

Canadian Scholarship Trust Group Savings Plan 2001

Audited Financial Statements and
Management Report of Fund Performance
October 31, 2019 and 2018



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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 Group Savings Plan 2001 (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, 2019, 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., International, real estate, and infrastructure ETFs, and Canadian equity securities.

During the year, the Plan implemented changes to its investment structure to further enhance diversification and improve yield. Primary changes included expanding beyond financial institution bonds to include broader Canadian corporate bonds and diversification was improved through the use of exchange traded funds (“ETFs”), to include allocations to international equity, global infrastructure and real estate equity 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 TD Greystone Asset Management (effective November 1, 2019 TD Greystone Asset Management was fully amalgamated with TDAM). 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 U.S. and International 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 non-domestic equity indices including the 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. The Plan’s Canadian equity assets are actively managed between two managers. Sionna Investment Managers Inc. seeks to generate long term capital appreciation by investing in a diversified portfolio of quality Canadian companies. Fiera Capital Corporation strives to construct a focused portfolio composed of Canadian companies identified as having effective management with superior long-term prospects.

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.

Results of Operation

Plan Performance

During the year, the Plan’s rate of return, net of fees, was 12.1% compared to the investment policy benchmark (the “Benchmark”) return of 12.2%. In comparison, the following Broad-based indices, the FTSE Canada Universe Bond Index generated a return of 10.2%, and the S&P/TSX Capped Composite gained 13.3% 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, outperformed the Benchmark rate over the one-year period. The Plan’s exposure to U.S., International and other non-domestic equity ETFs contributed to outperformance relative to the benchmark.

Economic Review

According to the October 2019 World Economic Outlook, global growth stabilized in the first half of 2019 after sharply declining throughout 2018. Rising trade and geopolitical tensions continued to build throughout the year, negatively impacting business confidence, capital investment decisions, and global trade. As global

expansion weakened, core inflation slid further below target across both advanced and developing economies.

The U.S. economy shifted to a somewhat slower pace of expansion as the boost from tax cuts obtained in early 2018 faded. Although business investment remained sluggish, employment and consumption remained resilient. After several increases in 2018, the U.S. Federal Reserve Board lowered interest rates three times throughout the 2019 period in response to slowing economic indicators. Core inflation moved slightly higher than the Federal Open Market Committee's longer-run objective of two percent, boosted in part by a sizable increase in energy prices.

The Canadian economy grew at a moderate pace over the year, supported by a healthy labour market and improved activity in housing. However, global trade conflicts and related uncertainty dampened business investment and export activities, and investment in the energy sector continued to decline. The Bank of Canada maintained the overnight rate at 1.75% throughout the year, standing out as one of the only economies to hold interest rates at current levels. Consumer price index inflation was in line with the 2 percent target and is expected to maintain those levels going into 2020.

Canadian fixed income returns were amongst the top performing asset classes as yields fell which pushed the benchmark FTSE Canada Universe Bond Index to an annual return of 10.2%. Longer dated maturities benefited as the FTSE Canada Long Term Bond Index gained 18.0% over the same period. Canadian corporate bonds and shorter maturity fixed income issues also experienced strong returns with gains of 9.6% for the FTSE Corporate Bond Index and 4.7% for the FTSE Canadian Short-Term Bond Index.

Despite slowing throughout the latter half of the fiscal year, equity markets largely experienced strong returns over the 2019 fiscal period, more than overcoming losses incurred in late 2018. North American equities posted double digit annual returns with the U.S. S&P 500 gaining 14.3% while the Canadian S&P/TSX Capped Composite increased by 13.3%. In both cases, almost all underlying sectors, with the exception of Energy, were positive contributors. Developed International equity markets also generated strong returns as reflected by the MSCI EAFE Index gaining 11.2%. Despite being

in negative territory for the second half of the fiscal year, the MSCI Emerging Markets Index was up 11.9% over 2019.

Portfolio Manager Changes

With the implementation of the current investment strategy, the Plan's portfolio managers' mandates were either re-aligned or updated (please refer to "Investment Objective and Strategy" section for more details). There were no Plan portfolio manager terminations or additions over the fiscal 2019 period.

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.

Adoption of New Accounting Standards

The Plan adopted the International Financial Reporting Standards 9 Financial Instruments ("IFRS 9") on November 1, 2018, which replaced International Accounting Standard 39, Financial Instruments – Recognition and Measurement. IFRS 9 introduces new considerations for the classification and measurement of financial assets and liabilities and the impairment of financial assets.

As required by IFRS 9, Management assessed the Plan's business models and the manner in which financial assets and financial liabilities are managed and classified financial assets and financial liabilities as appropriate. There was no financial impact to the financial statements.

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)	2019	2018	2017	2016	2015
Statements of Financial Position					
Total Assets	\$4,638,128	\$4,163,679	\$3,992,371	\$3,666,544	\$3,299,857
Net Assets	4,623,160	4,124,698	3,971,985	3,614,998	3,228,464
% Change in Net Assets	12.1%	3.8%	9.9%	11.9%	9.6%
Statements of Comprehensive Income					
Net Investment Income	\$ 497,538	\$ 37,299	\$ 186,214	\$ 203,366	\$ 88,843
Statements of Changes in Net Assets					
Education Assistance Payments	\$ (35,840)	\$ (25,291)	\$ (19,397)	\$ (17,359)	\$ (18,340)
Government Grants Received (net of repayments)	86,243	87,355	86,320	86,466	84,959
Government Grant Payments to Beneficiaries	(43,420)	(29,972)	(17,328)	(15,106)	(12,981)
Other					
Total number of units	3,143,996	3,065,038	2,974,945	2,873,326	2,761,913
% Change in the total number of units	2.6%	3.0%	3.5%	4.0%	4.5%

Management Fees

Administration Fees

An administration fee of \$23.8 million (2018 – \$21.7 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 centre 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 0.09%, including taxes, (2018 – 0.09%) 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 2019 these fees charged to the Plan amounted to \$1.2 million (2018 – \$0.7 million) and were 0.03%, including taxes, (2018 – 0.02%) of the average market value of assets.

Summary of Plan Investment Portfolio

The Plan’s Total Portfolio Assets are comprised of the Principal 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.

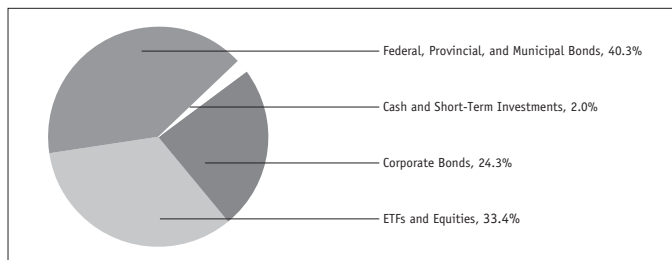
Government Grant assets and related investment income are specific to each beneficiary, and are invested together with funds from other Plans administered by the Foundation. Any payments to beneficiaries from Government Grant assets are treated as separate payments and not included in EAP values paid out.

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 only the Principal and Income assets. The Plan’s Total Portfolio Assets do not include the allocation of assets from the Government Grant and 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 at October 31, 2019



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	339,399	10.5%
iShares Core MSCI EAFE IMI Index ETF	164,562	5.1%
BMO S&P 500 Index ETF	121,832	3.8%
BMO MSCI EAFE Index ETF	120,925	3.7%
Province of Ontario	2.90% 02 Jun 2028	59,233 1.8%
Province of Ontario	2.40% 02 Jun 2026	56,900 1.8%
Province of Ontario	2.60% 02 Jun 2027	54,539 1.7%
iShares Global Infrastructure Index ETF	54,351	1.7%
Province of Québec	2.75% 01 Sep 2025	53,388 1.7%
iShares Global Real Estate Index ETF	53,161	1.6%
Province of Ontario	2.70% 02 Jun 2029	50,687 1.6%
Province of Ontario	2.60% 02 Jun 2025	46,007 1.4%
iShares Core MSCI Emerging Markets IMI Index ETF	43,406	1.3%
Province of Québec	2.75% 01 Sep 2028	43,028 1.3%
Province of Ontario	6.50% 08 Mar 2029	42,460 1.3%
Province of Québec	2.75% 01 Sep 2027	39,518 1.2%
Province of Québec	2.50% 01 Sep 2026	31,777 1.0%
BMO MSCI Emerging Markets Index ETF	30,105	0.9%
Province of Ontario	2.30% 08 Sep 2024	27,515 0.9%
Province of Québec	5.75% 01 Dec 2036	27,505 0.9%
Royal Bank of Canada	1.65% 15 Jul 2021	24,223 0.8%
Province of Alberta	2.35% 01 Jun 2025	22,397 0.7%
Province of Alberta	2.20% 01 Jun 2026	20,301 0.6%
Province of Québec	2.30% 01 Sep 2029	19,597 0.6%
Province of Alberta	2.55% 01 Jun 2027	18,593 0.6%

