Jun 2023	697	719	733	Penske Truck Leasing Canada	2.85	7 Dec 2022	2,000	2,029	2,070
Laurentian Bank of Canada	1.15	3 Jun 2024	1,365	1,341	1,365	Plenary Health Hamilton LP	5.80	31 May 2043	357	440	485
Liberty Utilities Canada LP	3.32	14 Feb 2050	4,793	4,527	4,802	Plenary Properties LTAP LP	6.29	31 Jan 2044	182	238	244
Loblaw Companies Limited	4.86	12 Sep 2023	5,718	6,021	6,206	Power Corporation of Canada	8.57	22 Apr 2039	3,577	5,755	5,924
Loblaw Companies Limited	3.92	10 Jun 2024	4,739	4,988	5,073	Power Financial Corporation	6.90	11 Mar 2033	443	582	599
Loblaw Companies Limited	4.49	11 Dec 2028	1,110	1,238	1,302	Real Estate Asset Liquidity Trust	2.38	12 Dec 2028	764	713	710
Loblaw Companies Limited	6.50	22 Jan 2029	5,663	6,941	7,210	Real Estate Asset Liquidity Trust	2.87	12 Jan 2030	760	754	760
Loblaw Companies Limited	6.54	17 Feb 2033	1,389	1,771	1,940	Reliance LP	3.84	15 Mar 2025	470	493	502
Loblaw Companies Limited	6.15	29 Jan 2035	1,373	1,733	1,913	Reliance LP	2.68	1 Dec 2027	1,092	1,080	1,100
Loblaw Companies Limited	5.90	18 Jan 2036	3,059	3,788	3,967	Reliance LP	2.67	1 Aug 2028	1,455	1,430	1,454
Manufacturers Life Insurance Company	3.18	22 Nov 2027	8,690	8,877	8,978	Riocan Real Estate Investment Trust	3.73	18 Apr 2023	200	206	208
Manulife Bank of Canada	1.50	25 Jun 2025	1,762	1,739	1,763	Riocan Real Estate Investment Trust	3.21	29 Sep 2023	3,178	3,259	3,243
Manulife Bank of Canada	1.54	14 Sep 2026	3,552	3,451	3,552	Riocan Real Estate Investment Trust	3.29	12 Feb 2024	1,263	1,302	1,292
Manulife Financial Corporation	2.08	26 May 2022	3,000	3,024	3,048	Rogers Communications Inc.	4.00	6 Jun 2022	3,000	3,091	3,091
Manulife Financial Corporation	3.32	9 May 2028	6,344	6,514	6,362	Rogers Communications Inc.	4.00	13 Mar 2024	1,522	1,590	1,663
Manulife Financial Corporation	2.24	12 May 2030	6,031	6,056	6,044						
Manulife Financial Corporation	2.82	13 May 2035	2,301	2,293	2,346						
Manulife Financial Corporation	5.06	15 Dec 2041	2,477	2,939	3,069						
MCAP Commercial LP	3.74	25 Aug 2025	611	627	611						
MCAP Commercial LP	3.38	26 Nov 2027	1,312	1,305	1,312						
Melancthon Wolfe Wind LP	3.83	31 Dec 2028	385	401	411						
Metro Inc.	4.27	4 Dec 2047	2,557	2,733	3,155						
Metropolitan Life Insurance Company	0.94	27 Sep 2022	5,655	5,653	5,509						
Metropolitan Life Insurance Company	3.39	9 Apr 2030	11,800	12,409	12,525						
Montreal Airport	3.03	21 Apr 2050	1,351	1,277	1,434						

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2021

(in thousands of Canadian dollars)

Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
Total Investments – 99.0%		4,715,723	4,476,369
Cash and cash equivalents – 1.0%		45,491	45,491
Total Portfolio Assets – 100.0%		4,761,214	4,521,860
Investments Allocation (Note 4)			
Sales Charge Refund Entitlements (Appendices I, II & III)		214,546	199,536
Cash and cash equivalents (Appendices I, II & III)		2,135	2,135
Total Investment Fund		4,977,895	5,723,531
Represented by :			
Cash and cash equivalents		47,626	
Investments, at fair value		4,930,269	
		4,977,895	

Schedule II – Subscribers' Deposits and Accumulated Income

As at October 31, 2021 and 2020

(in thousands of Canadian dollars)

The following is a summary of CST Advantage Plan Units, Subscribers' Deposits and Accumulated Income by year of eligibility:

Year of Eligibility	Opening Units	Inflow Units ¹	Outflow Units ²	Closing Units	Subscribers' Deposits	Accumulated Income ³
2020 and prior to 2020	486,068	2,892	64,212	424,748	\$ 43,113	\$ 79,326
2021	183,536	2,133	13,471	172,198	51,039	89,608
2022	191,325	745	2,691	189,379	127,039	99,707
2023	187,393	470	1,118	186,745	243,529	113,540
2024	192,391	409	1,284	191,516	282,683	121,732
2025	183,589	872	1,693	182,768	266,066	109,024
2026	177,334	1,286	1,887	176,733	239,802	92,051
2027	168,196	1,633	2,253	167,576	211,403	74,685
2028	161,201	1,799	2,803	160,197	186,887	61,827
2029	155,000	2,520	2,821	154,699	159,133	48,408
2030	155,965	3,195	4,020	155,140	139,189	38,282
2031	141,572	3,245	3,746	141,071	122,663	30,613
2032	137,644	3,807	4,561	136,890	100,185	22,151
2033	116,591	4,750	4,148	117,193	79,234	15,239
2034	135,561	5,539	5,256	135,844	63,559	10,219
2035 and thereafter	427,256	184,646	26,486	585,416	113,702	11,012
TOTAL	3,200,622	219,941	142,450	3,278,113	\$2,429,225	\$1,017,423

1. Inflow units are comprised of new units, additional units and transfers in.

2. Outflow units are comprised of terminations, transfers out and education assistance payments.

3. Accumulated income represents both incomes allocated to subscribers' accounts and income held for future education assistance payments.