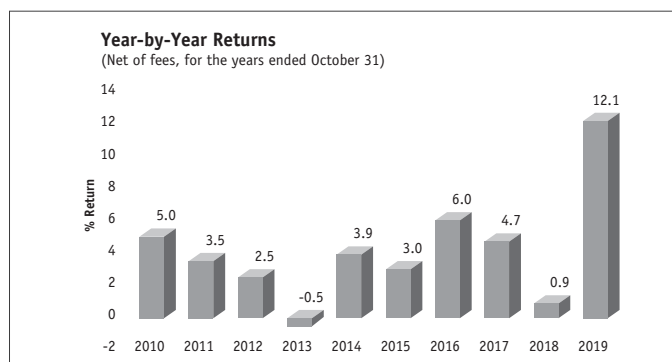
Top 25 long positions as a percentage of Total Portfolio Asset of the Plan **48.5%**

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 Government Grants and 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, 2019.

	Period			
	1 Yr	3 Yr	5 Yr	10 Yr
Net Plan Return*	12.1	5.8	5.2	4.0
Benchmark	12.2	6.0	5.8	5.0
FTSE Canada Universe Bond Index	10.2	2.8	3.7	4.3
S&P/TSX Capped Composite Index	13.3	6.9	5.6	7.3

* 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.

Securities regulations require that we also show Benchmark returns that would have been applicable to the time periods if the Benchmark was not modified as previously described (the "Former Benchmark"). The Former Benchmark return for the above time periods were 12.8% (1 Year), 6.2% (3 Year), 5.9% (5 Year) and 5.0% (10 Year). In comparison to the Former Benchmark, the Plan matched the return of the Former Benchmark before fees and expenses over the fiscal year.

Management's Responsibility for Financial Reporting

The accompanying financial statements of the Canadian Scholarship Trust Group Savings Plan 2001 (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



Christopher Ferris, CPA, CGA, CFA
Chief Financial Officer

Toronto, Ontario
December 17, 2019

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 Group Savings Plan 2001 (the "Plan"), which comprise the statements of financial position as October 31, 2019 and 2018, 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, 2019 and 2018, 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 17, 2019

Statements of Financial Position

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

	2019	2018
Assets		
Cash and cash equivalents	\$ 65,083	\$ 6,007
Receivables for securities sold	5,176	31,782
Investments <i>(Note 4 and Schedule I)</i>	4,530,993	4,087,687
Accrued income and other receivables	24,726	26,215
Government grants receivable	12,150	11,988
	4,638,128	4,163,679
Liabilities		
Payables for securities purchased	8,618	32,236
Accounts payable and accrued liabilities	6,350	6,745
	14,968	38,981
Net Assets Attributable to Subscribers and Beneficiaries	4,623,160	4,124,698
Represented by:		
Non-Discretionary Funds		
Accumulated income held for future education assistance payments	874,704	525,401
Subscribers' deposits <i>(Schedule II)</i>	2,372,588	2,340,345
Government grants	871,073	829,868
Income on Government grants	334,717	211,572
Sales charge refund entitlements <i>(Note 8)</i>	168,310	163,901
General fund <i>(Note 7)</i>	6,350	-
Unrealized Gains (Losses) <i>(Note 9)</i>	(5,297)	52,894
Discretionary Funds		
Donations from the Foundation <i>(Note 7)</i>	715	717
	\$4,623,160	\$4,124,698

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, 2019 and 2018

(in thousands of Canadian dollars)

	2019	2018
Income		
Interest	\$ 87,582	\$ 84,985
Realized gains on sale of investments	274,596	3,699
Change in unrealized gains (losses)	124,242	(60,872)
Dividends	39,926	35,719
	526,346	63,531
Expenses		
Administration and account maintenance fees <i>(Note 3(a))</i>	23,777	21,662
Portfolio management fees	3,739	3,785
Custodian and trustee fees	1,225	722
Independent Review Committee fees	67	63
	28,808	26,232
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	\$497,538	\$ 37,299

Statements of Changes in Net Assets Attributable to Subscribers and Beneficiaries

For the years ended October 31, 2019 and 2018

(in thousands of Canadian dollars)

	2019	2018
Net Assets Attributable to Subscribers and Beneficiaries, Beginning of Year	\$4,124,698	\$3,971,985
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	497,538	37,299
Transfers from (to) internal and external plans	(24,572)	(16,125)
	472,966	21,174
Receipts		
Net increase in Subscribers' deposits <i>(Schedule II)</i>	32,243	107,921
Government grants received (net of repayments)	86,243	87,355
Disbursements		
Payments to beneficiaries		
Education assistance payments	(35,840)	(25,291)
Government grants	(43,420)	(29,972)
Refund of sales charges	(11,813)	(7,834)
Return of income	(1,917)	(640)
Total payments to beneficiaries	(92,990)	(63,737)
Receipts less Disbursements	25,496	131,539
Change in Net Assets Attributable to Subscribers and Beneficiaries	498,462	152,713
Net Assets Attributable to Subscribers and Beneficiaries, End of Year	\$4,623,160	\$4,124,698

Statements of Cash Flows

For the years ended October 31, 2019 and 2018

(in thousands of Canadian dollars)

	2019	2018
Operating Activities		
Increase in Net Assets from Operations Attributable to Subscribers and Beneficiaries	\$ 497,538	\$ 37,299
Net disbursements for investment transactions	(41,480)	(221,541)
Items not affecting cash		
Realized gains on sale of investments	(274,596)	(3,699)
Change in unrealized (gains) losses	(124,242)	60,872
Change in non-cash operating capital		
(Increase) decrease in Accrued income and other receivables	1,489	(2,019)
(Increase) decrease in Government grants receivable	(162)	(95)
Increase (decrease) in Accounts payable and accrued liabilities	(395)	2,221
Cash flow from (used in) Operating Activities	58,152	(126,962)
Financing Activities		
Transfers from (to) internal and external plans	(24,572)	(16,125)
Government grants received (net of repayments)	86,243	87,355
Net increase in Subscribers' deposits <i>(Schedule II)</i>	32,243	107,921
Payments to beneficiaries	(92,990)	(63,737)
Cash flow from Financing Activities	924	115,414
Net increase (decrease) in Cash and cash equivalents	59,076	(11,548)
Cash and cash equivalents, Beginning of Year		
Cash	4,315	4,867
Cash equivalents	1,692	12,688
	6,007	17,555
Cash and cash equivalents, End of Year		
Cash	4,870	4,315
Cash equivalents	60,213	1,692
	\$ 65,083	\$ 6,007
Supplemental cash flow information:		
Withholding Taxes	\$ 1	\$ 2,062
Interest Income Received	89,072	82,962