The changes in Subscribers' deposits are as follows:

	2021	2020
Payments from subscribers ¹	\$ 277,089	\$ 274,872
Inter-plan principal transfers	(55,349)	(44,471)
Account maintenance fees	(2,974)	(3,233)
Return of principal	(179,524)	(209,773)
Net increase in Subscribers' deposits	39,242	17,395
Balance, Beginning of Year	2,389,983	2,372,588
Balance, End of Year	\$2,429,225	\$2,389,983

1. Net of Sales charges collected of \$35,584 (2020 – \$32,461).

Schedule III – Education Assistance Payments

For the years ended October 31, 2021 and 2020

(in thousands of Canadian dollars, except for per unit amounts)

The following tables provide the total dollar payments by fiscal year, as well as number of eligible units paid, and education assistance payment amounts by year of eligibility.

Education Assistance Payments	2021	2020	Education Assistance Payments	2021	2020
Current year payments	\$47,032	\$37,081	Non-Discretionary	\$71,698	\$51,144
Deferred payments	24,318	13,531			
Advance payments	348	532			
	\$71,698	\$51,144			

	Number of education assistance payment units Year of Eligibility				Amount of education assistance payment per unit Year of Eligibility			
	2021	2020	2019	2018	2021	2020	2019	2018
First	61,616.6	148,885.3	159,420.9	62,546.9	\$192	\$ 177	\$ 141	\$ 133
Second		75,086.7	104,688.3	70,992.8		200	196	145
Third			63,765.0	59,316.1			215	161
Fourth				34,079.4				190

Notes to the Financial Statements

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 1. Nature of Operations

The Canadian Scholarship Trust CST Advantage Plan (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 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”) and the British Columbia Training and Education Savings Grant (“BCTESG”) (collectively, “Government Grants”).

The Plan collects Government Grants, which are credited directly into 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). 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 are 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 financial statements were approved by the Board of Directors of the Foundation on December 16, 2021.

(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) Financial instruments

The Plan recognizes financial assets and financial liabilities when it becomes a party to a contract. The Plan classifies its investments in debt and equity securities and financial liabilities based in its business model for managing those financial assets and financial liabilities and the contractual cash flow characteristics of the financial assets and financial liabilities.

Financial assets and financial liabilities classified as FVTPL are measured at fair value on initial recognition and transaction costs are expensed when incurred. Subsequent changes in fair value of financial assets and financial liabilities classified as FVTPL are recorded in “Change in unrealized gains (losses)” in the Statements of Comprehensive Income. When a financial asset and financial liability classified as FVTPL is sold, the difference between the sale proceeds and the fair value on initial recognition of the security is recorded as “Realized gains (losses) on sale of investments” in the Statements of Comprehensive Income.

Financial assets and financial liabilities that are held to collect contractual cash flows are measured at amortized cost using the effective interest method. Financial assets and financial liabilities measured at amortized cost are initially recorded at their fair value plus any directly attributable incremental costs of acquisition or issue. Financial assets at amortized cost are presented net of any allowance for impairment. Interest income, including the amortization of premiums and discounts on securities measured at amortized cost are recorded in interest income. Impairment gains or losses recognized on amortized cost securities are recorded in the Statements of Comprehensive Income. When a debt instrument measured at amortized cost is sold, the difference between the sale proceeds and the amortized cost of the security at the time of the sale is recorded as realized gains (losses) on sale of investments in the Statements of Comprehensive Income.

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.

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 2. Significant Accounting Policies (continued)

(c) Financial instruments (continued)

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 ⁱ
Investments, at amortized cost	Amortized Cost ⁱⁱ
Cash and cash equivalents	Amortized Cost ⁱⁱ
Accrued income and other receivables	Amortized Cost ⁱⁱ
Receivables for securities sold	Amortized Cost ⁱⁱ
Accounts payable and accrued liabilities	Amortized Cost ⁱⁱⁱ
Payables for securities purchased	Amortized Cost ⁱⁱⁱ

ⁱ Financial assets are designated as FVTPL when acquired principally for the purpose of trading.

ⁱⁱ Financial assets classified as amortized cost, including debt instruments and non-derivative financial assets, are held to collect contractual cash flows and at the time of acquisition are not acquired principally for the purpose of trading. Subsequent to initial recognition, these financial assets are carried at amortized cost using the effective interest method.

ⁱⁱⁱ Financial liabilities classified as amortized cost are liabilities that are not derivative liabilities or classified as FVTPL. Subsequent to initial recognition, financial liabilities are carried at amortized cost using the effective interest method.

Impairment is based on expected credit losses for the investment securities, which are based on a range of possible outcomes and consider all available reasonable and supportable information including internal and external ratings, historical loss experience, and expectations about future cash flows.

(d) Investment valuation

Investments include investments values at fair value and amortized cost.

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

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 income and other receivables on the Statements of Financial Position.

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 8 are valued at net asset values of the pooled funds at the valuation date, as these represent the value that would be received by the Plan from redeeming its units held in the pooled funds.

Note 9 provides further guidance on fair value measurements.

(e) Investment transactions and income recognition

Investment transactions are accounted for on a trade-date basis. Interest 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 that are classified as FVTPL. 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.

(f) 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.

(g) Income taxes

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

(h) 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.

(i) 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.

(j) Critical accounting estimates and judgments

When preparing the financial statements, 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.

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 2. Significant Accounting Policies (continued)

(j) Critical accounting estimates and judgments (continued)

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 used in the valuation of the SCR Entitlements. Further information on the SCR Entitlement valuation can be found in Note 8(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 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 ½ 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").

During the year ended October 31, 2021, \$27,685 was recognized as an expense for Administration and account maintenance fees (2020 – \$26,100). Administration and account maintenance fees included in Accounts payable and accrued liabilities at October 31, 2021 was \$847 (2020 – \$497).

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 year ended October 31, 2021, \$35,230 was paid to C.S.T.C. from sales charges collected as compensation for the sale and distribution of savings plans (2020 – \$32,360). Related amounts included in Accounts payable and accrued liabilities at October 31, 2021 was \$928 (2020 – \$575).

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 by the Foundation (see Note 8).

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

For the year ended October 31, 2021, the Foundation provided deficit funding payments of \$8,200 (2020 – \$6,445) to the SCR Funds (see Note 8(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 year ended October 31, 2021, the Plan recognized an expense of \$67 (2020 – \$68) for the services of the IRC. IRC fees included in Accounts payable and accrued liabilities at October 31, 2021 was \$nil (2020 – \$nil).

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

Included in Portfolio management fees on the Statements of Comprehensive Income is \$541 (2020 – \$700) charged by C.S.T.C. for expenses incurred to monitor and manage the portfolio managers. Included in Accounts payable and accrued liabilities is \$117 owing to C.S.T.C. at October 31, 2021 (2020 – \$206) relating to these expenses.

(e) Fees paid for investment management services provided by C.S.T. Asset Management Inc.

C.S.T.C. entered into an agreement with C.S.T. Asset Management Inc. ("CSTA") for CSTA to act as an investment manager of a portion of the Plan's investment accounts on November 5, 2020 and shall continue in force thereafter until terminated. The agreement can be terminated with 30 days' notice. CSTA began billing the Plan quarterly for these services in March 2021. The fair value of the total investments managed by CSTA is \$527,522 as of October 31, 2021.

Included in Portfolio management fees on the Statements of Comprehensive Income is \$365 charged by CSTA for expenses incurred for the performance of these services. Included in Accounts payable and accrued liabilities is \$226 owing to CSTA at October 31, 2021 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.

As of March 15, 2021, Government Grants are no longer invested in a separate fund with Government Grants of other RESP plans administered by C.S.T.C. Government Grant principal received and income earned thereon are invested collectively with Subscribers' principal and income earned on principal. Investment holdings are disclosed in Schedule I – Statement of Investment Portfolio.

For Agreements purchased under prospectuses dated prior to October 2, 2007, investments used to fund the SCR Entitlements of CST Advantage Plan and the Group Savings Plan are managed in a separate SCR Fund (see Appendix I to Schedule I). 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 II to Schedule I).

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 4. Investment Holdings (continued)

For Agreements that transferred from CST Advantage Plan to Family Savings Plan or Individual Savings Plan, 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 according to the investment policy and mandates.

(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 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	
	Oct 31, 2021	Oct 31, 2020
Less than 1 year	4%	5%
1-3 years	6%	7%
3-5 years	6%	6%
Greater than 5 years	51%	51%
Total debt instruments	67%	69%

As at October 31, 2021, if prevailing interest rates had increased by 1%, the fair value of the Total Investment Fund of \$4,977,773 (2020 – \$4,768,315) as per Schedule I – Statement of Investment Portfolio would have decreased by approximately \$193,859 (2020 – \$213,120). If prevailing interest rates had decreased by 1% the fair value of the Total Investment Fund would have increased by approximately \$219,994 (2020 – \$247,410). 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 classes that are most impacted by other price risk are the equities and ETFs of the Plan and the SCR Funds, which represent 33% (2020 – 31%) of the Total Investment Fund as at October 31, 2021. The risk associated with the equity component of the SCR Funds is managed by security selection and active management by external managers within approved investment policy and mandates.

As at October 31, 2021, if equity and underlying indices prices had increased or decreased by 1%, with all other variables held constant, the fair value of the Total Investment Fund as per Schedule I – Statement of Investment Portfolio would have increased or decreased by approximately \$16,611 (2020 – \$14,850). 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 mainly 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,

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 6. Risks Associated with Financial Instruments (continued)

(b) Credit risk (continued)

which are considered to be high credit quality investments thereby moderating credit risk.

The Plan's credit risk exposure is summarized below:

Credit rating	October 31, 2021		October 31, 2020	
	% of Total Investment Fund	Amount	% of Total Investment Fund	Amount
AAA	7%	\$ 347,506	7%	\$ 314,668
AA/AAH/AAL	29%	1,438,147	34%	1,635,631
A/AH/AL	19%	932,231	15%	727,108
BBB	11%	553,833	9%	410,074
R-1	1%	28,134	4%	181,016
Short-term unrated	0%	15,812	0%	16,787
Total debt instruments	67%	\$3,315,663	69%	\$3,285,284

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

(c) Liquidity risk

Liquidity risk is the risk that the Plan may not be able to meet its 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 equivalent 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 Funds each year in order to pay SCR Entitlements when they become due.