Schedule I – Statement of Investment Portfolio

As at October 31, 2019

(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						Bonds (continued)					
Federal – 6.1%						Federal – 6.1% (continued)					
Canada Housing Trust	1.25	15 Jun 2021	1,918	1,906	1,936	Muskrat Falls Funding Trust	3.83	1 Jun 2037	3,250	4,008	3,742
Canada Housing Trust	3.80	15 Jun 2021	1,580	1,634	1,792	Muskrat Falls Funding Trust	3.86	1 Dec 2048	400	537	496
Canada Housing Trust	1.50	15 Dec 2021	2,437	2,430	2,433					197,555	195,227
Canada Housing Trust	1.15	15 Dec 2021	2,425	2,401	2,413						
Canada Housing Trust	2.65	15 Mar 2022	7,900	8,083	8,248	Provincial – 32.9%					
Canada Housing Trust	1.75	15 Jun 2022	10,508	10,533	10,546	Province of Alberta	–	1 Jun 2022	881	836	836
Canada Housing Trust	2.40	15 Dec 2022	9,190	9,391	9,367	Province of Alberta	3.10	1 Jun 2024	2,000	2,106	2,086
Canada Housing Trust	2.35	15 Jun 2023	2,815	2,879	2,815	Province of Alberta	2.35	1 Jun 2025	21,950	22,397	22,580
Canada Housing Trust	2.55	15 Dec 2023	2,694	2,783	2,697	Province of Alberta	2.20	1 Jun 2026	20,105	20,301	20,505
Canada Housing Trust	2.90	15 Jun 2024	4,616	4,855	4,837	Province of Alberta	2.55	1 Jun 2027	18,045	18,593	18,729
Canada Housing Trust	1.80	15 Dec 2024	14,370	14,417	14,357	Province of Alberta	2.90	1 Dec 2028	14,611	15,461	15,474
Canada Housing Trust	2.55	15 Mar 2025	4,000	4,164	4,093	Province of Alberta	2.90	20 Sep 2029	7,450	7,887	7,766
Canada Housing Trust	1.95	15 Dec 2025	1,000	1,010	1,027	Province of Alberta	2.05	1 Jun 2030	2,846	2,797	2,816
Canada Housing Trust	1.90	15 Sep 2026	1,426	1,436	1,408	Province of Alberta	3.50	1 Jun 2031	520	582	551
Canada Housing Trust	2.35	15 Jun 2027	1,380	1,433	1,392	Province of Alberta	3.90	1 Dec 2033	1,850	2,173	1,976
Canada Housing Trust	2.35	15 Mar 2028	527	548	526	Province of Alberta	3.45	1 Dec 2043	3,791	4,394	3,819
Canada Housing Trust	2.65	15 Mar 2028	1,174	1,249	1,162	Province of Alberta	3.30	1 Dec 2046	1,615	1,849	1,643
Canada Housing Trust	2.65	15 Dec 2028	1,642	1,755	1,641	Province of Alberta	3.05	1 Dec 2048	2,732	3,020	2,672
Canada Housing Trust	2.10	15 Sep 2029	1,126	1,153	1,155	Province of Alberta	3.10	1 Jun 2050	3,730	4,191	3,835
Canada Post Corporation	4.36	16 Jul 2040	325	439	409	Province of British Columbia	–	23 Aug 2020	1,400	1,379	1,379
Government of Canada	–	28 Nov 2019	415	414	414	Province of British Columbia	9.95	15 May 2021	1,000	1,124	1,343
Government of Canada	–	12 Dec 2019	3,200	3,187	3,187	Province of British Columbia	2.85	18 Jun 2025	9,700	10,209	10,254
Government of Canada	–	9 Jan 2020	3,075	3,062	3,062	Province of British Columbia	2.30	18 Jun 2026	10,116	10,352	10,373
Government of Canada	–	23 Jan 2020	205	204	204	Province of British Columbia	2.55	18 Jun 2027	8,111	8,432	8,326
Government of Canada	–	6 Feb 2020	385	383	383	Province of British Columbia	2.95	18 Dec 2028	6,401	6,878	6,885
Government of Canada	–	30 Apr 2020	3,675	3,636	3,636	Province of British Columbia	5.70	18 Jun 2029	9,610	12,610	12,670
Government of Canada	3.50	1 Jun 2020	700	707	759	Province of British Columbia	2.20	18 Jun 2030	1,093	1,103	1,092
Government of Canada	0.75	1 Sep 2020	13,000	12,902	12,870	Province of British Columbia	6.35	18 Jun 2031	8,250	11,771	11,245
Government of Canada	2.25	1 Feb 2021	3,200	3,225	3,234	Province of British Columbia	5.40	18 Jun 2035	890	1,250	1,146
Government of Canada	0.75	1 Mar 2021	10,832	10,712	10,656	Province of British Columbia	4.70	18 Jun 2037	750	1,005	980
Government of Canada	3.25	1 Jun 2021	7,693	7,893	8,298	Province of British Columbia	4.95	18 Jun 2040	1,650	2,343	2,151
Government of Canada	0.75	1 Sep 2021	4,441	4,378	4,338	Province of British Columbia	4.30	18 Jun 2042	530	709	602
Government of Canada	0.50	1 Mar 2022	3,712	3,626	3,555	Province of British Columbia	3.20	18 Jun 2044	1,400	1,619	1,419
Government of Canada	2.75	1 Jun 2022	1,258	1,298	1,346	Province of British Columbia	2.80	18 Jun 2048	1,554	1,705	1,494
Government of Canada	1.00	1 Sep 2022	3,685	3,635	3,565	Province of British Columbia	2.95	18 Jun 2050	779	888	804
Government of Canada	1.75	1 Mar 2023	1,555	1,569	1,566	Province of Manitoba	2.45	2 Jun 2025	12,900	13,243	13,363
Government of Canada	1.50	1 Jun 2023	1,510	1,513	1,473	Province of Manitoba	4.40	5 Sep 2025	3,649	4,134	4,067
Government of Canada	2.00	1 Sep 2023	5,798	5,916	5,921	Province of Manitoba	2.55	2 Jun 2026	13,419	13,853	13,926
Government of Canada	2.25	1 Mar 2024	1,904	1,968	1,980	Province of Manitoba	2.60	2 Jun 2027	5,518	5,708	5,714
Government of Canada	2.50	1 Jun 2024	1,875	1,964	1,931	Province of Manitoba	3.00	2 Jun 2028	8,305	8,848	8,797
Government of Canada	1.50	1 Sep 2024	1,180	1,184	1,192	Province of Manitoba	2.75	2 Jun 2029	1,293	1,355	1,332
Government of Canada	2.25	1 Jun 2025	2,825	2,950	2,913	Province of Manitoba	3.25	5 Sep 2029	500	544	472
Government of Canada	1.50	1 Jun 2026	5,592	5,622	5,625	Province of Manitoba	6.30	5 Mar 2031	625	871	825
Government of Canada	1.00	1 Jun 2027	2,209	2,143	2,075	Province of Manitoba	5.70	5 Mar 2037	250	361	339
Government of Canada	2.00	1 Jun 2028	3,015	3,157	3,120	Province of Manitoba	4.60	5 Mar 2038	300	390	348
Government of Canada	2.25	1 Jun 2029	250	269	267	Province of Manitoba	4.65	5 Mar 2040	250	332	281
Government of Canada	5.75	1 Jun 2029	3,250	4,494	4,501	Province of Manitoba	4.10	5 Mar 2041	3,625	4,537	4,111
Government of Canada	1.25	1 Jun 2030	625	613	620	Province of Manitoba	3.35	5 Mar 2043	425	483	378
Government of Canada	5.75	1 Jun 2033	2,225	3,383	3,391	Province of Manitoba	4.05	5 Sep 2045	1,600	2,048	1,831
Government of Canada	5.00	1 Jun 2037	1,545	2,355	2,215	Province of Manitoba	2.85	5 Sep 2046	1,151	1,216	1,048
Government of Canada	4.00	1 Jun 2041	3,425	4,918	4,824	Province of Manitoba	3.40	5 Sep 2048	221	260	226
Government of Canada	3.50	1 Dec 2045	2,541	3,568	3,384	Province of Manitoba	3.15	5 Sep 2052	1,000	1,134	932
Government of Canada	2.75	1 Dec 2048	1,121	1,425	1,413	Province of New Brunswick	–	3 Jun 2021	435	421	421
Government of Canada	2.00	1 Dec 2051	1,575	1,743	1,592	Province of New Brunswick	2.60	14 Aug 2026	4,404	4,550	4,546
Government of Canada	2.75	1 Dec 2064	1,618	2,234	1,869	Province of New Brunswick	2.35	14 Aug 2027	3,472	3,522	3,556
Labrador-Island Link Funding Trust	3.76	1 Jun 2033	250	296	293	Province of New Brunswick	3.10	14 Aug 2028	4,116	4,411	4,459
Labrador-Island Link Funding Trust	3.86	1 Dec 2045	4,249	5,553	4,685	Province of New Brunswick	5.65	27 Dec 2028	2,000	2,552	2,562
Labrador-Island Link Funding Trust	3.85	1 Dec 2053	300	412	378	Province of New Brunswick	5.50	27 Jan 2034	250	339	323
						Province of New Brunswick	4.55	26 Mar 2037	2,550	3,232	2,990
						Province of New Brunswick	4.80	26 Sep 2039	400	532	482