(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 pooled equity funds and ETFs, which represent 33% (2020 – 29%) of the Total Investment Fund. The fair value of the Total Investment Fund would increase or decrease by approximately \$15,718 (2020 – \$13,500) in response to a 1% depreciation or appreciation of the Canadian dollar currency exchange rate. In practice the actual change may differ materially.

Note 7. 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 CST Advantage Plan (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:

- income 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;
- income earned on the income forfeited when a subscriber's agreement is terminated prior to maturity;
- income not collected by beneficiaries before the expiry of the Agreements; and
- 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.

Receipts and disbursements of the General Fund included in the financial statements of the Plan for the years ended October 31, 2021 and 2020 are as follows:

	2021	2020
Receipts		
Net investment income	\$ 3,002	\$ 2,920
Disbursements		
Education assistance payments	(2,966)	(1,623)
Excess of Receipts over Disbursements	36	1,297
Balance, Beginning of Year	7,647	6,350
Balance, End of Year	\$ 7,683	\$ 7,647

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 7. General Fund and Donations from the Foundation (continued)

Receipts and disbursements in the Donations from the Foundation included in the financial statements of the Plan for the years ended October 31, 2021 and 2020, are as follows:

	2021	2020
Receipts		
Contributions received from the Foundation	\$ -	\$ -
Disbursements		
Education assistance payments	-	-
Excess of Receipts over Disbursements	-	-
Balance, Beginning of Year	715	715
Balance, End of Year	\$715	\$715

Note 8. Sales Charge Refund

(a) Sales Charge Refund Entitlements

The Plan refunds sales charges to qualified beneficiaries ("SCR Entitlements") in four instalments during the EAP pay-out period. The total amount refunded for the year ended October 31, 2021 was \$18,116 (2020 – \$14,710).

As at October 31, 2021, the SCR Entitlements amount of \$199,737 (2020 – \$174,240) presented in the Statements of Financial Position represents the average cost of the Plan's investments in the SCR Fund of \$201,671 (2020 – \$175,243), adjusted for funds to be transferred to the direct investment holdings of the plan of \$(2,226) (2020 – \$1,166) for SCR payments made to beneficiaries during the year, plus accrued interest of \$292 (2020 – \$163). The fair value of the investments in the SCR Fund as at October 31, 2021, after adjusting for the above, amounted to \$216,681 (2020 – \$171,738). The SCR Fund comprises investments, at fair value, of \$214,546 and Cash and cash equivalents of \$2,135, which are reported in the Statements 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 of the Plan.

(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 October 31, 2021, 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 \$104,798 and \$110,921 respectively (2020 – \$91,489 and \$89,689, 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 valuation of sales charge refund obligations based on 50% of sales charges.

For the year ended October 31, 2021, \$2,631 (2020 – \$2,140) 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, 2021 of 5.5% (October 31, 2018 – 5.7%) used in determining the estimated present value was based on the expected long-term investment rates of return of the SCR Fund.

As at October 31, 2021 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 \$94,880 and \$103,786, respectively (2020 – \$83,754 and, \$82,052, respectively).

(iii) Transfers to Family and Individual Savings Plan

If a subscribers' Agreement is transferred to Family Savings Plan or Individual Savings Plan, the subscriber may be eligible for a partial refund of the Plan sales charges paid. The percentage of sales charges to be refunded is dependent on the length of time the subscribers' Agreement was in the Plan and ranges from 0% to 25% of the total sales charges paid. The sales charge refund ("SCR Entitlement") is paid to qualified beneficiaries proportionate to the amount of EAP withdrawn. The total amount refunded for the year ended October 31, 2021 was \$1,157 (2020 – \$456). At October 31, 2021, there is an amount owing relating to refunded sales charges of \$451 to Family Savings Plan and \$5 to Individual Savings Plan (2020 – \$306, and \$4, respectively).

As at October 31, 2021, the average cost and fair value of the Plan's investments in the Partial SCR Fund available for the purpose of paying Partial SCR Entitlements amounted to \$1,975 and \$1,993 respectively.

(b) Sales Charge Refund Entitlements Valuations

Two separate valuations are performed for SCR Entitlements. First, on an annual basis, a valuation of SCR Entitlements is prepared based on management's best estimates. This valuation is used to estimate the current funded status for SCR Entitlements. The present value of the SCR Entitlements is determined using the expected long-term investment rates of return based on the investment policy for the SCR Fund as explained in (i) below.

Second, a 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.

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 8. Sales Charge Refund (continued)

(b) Sales Charge Refund Entitlements Valuations (continued)

(i) Management's Best Estimates Valuation

The 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 Investment Committee of the Foundation. As underlying conditions change over time, assumptions may also change, which could cause a material change in the present value of the SCR Entitlements.

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

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

	2021	2020
Present value of SCR Entitlements	\$139,059	\$144,813
Fair value of SCR Fund (Note 8(a)(i))	110,921	89,689
Underfunded portion of SCR Entitlements	\$ 28,138	\$ 55,124

The discount rate, which is set at the expected long-term investment return of the SCR Fund as at October 31, 2021, was 4.4% (2020 – 5.1%). A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$5,085 or \$4,711 respectively (2020 – \$5,519 or \$5,137 respectively).