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2019

(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 – 32.9% (continued)						Provincial – 32.9% (continued)					
Province of New Brunswick	4.80	3 Jun 2041	400	541	485	Province of Québec	4.25	1 Dec 2021	1,300	1,368	1,383
Province of New Brunswick	3.55	3 Jun 2043	2,500	2,893	2,518	Province of Québec	–	21 Mar 2022	1,155	1,100	1,100
Province of New Brunswick	3.80	14 Aug 2045	500	607	525	Province of Québec	–	21 Sep 2022	367	345	345
Province of New Brunswick	3.10	14 Aug 2048	523	573	511	Province of Québec	–	30 Mar 2023	215	200	200
Province of New Brunswick	3.05	14 Aug 2050	52	57	53	Province of Québec	3.00	1 Sep 2023	8,000	8,358	8,397
Province of Newfoundland and Labrador	–	17 Apr 2022	1,160	1,100	1,100	Province of Québec	2.75	1 Sep 2025	51,025	53,388	53,621
Province of Newfoundland and Labrador	2.30	2 Jun 2025	2,000	2,027	2,034	Province of Québec	8.50	1 Apr 2026	4,700	6,528	7,070
Province of Newfoundland and Labrador	3.00	2 Jun 2026	12,257	12,882	12,533	Province of Québec	2.50	1 Sep 2026	30,747	31,777	31,935
Province of Newfoundland and Labrador	2.85	2 Jun 2028	4,531	4,722	4,708	Province of Québec	2.75	1 Sep 2027	37,554	39,518	39,653
Province of Newfoundland and Labrador	2.85	2 Jun 2029	5,381	5,614	5,618	Province of Québec	2.75	1 Sep 2028	40,757	43,028	43,060
Province of Newfoundland and Labrador	5.60	17 Oct 2033	100	135	130	Province of Québec	2.30	1 Sep 2029	19,222	19,597	19,705
Province of Newfoundland and Labrador	4.65	17 Oct 2040	100	129	117	Province of Québec	6.00	1 Oct 2029	10,900	14,653	14,619
Province of Newfoundland and Labrador	3.30	17 Oct 2046	675	742	636	Province of Québec	6.25	1 Jun 2032	3,300	4,735	4,706
Province of Newfoundland and Labrador	3.70	17 Oct 2048	2,466	2,928	2,570	Province of Québec	5.25	1 Jun 2034	4,200	5,633	5,292
Province of Nova Scotia	–	2 Jun 2022	525	498	498	Province of Québec	5.75	1 Dec 2036	18,675	27,505	25,921
Province of Nova Scotia	–	1 Jun 2023	215	200	200	Province of Québec	5.00	1 Dec 2038	1,600	2,231	2,035
Province of Nova Scotia	2.10	1 Jun 2027	3,296	3,303	3,254	Province of Québec	5.00	1 Dec 2041	3,650	5,265	4,709
Province of Nova Scotia	5.80	1 Jun 2033	3,464	4,845	4,488	Province of Québec	4.25	1 Dec 2043	1,500	2,006	1,757
Province of Nova Scotia	4.50	1 Jun 2037	450	580	526	Province of Québec	3.50	1 Dec 2045	5,750	6,974	6,185
Province of Nova Scotia	4.70	1 Jun 2041	250	342	302	Province of Québec	3.50	1 Dec 2048	3,951	4,876	4,240
Province of Nova Scotia	4.40	1 Jun 2042	2,980	3,956	3,284	Province of Québec	3.10	1 Dec 2051	1,809	2,111	1,991
Province of Nova Scotia	3.45	1 Jun 2045	250	295	254	Province of Saskatchewan	2.55	2 Jun 2026	4,850	5,009	5,049
Province of Nova Scotia	3.15	1 Dec 2051	384	444	405	Province of Saskatchewan	2.65	2 Jun 2027	4,161	4,324	4,299
Province of Nova Scotia	3.50	2 Jun 2062	1,400	1,784	1,397	Province of Saskatchewan	3.05	2 Dec 2028	4,550	4,877	4,885
Province of Ontario	4.00	2 Jun 2021	4,000	4,145	4,473	Province of Saskatchewan	2.20	2 Jun 2030	596	595	596
Province of Ontario	3.15	2 Jun 2022	3,500	3,626	3,790	Province of Saskatchewan	6.40	5 Sep 2031	8,946	12,749	12,465
Province of Ontario	2.85	2 Jun 2023	8,000	8,293	8,481	Province of Saskatchewan	5.60	5 Sep 2035	600	846	806
Province of Ontario	3.50	2 Jun 2024	4,000	4,289	4,299	Province of Saskatchewan	4.75	1 Jun 2040	325	440	401
Province of Ontario	2.30	8 Sep 2024	26,972	27,515	27,788	Province of Saskatchewan	3.90	2 Jun 2045	500	629	547
Province of Ontario	2.60	2 Jun 2025	44,400	46,007	46,308	Province of Saskatchewan	2.75	2 Dec 2046	2,986	3,117	2,654
Province of Ontario	8.50	2 Dec 2025	7,500	10,264	10,312	Province of Saskatchewan	3.30	2 Jun 2048	557	647	572
Province of Ontario	2.40	2 Jun 2026	55,471	56,900	57,054	Province of Saskatchewan	3.10	2 Jun 2050	473	535	499
Province of Ontario	2.60	2 Jun 2027	52,505	54,539	54,920	Province of Saskatchewan	2.95	2 Jun 2058	742	828	707
Province of Ontario	2.90	2 Jun 2028	55,709	59,233	59,480				1,059,956	1,047,686	
Province of Ontario	6.50	8 Mar 2029	31,075	42,460	43,222	Municipal – 1.3%					
Province of Ontario	2.70	2 Jun 2029	47,917	50,325	51,200	City of Montreal	3.00	1 Sep 2025	163	171	165
Province of Ontario	6.20	2 Jun 2031	4,200	5,905	5,840	City of Montreal	2.75	1 Sep 2026	456	473	457
Province of Ontario	5.85	8 Mar 2033	8,305	11,679	11,054	City of Montreal	4.25	1 Dec 2032	750	895	824
Province of Ontario	5.60	2 Jun 2035	275	390	372	City of Montreal	4.10	1 Dec 2034	902	1,069	967
Province of Ontario	4.70	2 Jun 2037	3,530	4,683	4,455	City of Montreal	3.15	1 Dec 2036	1,900	2,030	1,889
Province of Ontario	4.60	2 Jun 2039	4,750	6,339	5,909	City of Montreal	3.50	1 Dec 2038	1,900	2,128	2,049
Province of Ontario	4.65	2 Jun 2041	1,106	1,514	1,425	City of Montreal	6.00	1 Jun 2043	875	1,379	1,252
Province of Ontario	3.50	2 Jun 2043	2,900	3,450	3,071	City of Ottawa	4.60	14 Jul 2042	1,000	1,326	1,180
Province of Ontario	3.45	2 Jun 2045	5,100	6,083	5,261	City of Ottawa	3.10	27 Jul 2048	1,972	2,151	1,856
Province of Ontario	2.90	2 Dec 2046	6,502	7,102	6,366	City of Toronto	2.40	24 Jun 2026	464	472	464
Province of Ontario	2.80	2 Jun 2048	3,166	3,418	2,984	City of Toronto	2.95	28 Apr 2035	600	625	555
Province of Ontario	2.90	2 Jun 2049	7,061	7,797	7,086	City of Toronto	3.50	2 Jun 2036	4,021	4,486	4,009
Province of Ontario	2.65	2 Dec 2050	5,172	5,461	5,482	City of Toronto	5.20	1 Jun 2040	2,650	3,689	3,465
Province of PEI	2.65	1 Dec 2051	223	224	223	City of Toronto	4.70	10 Jun 2041	1,150	1,525	1,359
Province of Québec	–	21 Sep 2021	1,975	1,901	1,901	City of Toronto	3.80	13 Dec 2042	450	535	465
						City of Toronto	4.15	10 Mar 2044	450	566	493
						City of Toronto	3.25	24 Jun 2046	227	251	226
						City of Vancouver	3.10	21 Sep 2028	1,400	1,497	1,400
						City of Vancouver	3.70	18 Oct 2052	2,299	2,865	2,465
						City of Winnipeg	4.10	1 Jun 2045	86	107	99
						City of Winnipeg	4.30	15 Nov 2051	900	1,203	1,024
						Municipal Finance Authority of British Columbia	2.50	19 Apr 2026	1,450	1,490	1,453
						Region of Peel	2.30	2 Nov 2026	160	161	159

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2019

(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)					
Municipal – 1.3% (continued)						Corporate – 24.3% (continued)					
Region of Peel	5.10	29 Jun 2040	1,200	1,657	1,515	Canadian Natural Resources Limited	3.31	11 Feb 2022	1,000	1,020	1,020
Region of Peel	3.85	30 Oct 2042	2,400	2,880	2,629	Canadian Natural Resources Limited	3.55	3 Jun 2024	5,730	5,923	5,929
Regional Municipality of Halton	4.05	11 Oct 2041	1,400	1,716	1,569	Canadian Western Bank	2.83	14 Mar 2022	3,400	3,438	3,438
Regional Municipality of York	2.60	15 Dec 2025	3,362	3,462	3,279	Capital Desjardins Inc.	5.19	5 May 2020	3,000	3,054	3,054
Regional Municipality of York	2.50	2 Jun 2026	159	163	163	Choice Properties REIT	3.60	20 Apr 2020	3,000	3,009	3,012
Regional Municipality of York	4.00	31 May 2032	600	699	658	Choice Properties REIT	3.50	8 Feb 2021	1,000	1,013	1,013
Regional Municipality of York	4.05	1 May 2034	1,525	1,796	1,679	Choice Properties REIT	3.55	10 Jan 2025	4,130	4,268	4,268
				43,467	39,767	Choice Properties REIT	3.53	11 Jun 2029	6,268	6,394	6,386
						Choice Properties REIT	5.27	7 Mar 2046	1,032	1,218	1,212
Corporate – 24.3%						CU Inc.	5.56	26 May 2028	1,670	2,068	2,090
407 International Inc.	5.96	3 Dec 2035	2,065	2,892	2,970	CU Inc.	4.54	24 Oct 2041	5,775	7,147	7,158
407 International Inc.	5.75	14 Feb 2036	2,753	3,682	3,684	CU Inc.	4.72	9 Sep 2043	11,167	14,245	14,422
407 International Inc.	3.65	8 Sep 2044	3,441	3,800	3,936	Daimler Canada Finance Inc.	2.57	22 Nov 2022	1,790	1,791	1,787
AIMCo Realty Investors LP	3.04	1 Jun 2028	1,775	1,854	1,860	Daimler Canada Finance Inc.	2.54	21 Aug 2023	7,240	7,214	7,199
AIMCo Realty Investors LP	2.71	1 Jun 2029	7,060	7,174	7,180	Daimler Canada Finance Inc.	2.97	13 Mar 2024	7,135	7,211	7,210
Alectra Inc.	5.30	29 Apr 2041	2,064	2,820	2,909	Enbridge Gas Distribution Inc.	4.00	22 Aug 2044	3,441	3,991	4,089
Alimentation Couche-Tard Inc.	3.06	26 Jul 2024	3,440	3,496	3,531	Enbridge Gas Distribution Inc.	3.01	9 Aug 2049	5,335	5,279	5,336
Alimentation Couche-Tard Inc.	3.60	2 Jun 2025	1,376	1,429	1,438	Enbridge Inc.	3.19	5 Dec 2022	4,818	4,928	4,965
Allied Properties REIT	3.11	8 Apr 2027	810	808	810	Enbridge Inc.	2.99	3 Oct 2029	1,230	1,218	1,229
AltaGas Ltd.	4.07	1 Jun 2020	1,500	1,517	1,517	Enbridge Inc.	4.57	11 Mar 2044	2,065	2,246	2,290
AltaLink, L.P.	5.38	26 Mar 2040	4,165	5,711	5,726	Enbridge Inc.	5.38	27 Sep 2077	1,376	1,375	1,383
AltaLink, L.P.	3.99	30 Jun 2042	2,753	3,227	3,331	Enbridge Pipelines Inc.	4.55	17 Aug 2043	3,185	3,606	3,663
AltaLink, L.P.	4.05	21 Nov 2044	2,581	3,077	3,166	Enbridge Pipelines Inc.	4.13	9 Aug 2046	3,441	3,695	3,795
Bank of America Corporation	3.30	24 Apr 2024	6,945	7,133	7,126	Enbridge Pipelines Inc.	4.33	22 Feb 2049	3,235	3,603	3,642
Bank of Montreal	1.88	31 Mar 2021	8,297	8,283	8,275	EPCOR Utilities Inc.	3.55	27 Nov 2047	3,441	3,762	3,882
Bank of Montreal	2.70	11 Sep 2024	12,360	12,655	12,205	Finning International Inc.	2.63	14 Aug 2026	2,065	2,043	2,076
Bank of Montreal	3.32	1 Jun 2026	750	762	762	FortisAlberta Inc.	5.40	21 Apr 2036	3,441	4,512	4,625
Bank of Montreal	2.57	1 Jun 2027	500	502	502	FortisAlberta Inc.	5.37	30 Oct 2039	5,275	7,104	7,118
Bank of Montreal	3.19	1 Mar 2028	1,100	1,174	1,122	FortisBC Energy Inc.	6.00	2 Oct 2037	1,377	1,963	1,970
Bank of Montreal	2.88	17 Sep 2029	10,835	10,837	10,816	FortisBC Energy Inc.	3.85	7 Dec 2048	1,376	1,606	1,661
Bank of Nova Scotia	2.09	9 Sep 2020	4,980	4,986	4,957	Greater Toronto Airports Authority	2.75	17 Oct 2039	2,152	2,145	2,149
Bank of Nova Scotia	1.83	27 Apr 2022	4,278	4,183	4,183	Great-West Lifeco Inc.	4.65	13 Aug 2020	6,627	6,757	6,820
Bank of Nova Scotia	2.49	23 Sep 2024	5,179	5,191	5,182	Great-West Lifeco Inc.	6.67	21 Mar 2033	3,423	4,814	4,526
Bank of Nova Scotia	2.58	30 Mar 2027	6,825	6,848	6,848	Heathrow Funding Limited	3.25	21 May 2027	2,064	2,132	2,159
Bank of Nova Scotia	3.10	2 Feb 2028	4,940	5,247	5,075	Heathrow Funding Limited	3.78	4 Sep 2030	2,065	2,191	2,249
Bank of Nova Scotia	3.89	18 Jan 2029	10,315	10,763	10,751	Honda Canada Finance Inc.	3.18	28 Aug 2023	4,817	4,958	4,991
Bank of Nova Scotia	2.84	3 Jul 2029	10,800	10,778	10,762	HSBC Bank Canada	2.45	29 Jan 2021	1,600	1,607	1,608
Bell Canada	4.95	19 May 2021	750	783	783	HSBC Bank Canada	2.17	29 Jun 2022	13,575	13,535	13,514
Bell Canada	3.00	3 Oct 2022	3,442	3,508	3,528	HSBC Bank Canada	2.54	31 Jan 2023	15,213	15,311	15,144
Bell Canada	3.35	22 Mar 2023	300	309	309	HSBC Bank Canada	3.25	15 Sep 2023	10,474	10,804	10,622
Bell Canada	4.35	18 Dec 2045	3,958	4,265	4,389	HSBC Bank Canada	3.20	5 Dec 2023	10,510	10,745	10,731
Caisse Centrale Desjardins	2.42	4 Oct 2024	3,068	3,064	3,068	Husky Energy Inc.	5.00	12 Mar 2020	1,000	1,010	1,010
Calloway REIT Inc.	3.99	30 May 2023	2,064	2,157	2,164	Hydro One Inc.	8.90	18 Aug 2022	2,000	2,383	2,844
Canadian Imperial Bank of Commerce	2.30	11 Jul 2022	17,021	17,100	16,948	Hydro One Inc.	2.54	5 Apr 2024	3,442	3,499	3,531
Canadian Imperial Bank of Commerce	2.35	28 Aug 2024	1,500	1,494	1,490	Hydro One Inc.	8.25	22 Jun 2026	4,750	6,548	7,081
Canadian Imperial Bank of Commerce	3.30	26 May 2025	5,245	5,543	5,253	Hydro One Inc.	3.02	5 Apr 2029	3,440	3,585	3,632
Canadian Imperial Bank of Commerce	3.42	26 Jan 2026	6,095	6,182	6,180	Hydro One Inc.	5.36	20 May 2036	2,064	2,694	2,745
Canadian Imperial Bank of Commerce	3.45	4 Apr 2028	10,400	10,666	10,650	Hydro One Inc.	6.59	22 Apr 2043	560	878	877
Canadian Imperial Bank of Commerce	2.95	19 Jun 2029	10,445	10,479	10,465	Hydro One Inc.	3.63	25 Jun 2049	3,077	3,360	3,467
Canadian Natural Resources Limited	2.05	1 Jun 2020	1,500	1,498	1,498	Hydro One Inc.	3.64	5 Apr 2050	4,480	4,906	4,929
						Hydro-Québec	11.00	15 Aug 2020	2,000	2,142	2,888
						Hydro-Québec	6.50	15 Feb 2035	1,000	1,527	1,457
						Hydro-Québec	6.00	15 Feb 2040	650	1,017	933
						Hydro-Québec	5.00	15 Feb 2050	500	780	662
						Hydro-Québec	4.00	15 Feb 2055	3,188	4,422	4,226
						IGM Financial Inc.	4.56	25 Jan 2047	1,376	1,559	1,579