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

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

	2021	2020
Present value of SCR Entitlements	\$ 92,288	\$85,890
Fair value of SCR Fund (Note 8(a)(ii))	103,786	82,052
(Overfunded) Underfunded portion of SCR Entitlements	\$ (11,498)	\$ 3,838

The discount rate, which is set at the expected long-term investment return of the SCR Fund as at October 31, 2021, was 5.5% (2020 – 5.6%). A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$9,330 or \$8,174, respectively (2020 – \$8,976 or \$7,871, respectively).

(C) Agreements purchased and transferred to Family Savings Plan or Individual Savings Plan

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

	2021	2020
Present value of Partial SCR Entitlements	\$3,591	\$2,184
Fair value of SCR Fund (Note 8(a)(iii))	1,975	–
Underfunded portion of Partial SCR Entitlements	\$1,616	\$2,184

The present value of Partial SCR Entitlements is the undiscounted liability.

(ii) Funding Valuation

A funding valuation of the SCR Entitlements for the Plan was completed based on assets and obligations as at October 31, 2020. 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 rate of return of 4.2%, which resulted in an unfunded liability of \$43,500 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 5.5%, which resulted in an underfunded amount of \$4,000. The discount rate used for Agreements purchased and transferred to Family Savings Plan or Individual Savings Plan was 5.4%, which resulted in an underfunded amount of \$2,184. The Foundation has a responsibility to pay to beneficiaries of the Plan a refund 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 Investment Committee 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 2023 based on assets and obligations as at October 31, 2022.

(c) Change in Estimate – Sales Charge Refund Entitlements Asset and Income Allocation

The Plan and Group Savings Plan ("GSP") are separate plans within the Group Savings Trust. The Sales Charge Refund Entitlements Assets ("SCR 100 Assets") for both the Plan and GSP are held in a single trust account to efficiently manage the investments.

As part of the 2021 funding valuation exercise, the SCR 100 Assets were reallocated between the Plan and GSP to reflect the valuation of the SCR Entitlements performed as at October 31, 2021. During the year, SCR 100 Assets of \$12,227 were reallocated to the Plan from GSP. Future income earned by the

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 8. Sales Charge Refund (continued)

(c) Change in Estimate – Sales Charge Refund Entitlements Asset and Income Allocation (continued)

SCR 100 Assets will reflect this new allocation, however, it is impracticable to estimate the amount of impact on future periods.

Note 9. Fair Value Measurements and Disclosure

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.

The following table provides a comparison of the carrying amounts and fair values for each classification of financial instruments. For measurement purposes, they are carried at fair value when conditions requiring separation are met.

Carrying Amount and Fair Value of Financial Instruments as of October 31, 2021

	Carrying amount and fair value	Carrying Amount	Fair Value		
	Financial instruments classified as FVTPL	Financial instruments measured at amortized cost	Financial instruments measured at amortized cost	Total carrying amount	Total fair value
Financial Assets					
Cash					
Equivalents ¹	\$ –	\$ 31,735	\$ 31,735	\$ 31,735	\$ 31,735
Investments	4,782,405	147,864	147,466	4,930,269	4,929,871
Other Assets ²	–	40,726	40,726	40,726	40,726
Financial Liabilities					
Other Liabilities ³	\$ –	\$ 11,292	\$ 11,292	\$ 11,292	\$ 11,292

Carrying Amount and Fair Value of Financial Instruments as of October 31, 2020

	Carrying amount and fair value	Carrying Amount	Fair Value		
	Financial instruments classified as FVTPL	Financial instruments measured at amortized cost	Financial instruments measured at amortized cost	Total carrying amount	Total fair value
Financial Assets					
Cash					
Equivalents ¹	\$ –	\$ 109,213	\$ 109,213	\$ 109,213	\$ 109,213
Investments	4,538,992	113,560	114,369	4,652,552	4,653,361
Other Assets ²	–	39,962	39,962	39,962	39,962
Financial Liabilities					
Other Liabilities ³	\$ –	\$ 50,230	\$ 50,230	\$ 50,230	\$ 50,230

- Cash and bank balances of \$15,841 (2020 – \$6,553) have been excluded.
- Other assets consist of Receivables for securities sold, Accrued income and other receivables and Government grants receivable.
- Other liabilities consist of Payable for securities purchased and Accounts Payable and accrued liabilities.

The following table presents the level, in the fair value hierarchy, into which the Plan's financial instruments are categorized:

- Level 1 financial instruments are valued using quoted market prices.
- Level 2 financial instruments are valued using directly or indirectly observable inputs.
- 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 October 31, 2021

	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ –	\$ 3,114,288	\$ –	\$ 3,114,288
Equity securities, ETFs and Pooled equity funds	1,668,117	–	–	\$ 1,668,117
Total Investments, at fair value	\$ 1,668,117	\$ 3,114,288	\$ –	\$ 4,782,405

Notes to the Financial Statements (continued)

October 31, 2021 and 2020

(in thousands of Canadian dollars)

Note 9. Fair Value Measurements and Disclosure (continued)

Assets Measured at Fair Value as of October 31, 2020				
	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ –	\$ 3,055,958	\$ –	\$3,055,958
Equity securities, ETFs and Pooled equity funds	1,483,034	–	–	\$1,483,034
Total Investments, at fair value	\$1,483,034	\$3,055,958	\$ –	\$4,538,992

For the years ended October 31, 2021 and 2020, there were no transfers between Levels 1 or 2.

Sales Charge Refund Entitlements

Appendix I to Schedule I Statement of Investment Portfolio

As at October 31, 2021

(in thousands of Canadian dollars)

Agreements Purchased prior to October 2, 2007

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds					
Federal – 1.5%					
Canada Housing Trust	1.15	15 Dec 2021	1,700	1,702	1,711
				1,702	1,711
Provincial – 0.2%					
Province of New Brunswick	6.47	30 Nov 2027	183	208	217
				208	217
Corporate – 47.4%					
407 International Inc.	6.75	27 Jul 2039	166	220	228
407 International Inc.	7.13	26 Jul 2040	518	766	800
AT&T Inc.	4.85	25 May 2047	1,597	1,730	1,602
Bank of America	1.05	15 Sep 2027	1,758	1,757	1,758
Bank of Montreal	4.30	26 Nov 2080	1,044	1,086	1,076
Bank of Nova Scotia	3.70	27 Jul 2081	548	538	548
Bankers Hall LP	4.38	20 Nov 2023	250	255	260
Bell Canada	0.00	15 May 2034	496	300	272
Blue Water Bridge Authority	6.41	9 Jul 2027	1,246	543	609
Canadian Imperial Bank of Commerce	0.00	4 Mar 2025	975	970	975
Cenovus Energy Inc.	3.50	7 Feb 2028	1,075	1,113	1,103
Cogeco					
Communications Inc.	2.99	22 Sep 2031	855	832	855
Concentra Bank	0.81	1 Nov 2025	310	280	288
CSS Partnership	6.92	31 Jul 2042	177	233	230
Enbridge Gas Inc.	3.65	1 Apr 2050	991	1,034	1,028
Enbridge Inc.	4.57	11 Mar 2044	2,099	2,211	2,076
EUROFIMA Maple Bond	4.55	30 Mar 2027	212	237	237
First National Financial LP	0.27	1 May 2026	630	592	592
GE Capital Canada Funding Company	0.79	15 Feb 2022	646	646	594
GE Capital Canada Funding Company	1.64	6 Feb 2023	147	149	141
GE Capital Canada Funding Company	5.73	22 Oct 2037	404	474	387
Goldman Sachs Group, Inc.	0.84	29 Apr 2025	641	642	641
Great-West Lifeco Inc.	3.60	31 Dec 2081	1,352	1,339	1,352
Greater Toronto Airports Authority	6.45	30 Jul 2029	918	1,074	1,117
Greater Toronto Airports Authority	7.05	12 Jun 2030	115	152	145
Heathrow Funding Ltd.	3.40	8 Mar 2028	200	205	190
Heathrow Funding Ltd.	3.66	13 Jan 2031	1,662	1,715	1,680
InPower BC General Partnership	4.47	31 Mar 2033	472	508	469
Lloyds Bank plc	3.50	3 Feb 2025	553	577	592
Loblaw Companies Limited	0.00	7 Jun 2027	552	467	418
Loblaw Companies Limited	0.00	23 Nov 2027	174	147	129
Loblaw Companies Limited	6.54	17 Feb 2033	848	1,081	1,085
Manulife Financial Corporation	3.38	19 Jun 2081	1,381	1,352	1,381
McCain Finance Limited	3.87	7 Feb 2023	737	760	737
Metropolitan Life Global Funding I	1.95	20 Mar 2028	1,181	1,146	1,178

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)					
Corporate – 47.4% (continued)					
Molson Coors International LP	3.44	15 Jul 2026	360	374	381
Montreal Port Authority	3.24	22 Mar 2051	276	276	276
Morgan Stanley	0.78	21 Mar 2025	2,447	2,439	2,447
NAV Canada	7.56	1 Mar 2027	470	544	591
NAV Canada	7.40	1 Jun 2027	72	91	99
NAV Canada	3.29	30 Mar 2048	160	164	144
NAV Canada	2.92	29 Sep 2051	857	817	825
New York Life Global Funding	2.00	17 Apr 2028	1,489	1,458	1,486
North Battleford Power LP	4.96	31 Dec 2032	718	804	830
Nova Gas Transmission Ltd.	9.90	16 Dec 2024	109	134	167
Ornge Issuer Trust	5.73	11 Jun 2034	872	1,015	1,005
Pembina Pipeline Corporation	4.75	26 Mar 2048	2,042	2,147	2,122
Plenary Properties LTAP LP	6.29	31 Jan 2044	807	1,056	1,025
Royal Bank of Canada	4.50	24 Nov 2080	1,048	1,100	1,074
Scotia Capital Inc.	0.55	1 Jan 2026	4,000	3,634	3,689
Shaw Communications Inc.	6.75	9 Nov 2039	973	1,268	983
Shaw Communications Inc.	4.25	9 Dec 2049	1,100	1,085	1,096
Sobeys Inc.	6.06	29 Oct 2035	510	623	618
Sobeys Inc.	6.64	7 Jun 2040	100	133	140
Strait Crossing Development Inc.	6.17	15 Sep 2031	451	314	284
Sun Life Assurance Company of Canada	6.30	15 May 2028	41	50	50
Sun Life Financial Inc.	3.60	30 Jun 2081	464	460	464
Suncor Energy Inc.	3.10	24 May 2029	245	250	261
Suncor Energy Inc.	5.00	9 Apr 2030	600	688	644
Suncor Energy Inc.	3.95	4 Mar 2051	198	193	195
Toronto Dominion Bank	3.60	31 Oct 2081	455	446	455
Toyota Credit Canada Inc.	2.31	23 Oct 2024	151	153	151
TransCanada PipeLines Limited	0.74	9 Jun 2024	1,261	1,263	1,261
TransCanada PipeLines Limited	8.29	5 Feb 2026	214	261	283
TransCanada PipeLines Limited	6.28	26 May 2028	327	385	407
TransCanada PipeLines Limited	6.89	7 Aug 2028	117	142	146
TransCanada PipeLines Limited	4.33	16 Sep 2047	529	540	518
Transcontinental Inc.	2.28	13 Jul 2026	350	345	350
University Health Network	5.64	8 Dec 2022	464	476	530
University of Ontario Institute of Technology	6.35	15 Oct 2034	997	1,193	1,059
WTH Car Rental ULC	3.28	22 Jan 2024	279	286	290
WTH Car Rental ULC	2.78	22 Jul 2024	380	388	395
				54,126	53,514
Total Fixed Income – 49.1%				56,036	55,442