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2019

(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 – 24.3% (continued)						Corporate – 24.3% (continued)					
Intact Financial Corporation	4.70	18 Aug 2021	2,000	2,087	2,095	Sun Life Capital Trust	3.10	19 Feb 2026	3,000	3,033	3,031
Intact Financial Corporation	2.85	7 Jun 2027	7,095	7,171	7,093	TELUS Corporation	3.20	5 Apr 2021	1,000	1,013	1,013
Inter Pipeline Ltd.	3.45	20 Jul 2020	1,000	1,008	1,009	TELUS Corporation	3.35	15 Mar 2023	6,195	6,375	6,389
Inter Pipeline Ltd.	4.97	2 Feb 2021	4,330	4,468	4,477	TELUS Corporation	2.75	8 Jul 2026	4,818	4,802	4,885
Inter Pipeline Ltd.	3.78	30 May 2022	500	516	517	TELUS Corporation	3.63	1 Mar 2028	6,100	6,396	6,419
Inter Pipeline Ltd.	2.61	13 Sep 2023	3,441	3,439	3,420	TELUS Corporation	3.30	2 May 2029	6,950	7,093	7,093
Inter Pipeline Ltd.	3.48	16 Dec 2026	3,440	3,534	3,598	TELUS Corporation	4.70	6 Mar 2048	2,753	3,081	3,168
Inter Pipeline Ltd.	4.64	30 May 2044	688	747	760	Teranet Holdings LP	4.81	16 Dec 2020	1,000	1,024	1,027
Investors Group Inc.	–	9 Nov 2020	1,043	1,019	1,019	Toronto Dominion Bank	1.68	8 Jun 2021	328	327	324
Investors Group Inc.	–	9 May 2021	350	338	338	Toronto Dominion Bank	1.91	18 Jul 2023	18,557	18,381	17,883
Investors Group Inc.	–	9 Nov 2021	1,043	992	992	Toronto Dominion Bank	2.85	8 Mar 2024	6,626	6,763	6,626
Investors Group Inc.	–	9 May 2022	930	872	872	Toronto Dominion Bank	2.50	2 Dec 2024	6,000	6,027	6,010
Investors Group Inc.	–	9 Nov 2022	1,043	964	964	Toronto Dominion Bank	2.69	24 Jun 2025	3,000	3,010	3,010
John Deere Financial Inc	2.05	13 May 2022	1,000	996	996	Toronto Dominion Bank	3.59	14 Sep 2028	6,970	7,218	6,958
Laurentian Bank of Canada	2.75	22 Apr 2021	1,000	1,005	1,005	Toronto Dominion Bank	3.22	25 Jul 2029	7,054	7,192	6,948
Loblaw Companies Limited	4.86	12 Sep 2023	3,442	3,720	3,759	Toronto Dominion Bank	4.86	4 Mar 2031	6,432	7,153	6,916
Loblaw Companies Limited	3.92	10 Jun 2024	3,442	3,637	3,683	Toronto Dominion Bank	3.06	26 Jan 2032	7,155	7,178	7,177
Loblaw Companies Limited	6.50	22 Jan 2029	2,563	3,217	3,290	Toronto Hydro	3.49	28 Feb 2048	2,752	3,030	3,078
Loblaw Companies Limited	5.90	18 Jan 2036	1,376	1,738	1,752	TransCanada PipeLines Limited	3.69	19 Jul 2023	4,818	5,039	5,085
Manufacturers Life Insurance Company	2.10	1 Jun 2025	12,659	12,627	12,518	TransCanada PipeLines Limited	3.39	15 Mar 2028	3,440	3,582	3,669
Manufacturers Life Insurance Company	3.18	22 Nov 2027	3,515	3,604	3,617	TransCanada PipeLines Limited	3.00	18 Sep 2029	3,570	3,582	3,597
Manulife Financial Corporation	2.08	26 May 2022	900	899	902	TransCanada PipeLines Limited	4.55	15 Nov 2041	13,149	14,467	14,584
Manulife Financial Corporation	3.32	9 May 2028	6,947	7,139	6,957	TransCanada Trust	4.65	18 May 2077	2,065	2,001	2,012
Manulife Financial Corporation	7.41	31 Dec 2108	5,000	5,039	5,053	Union Gas Limited	5.20	23 Jul 2040	5,440	7,222	7,249
National Bank of Canada	2.11	18 Mar 2022	1,000	1,000	1,003	Union Gas Limited	4.20	2 Jun 2044	6,020	7,183	7,229
Nissan Canada Financial Services Inc.	2.61	5 Mar 2021	1,470	1,473	1,472	VW Credit Canada Inc.	2.90	29 Mar 2021	1,000	1,006	1,006
North West Redwater Partnership	4.25	1 Jun 2029	3,440	3,838	3,883	VW Credit Canada Inc.	2.65	27 Jun 2022	980	982	981
North West Redwater Partnership	4.35	10 Jan 2039	3,442	3,918	4,026	VW Credit Canada Inc.	3.70	14 Nov 2022	6,905	7,127	7,128
North West Redwater Partnership	3.70	23 Feb 2043	1,377	1,447	1,459	VW Credit Canada Inc.	3.25	29 Mar 2023	6,970	7,107	7,105
Omers Realty Corporation	3.63	5 Jun 2030	6,500	7,144	7,175	Wells Fargo & Company	3.18	8 Feb 2024	7,015	7,197	7,194
Pembina Pipeline Corp	3.31	1 Feb 2030	3,615	3,610	3,611	Wells Fargo & Company	2.98	19 May 2026	7,070	7,156	7,167
Power Corporation of Canada	8.57	22 Apr 2039	2,442	4,027	4,040	Westcoast Energy Inc.	4.57	2 Jul 2020	1,000	1,016	1,017
Riocan Real Estate Investment Trust	2.19	9 Apr 2021	1,000	999	999					783,332	784,113
Riocan Real Estate Investment Trust	2.83	3 Oct 2022	1,765	1,784	1,781	Total Fixed Income – 64.6%			2,084,310	2,066,783	
Riocan Real Estate Investment Trust	3.73	18 Apr 2023	200	208	208				Number of Securities	Fair Value (\$)	Average Cost (\$)
Riocan Real Estate Investment Trust	3.21	29 Sep 2023	6,965	7,119	7,107	Equity – 4.7%					
Riocan Real Estate Investment Trust	3.29	12 Feb 2024	6,250	6,402	6,395	Alimentation Couche-Tard Inc.			149,486	5,903	4,446
Rogers Communications Inc.	4.70	29 Sep 2020	1,000	1,023	1,024	ATCO Ltd.			13,767	637	570
Rogers Communications Inc.	3.25	1 May 2029	4,129	4,220	4,303	Bank of Nova Scotia			139,687	10,551	9,279
Royal Bank of Canada	2.03	15 Mar 2021	8,889	8,893	8,934	Birchcliff Energy Ltd.			338,025	679	1,763
Royal Bank of Canada	1.65	15 Jul 2021	25,840	25,682	25,561	Boardwalk Real Estate Investment Trust			17,725	774	850
Royal Bank of Canada	2.61	1 Nov 2024	2,900	2,927	2,900	Brookfield Asset Management Inc.			65,301	4,752	3,776
Royal Bank of Canada	2.48	4 Jun 2025	2,500	2,504	2,504	Brookfield Infrastructure Partners L.P.			27,764	1,832	1,167
Royal Bank of Canada	2.74	25 Jul 2029	10,835	10,797	10,855	Brookfield Renewable Partners L.P.			32,890	1,842	1,324
SmartCentres REIT	2.76	23 Jun 2021	1,500	1,510	1,510	CAE Inc.			58,946	1,947	1,224
SmartCentres REIT	3.44	28 Aug 2026	3,441	3,517	3,556	Canadian National Railway Company			45,652	5,375	4,177
South Coast Transportation Authority	3.25	23 Nov 2028	1,500	1,621	1,498	Canadian Natural Resources Limited			53,563	1,778	1,475
						Canadian Pacific Railway Company			8,418	2,520	1,770
						CCL Industries Inc.			77,073	4,177	4,190
						CGI Group Inc.			9,752	998	630
						CI Financial Corp.			159,350	3,052	3,821
						Cogeco Inc.			13,730	1,563	984