Sales Charge Refund Entitlements (continued)

Appendix I to Schedule I

Statement of Investment Portfolio

As at October 31, 2021

(in thousands of Canadian dollars)

Agreements Purchased prior to October 2, 2007 (continued)

Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
Pool Equity Fund – 49.6%			
CCL Global Equity Fund	2,223,885	56,550	50,844
Total Equities – 49.6%		56,550	50,844
Total Investments – 98.7%		112,586	106,286
Cash and cash equivalents – 1.3%		1,511	1,511
Total Portfolio Assets – 100.0%		114,097	107,797
Total Investments Allocation			
Group Savings Plan		3,134	2,959
CST Advantage Plan		109,452	103,329
		112,586	106,288
Cash and cash equivalents Allocation			
Group Savings Plan		42	42
CST Advantage Plan		1,469	1,469
		1,511	1,511

Sales Charge Refund Entitlements

Appendix II to Schedule I

Statement of Investment Portfolio

As at October 31, 2021

(in thousands of Canadian dollars)

Agreements Purchased on or after October 2, 2007

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds					
Federal – 0.7%					
Greater Toronto Airports Authority	6.45	30 Jul 2029	136	159	165
Greater Toronto Airports Authority	7.05	12 Jun 2030	185	245	234
Greater Toronto Airports Authority	4.53	2 Dec 2041	230	273	252
				677	651
Provincial – 0.1%					
Province of New Brunswick	6.47	30 Nov 2027	135	153	164
				153	164
Corporate – 15.6%					
407 International Inc.	6.75	27 Jul 2039	35	46	48
407 International Inc.	7.13	26 Jul 2040	359	531	520
Apple Inc.	2.51	19 Aug 2024	70	72	70
Arrow Lakes Power Corporation	5.52	5 Apr 2041	28	34	28
AT&T Inc.	4.85	25 May 2047	385	417	375
AT&T Inc.	5.10	25 Nov 2048	150	169	149
Bank of America	1.05	15 Sep 2027	539	539	539
Bank of Nova Scotia	3.70	27 Jul 2081	200	196	200
Bankers Hall LP	4.38	20 Nov 2023	123	126	126
Bell Canada	0.00	15 May 2034	27	17	15
Blue Water Bridge Authority	6.41	9 Jul 2027	84	37	42
Canadian Imperial Bank of Commerce	0.00	4 Mar 2025	512	509	512
Canadian Pacific Railway Company	6.91	1 Oct 2024	327	88	128
Cenovus Energy Inc.	3.50	7 Feb 2028	345	357	354
Cogeco Communications Inc.	2.99	22 Sep 2031	111	108	111
Cogeco Inc.	4.18	26 May 2023	139	144	139
CSS Partnership	6.92	31 Jul 2042	110	146	144
Enbridge Inc.	4.24	27 Aug 2042	132	133	112
Enbridge Inc.	4.57	11 Mar 2044	384	405	390
Enbridge Inc.	4.10	21 Sep 2051	133	130	133
EUROFIMA Maple Bond	4.55	30 Mar 2027	169	189	197
First National Financial LP	0.27	1 May 2026	250	235	235
GE Capital Canada Funding Company	1.64	6 Feb 2023	183	185	180
GE Capital Canada Funding Company	5.73	22 Oct 2037	185	217	177
Goldman Sachs Group, Inc.	0.84	29 Apr 2025	197	197	197
Great-West Lifeco Inc.	3.60	31 Dec 2081	350	347	350
Heathrow Funding Ltd.	3.25	21 May 2027	409	421	405
Heathrow Funding Ltd.	3.40	8 Mar 2028	200	205	190
Heathrow Funding Ltd.	3.66	13 Jan 2031	40	41	42
Honda Canada Finance Inc.	0.77	19 Sep 2022	80	80	80
InPower BC General Partnership	4.47	31 Mar 2033	149	161	150
Lloyds Bank plc	3.50	3 Feb 2025	30	31	30