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

Schedule I – Statement of Investment Portfolio (continued)

As at October 31, 2019

(in thousands of Canadian dollars)

Security	Number of Securities	Fair Value (\$)	Average Cost (\$)	Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
Equity – 4.7% (continued)				Exchanged-traded Funds – 28.7%			
Computer Modeling Group Ltd.	150,679	1,056	1,367	BMO MSCI EAFE Index ETF	6,394,750	120,925	115,925
Dollarama Inc.	22,360	991	792	BMO MSCI Emerging Markets Index ETF	1,518,930	30,105	28,765
DREAM Unlimited Corporation	107,411	1,081	807	BMO S&P 500 INDEX ETF	2,767,640	121,832	96,495
Enbridge Inc.	96,477	4,625	4,659	iShares Core MSCI Emerging Markets IMI Index ETF	1,665,611	43,406	42,150
Enerflex Ltd.	184,826	1,907	2,814	iShares Core S&P U.S. ETF	11,208,631	339,399	273,509
Fairfax Financial Holdings Limited	3,671	2,048	2,329	iShares Global Infrastructure Index ETF	1,964,962	54,351	52,847
Finning International Inc.	80,489	1,804	1,722	iShares Global Real Estate Index ETF	1,659,192	53,161	52,862
FirstService Corporation	11,862	1,363	706	iShares Core MSCI EAFE IMI Index ETF	5,337,728	164,562	158,215
Franco-Nevada Corporation	32,751	4,183	2,739			927,741	820,768
Freehold Royalties Ltd.	262,533	1,693	2,994				
Great Canadian Gaming Corporation	18,097	753	431	Total Equities – 33.4%		1,079,825	962,290
Great-West Lifeco Inc.	70,926	2,272	2,327	Total Investments – 98.0%		3,164,135	3,029,073
IA Financial Group	23,948	1,518	1,338				
IGM Financial Inc.	36,743	1,365	1,286	Cash and cash equivalents – 2.0%		63,005	63,005
Imperial Oil Limited	68,700	2,246	2,757				
Intact Financial Corporation	40,168	5,452	3,813	Total Portfolio Assets – 100.0%		3,227,140	3,092,078
Loblaw Companies Limited	36,526	2,564	2,068				
Magna International Inc.	46,554	3,297	2,881	Investments Allocation (Note 4)			
Methanex Corporation	40,524	2,023	2,192	Government Grants (Appendix I)		1,203,801	1,155,307
METRO Inc.	65,010	3,620	3,005	Sales Charge Refund Entitlements (Appendices II & III)		163,057	168,319
Morguard Corporation	5,145	1,019	748	Cash and cash equivalents (Appendices I, II & III)		2,078	2,078
Nutrien Ltd.	60,748	3,822	3,524				
Pason System Inc.	155,972	2,205	2,892	Total Investment Fund		4,596,076	4,417,782
Pembina Pipeline Corp	27,178	1,258	1,208				
PrairieSky Royalty Ltd.	133,668	1,716	2,999	Represented by:			
Recipe Unlimited Corporation	37,054	871	981	Cash and cash equivalents		65,083	
Restaurant Brands International Inc.	12,779	1,101	842	Investments		4,530,993	
Ritchie Brothers Auctioneers	46,299	2,508	1,943				
Royal Bank of Canada	33,544	3,563	3,335				
Saputo Inc.	139,110	5,313	5,637				
ShawCor Ltd.	66,136	876	1,850				
Stella-Jones Inc.	55,706	2,034	2,367				
Suncor Energy Inc.	100,997	3,950	3,826				
TC Energy Corporation	26,424	1,752	1,552				
TELUS Corporation	112,912	5,288	4,952				
Toromont Industries Ltd.	54,865	3,730	2,819				
Toronto Dominion Bank	139,011	10,448	8,316				
Total Energy Services Inc.	69,078	388	937				
Tucows Inc.	14,849	1,082	1,088				
Wajax Corporation	45,103	690	946				
Westshore Terminals Investment Corporation	131,350	3,000	3,037				
Winpak Ltd.	26,379	1,229	1,250				
		152,084	141,522				

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

Schedule II – Subscribers’ Deposits and Accumulated Income

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

The following is a summary of Group Savings Plan 2001 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
2018 and prior to 2018	237,131	2,637	36,393	203,375	\$ 33,398	\$ 58,067
2019	159,995	2,259	8,893	153,361	71,647	80,360
2020	181,020	760	3,064	178,716	217,075	96,963
2021	186,932	529	2,037	185,424	275,310	112,188
2022	193,475	855	2,139	192,191	262,839	100,819
2023	189,994	978	2,298	188,674	245,174	88,407
2024	195,048	1,844	3,546	193,346	228,140	77,976
2025	185,664	2,799	3,776	184,687	202,294	64,765
2026	179,670	3,482	4,828	178,324	174,060	51,167
2027	170,765	5,026	6,042	169,749	151,514	41,535
2028	164,001	6,238	7,229	163,010	126,344	31,615
2029	156,770	6,296	6,111	156,955	106,254	23,758
2030	159,892	4,134	6,395	157,631	90,505	18,259
2031	146,357	4,660	7,856	143,161	69,227	12,588
2032	141,365	6,102	7,877	139,590	50,146	7,987
2033 and thereafter	416,959	166,147	27,304	555,802	68,661	8,250
TOTAL	3,065,038	214,746	135,788	3,143,996	\$ 2,372,588	\$ 874,704

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 income allocated to subscribers’ accounts and income held for future education assistance payments.

The changes in Subscribers’ deposits are as follows:

	Oct 31, 2019	Oct 31, 2018
Payments from subscribers ¹	\$ 280,334	\$ 286,745
Inter-plan principal transfers	(44,382)	(36,032)
Account maintenance fees	(3,024)	(3,120)
Return of principal	(200,685)	(139,672)
Net increase in Subscribers’ deposits	32,243	107,921
Balance, Beginning of Year	2,340,345	2,232,424
Balance, End of Year	\$ 2,372,588	\$ 2,340,345

1. Net of Sales charges collected of \$34,350 (2018 – \$35,106).

Schedule III – Education Assistance Payments

For the years ended October 31, 2019 and 2018

(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	2019	2018	Education Assistance Payments	2019	2018
Current year payments	\$25,705	\$17,814	Non-Discretionary	\$35,840	\$25,291
Deferred payments	9,727	7,156			
Advance payments	408	321			
	\$35,840	\$25,291			

	Number of education assistance payment units				Amount of education assistance payment per unit			
	Year of Eligibility				Year of Eligibility			
	2019	2018	2017	2016	2019	2018	2017	2016
First	80,450.7	50,126.0	34,324.9	31,645.9	\$ 141	\$ 133	\$ 121	\$ 123
Second	46,927.3	30,635.6	25,910.2		145	144	151	
Third		28,377.6	23,762.7		146		155	
Fourth			21,607.2		158			

Notes to the Financial Statements

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

Note 1. Nature of Operations

The Canadian Scholarship Trust Group Savings Plan 2001 (the “Plan”) is a Pooled Education Savings Plan that was established on May 1, 2001. The objective of the Plan is to assist parents and others to save for the post-secondary education of children. The Plan is managed and distributed by C.S.T. Consultants Inc. (“C.S.T.C.”), a wholly-owned subsidiary of the Canadian Scholarship Trust Foundation (the “Foundation”). The Plan’s registered place of business is 1600–2235 Sheppard Avenue East, Toronto, Ontario, Canada.