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)					
Corporate – 15.6% (continued)					
Loblaw Companies Limited	6.05	9 Jun 2034	176	219	194
Loblaw Companies Limited	5.90	18 Jan 2036	142	176	171
Manufacturers Life Insurance Company	3.18	22 Nov 2027	150	153	156
Manulife Financial Corporation	3.38	19 Jun 2081	412	403	412
MCAP Service Corporation	0.32	1 Jun 2023	370	257	257
McCain Finance Limited	3.87	7 Feb 2023	94	97	94
Metropolitan Life Global Funding I	1.95	20 Mar 2028	621	603	619
Molson Coors International LP	3.44	15 Jul 2026	70	73	74
Montreal Port Authority	3.24	22 Mar 2051	85	85	85
NAV Canada	7.56	1 Mar 2027	180	208	226
NAV Canada	7.40	1 Jun 2027	34	43	47
NAV Canada	2.92	29 Sep 2051	165	157	165
New York Life Global Funding	2.00	17 Apr 2028	459	449	458
North Battleford Power LP	4.96	31 Dec 2032	538	602	623
Ornge Issuer Trust	5.73	11 Jun 2034	192	224	221
Pembina Pipeline Corporation	3.31	1 Feb 2030	132	134	132
Pembina Pipeline Corporation	4.75	26 Mar 2048	346	364	365
Plenary Properties LTAP LP	6.29	31 Jan 2044	374	489	475
Royal Bank of Canada	1.97	2 Mar 2022	50	50	51
Royal Bank of Canada	2.00	21 Mar 2022	134	135	136
Royal Bank of Canada	4.50	24 Nov 2080	200	210	202
Shaw Communications Inc.	6.75	9 Nov 2039	445	580	500
Sobeys Inc.	6.06	29 Oct 2035	121	148	147
Sobeys Inc.	6.64	7 Jun 2040	64	85	90
Strait Crossing Development Inc.	6.17	15 Sep 2031	194	135	134
Sun Life Financial Inc.	3.05	19 Sep 2028	305	313	322
Sun Life Financial Inc.	3.60	30 Jun 2081	200	198	200
Suncor Energy Inc.	5.00	9 Apr 2030	135	155	135
Suncor Energy Inc.	4.34	13 Sep 2046	100	104	106
Suncor Energy Inc.	3.95	4 Mar 2051	104	101	102
Toronto Dominion Bank	1.99	23 Mar 2022	100	101	102
Toronto Dominion Bank	3.60	31 Oct 2081	200	196	200
Toyota Credit Canada Inc.	2.31	23 Oct 2024	323	328	323
TransCanada Pipelines Limited	0.74	9 Jun 2024	164	164	164
TransCanada Pipelines Limited	8.29	5 Feb 2026	118	144	158
TransCanada Pipelines Limited	6.28	26 May 2028	8	9	10
TransCanada Pipelines Limited	6.89	7 Aug 2028	29	35	36
TransCanada Pipelines Limited	4.35	6 Jun 2046	151	155	124

Sales Charge Refund Entitlements (continued)

Appendix II to Schedule I

Statement of Investment Portfolio

As at October 31, 2021

(in thousands of Canadian dollars)

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

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)					
Corporate – 15.6% (continued)					
TransCanada PipeLines Limited	4.33	16 Sep 2047	321	328	273
Transcontinental Inc.	2.28	13 Jul 2026	106	104	106
University Health Network	5.64	8 Dec 2022	53	54	60
University of Ontario Institute of Technology	6.35	15 Oct 2034	69	83	73
Walt Disney Company	2.76	7 Oct 2024	708	728	707
WTH Car Rental ULC	2.78	22 Jul 2024	255	260	262
				16,152	15,865
Total Fixed Income – 16.4%				16,982	16,680
Security					
		Number of Securities	Fair Value (\$)	Average Cost (\$)	
Pooled Equity Funds – 83.0%					
CCL Global Equity Fund		3,388,204	86,156	77,552	
Total Equities – 83.0%			86,156	77,552	
Total Investments – 99.4%			103,138	94,232	
Cash and cash equivalents – 0.6%				648	648
Total Portfolio Assets – 100.0%				103,786	94,880
Total Investments Allocation					
CST Advantage Plan			103,138	94,232	
			103,138	94,232	
Cash and cash equivalents Allocation					
CST Advantage Plan			648	648	
			648	648	

Sales Charge Refund Entitlements

Appendix III to Schedule I
Statement of Investment Portfolio
As at October 31, 2021
(in thousands of Canadian dollars)

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds					
Corporate – 48.8%					
Bank of Montreal	2.28	29 Jul 2024	120	122	123
Bell Canada	3.35	22 Mar 2023	119	122	123
Canadian Imperial Bank of Commerce	2.43	9 Jun 2023	96	98	99
Enbridge Pipelines Inc.	2.82	12 May 2031	97	95	97
FortisBC Energy Inc.	6.50	1 May 2034	53	71	73
General Motors Financial of Canada Ltd.	1.70	9 Jul 2025	49	48	49
Granite REIT Holdings Limited Partnership	2.38	18 Dec 2030	100	95	97
Hydro One Inc.	4.89	13 Mar 2037	99	121	122
Loblaw Companies Limited	4.49	11 Dec 2028	85	95	97
Manulife Financial Corporation	2.82	13 May 2035	96	96	98
				963	978
Total Fixed Income – 48.8%				963	978
Security			Number of Securities	Fair Value (\$)	Average Cost (\$)
Exchange-traded Funds – 50.2%					
iShares Core MSCI All Country World ex Canada Index ETF			27,750	964	968
iShares Core S&P 500 Index ETF			880	29	29
Total Equities – 50.2%				993	997
Total Investments – 99.0%				1,956	1,975
Cash and cash equivalents – 1.0%				18	18
Total Portfolio Assets – 100.0%				1,974	1,993
Total Investments Allocation					
CST Advantage Plan				1,956	1,975
				1,956	1,975
Cash and cash equivalents Allocation					
CST Advantage Plan				18	18
				18	18

Canadian Scholarship Trust Plan

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