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

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

The investment income earned on the subscribers’ principal balance is used to provide EAPs to qualified students. A beneficiary is deemed to be a qualified student upon receipt 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 subscribers’ Agreements (“Agreements”) and invests these funds in accordance with the Plan’s investment policies. The Government Grants, along with investment income earned thereon, are paid to qualified students with their EAPs.

Agreements are registered with appropriate government authorities if all required information is provided, and once registered are subject to the rules for Registered Education Savings Plans (“RESP”) under the *Income Tax Act* (Canada). 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 17, 2019.

(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) Adoption of the new IFRS standards

IFRS 9 Financial Instruments (“IFRS 9”)

The Plan adopted IFRS 9 on November 1, 2018. The adoption of IFRS 9 has been applied retrospectively, with the Plan utilizing the provisions allowed in the standard to not restate prior period comparative information. IFRS 9 requires assets to be carried at amortized cost or fair value, with changes in fair value recognized in profit or loss or other comprehensive income, based on the entity’s business model for managing financial assets and the contractual cash flow characteristics of the financial assets.

Upon adoption, management has assessed the Plan’s business models, the manner in which all financial assets and financial liabilities are managed and concluded that the Plan’s financial assets and financial liabilities previously classified as fair value through profit and loss (FVTPL) under IAS39 continued to be categorized as FVTPL under IFRS 9. All other non-derivative financial assets and financial liabilities continue to be carried at amortized cost. There were no changes in the measurement attributes for any of the financial assets and financial liabilities upon transition to IFRS 9. During the year, the Plan began to invest in financial assets with the intention of holding these financial assets to collect contractual cash flows comprising solely of payments of principal and interest and has categorized these investments as at amortized cost, in accordance with IFRS 9.

Impairments for financial assets classified as amortized cost under IFRS 9 are now assessed based on their expected credit losses instead of objective evidence of actual credit losses under IAS 39.

(d) 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

Notes to the Financial Statements (continued)

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

Note 2. Significant Accounting Policies (continued)

(d) Financial instruments (continued)

FVTPL are recorded in “Change in unrealized gains” 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.

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 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.

(e) Investment valuation

Investments include investments values at fair value and amortized costs.

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 10 provides further guidance on fair value measurements.

(f) Investment transactions and income recognition

Investment transactions are accounted for on a trade-date basis. Interest 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.

(g) Subscribers’ deposits, sales charges and account maintenance fees

Subscribers’ deposits reflect amounts received from subscribers net of sales charges and account maintenance fees and do not include future amounts receivable on outstanding Agreements. Sales charges are deducted from subscribers’ deposits and are collected over periods of up to 32 months from the date of initial deposit. Account maintenance fees are paid annually to the Foundation from subscribers’ deposits and are accrued throughout the year.

(h) Income taxes

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

(i) Cash and cash equivalents

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

Notes to the Financial Statements (continued)

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

Note 2. Significant Accounting Policies (continued)

(j) Foreign currency

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

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

(k) Critical accounting estimates and judgments

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

The estimates, assumptions and judgments that have a significant risk of causing a material adjustment to the carrying value of assets and liabilities are those 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, 2019, \$23,777 was recognized as an expense for Administration and account maintenance fees (2018 – \$21,662). Administration and account maintenance fees included in Accounts payable and accrued liabilities at October 31, 2019 was \$399 (2018 – \$110).

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, 2019, \$34,350 was paid to C.S.T.C. from sales charges collected as compensation for the sale and distribution of savings plans (2018 – \$35,106). Related amounts included in Accounts payable and accrued liabilities at October 31, 2019 was \$473 (2018 – \$552).

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, 2019, the Foundation provided deficit funding payments of \$3,900 (2018 – \$2,300) to the SCR Fund (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, 2019, the Plan recognized an expense of \$67 (2018 – \$63) for the services of the IRC. IRC fees included in Accounts payable and accrued liabilities at October 31, 2019 was \$nil (2018 – \$nil).

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

Included in Portfolio management fees on the Statements of Comprehensive Income is \$533 (2018 – \$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 \$4 owing to C.S.T.C. at October 31, 2019 (2018 – nil) relating to these expenses.

Note 4. Investment Holdings

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

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

For Agreements purchased under prospectuses dated prior to October 2, 2007, investments used to fund the SCR Entitlements of the Group Savings Plan 2001 and the Group Savings Plan are managed in a separate SCR Fund (see Appendix II to Schedule 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 III to Schedule I).

Notes to the Financial Statements (continued)

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

Note 4. Investment Holdings (continued)

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, 2019	Oct 31, 2018
Less than 1 year	3%	1%
1-3 years	6%	8%
3-5 years	8%	11%
Greater than 5 years	47%	43%
Total Debt instruments	64%	63%

As at October 31, 2019, if prevailing interest rates had increased by 1%, the fair value of the Total Investment Fund of \$4,596,076 (2018 – \$4,093,694) as per Schedule I – Statement of Investment Portfolio would have decreased by \$225,400 (2018 – \$206,000). If prevailing interest rates had decreased by 1% the fair value of the Total Investment Fund would have increased by \$194,470 (2018 – \$248,000). This 1% change assumes a parallel shift in the yield curve with all other variables held constant. In practice, actual results may differ materially.

ii. Other price risk

Other price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, other than those arising from interest rate risk. Factors specific to an individual investment, its issuer or other factors affecting all instruments traded in a market or market segment affect other price risk. The asset classes that are most impacted by other price risk are the equities and ETFs of the Plan, Government Grants asset pool, and the SCR Funds, which represent 36% (2018 – 37%) of the Total Investment Fund as at October 31, 2019. The risk associated with the equity component of the SCR Fund is managed by security selection and active management by external managers within approved investment policy and mandates.

As at October 31, 2019, 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 \$16,340 (2018 – \$15,000). In practice, actual results may differ materially.

(b) Credit risk

Credit risk refers to the ability of the issuer of debt securities to make interest payments and repay principal. The Plan's portfolio is 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, which are considered to be high credit quality investments thereby moderating credit risk.

Notes to the Financial Statements (continued)

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

Note 6. Risks Associated with Financial Instruments (continued)

(b) Credit risk (continued)

The Plan's credit risk exposure is summarized below:

Credit rating	October 31, 2019		October 31, 2018	
	% of Total Investment Fund	Amount	% of Total Investment Fund	Amount
AAA	6%	\$ 289,859	7%	\$ 276,017
AA/AAH/AAL	26%	1,206,448	34%	1,403,946
A/AH/AL	26%	1,208,712	22%	888,364
BBB	5%	210,964	0%	8,030
R-1	1%	30,786	0%	6,517
Short-term unrated	0%	15,427	0%	14,050
Total Debt instruments	64%	\$2,962,196	63%	\$2,596,924

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

(c) Liquidity risk

Liquidity risk is the risk that the Plan may not be able to meet its financial obligations as they come due. The Plan's exposure to liquidity risk is concentrated in principal repayments to subscribers and EAPs to beneficiaries including SCR Entitlements. The Plan primarily invests in securities that are traded in active markets and can be readily sold. The Plan retains sufficient cash and cash 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 Fund 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 25% (2018 – 30%) of the Total Investment Fund. The fair value of the Total Investment Fund would increase or decrease by approximately \$11,430 (2018 – \$12,300) 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 Group Savings Plan 2001 (the "Plans"). The Plans are registered with the Canada Revenue Agency as Education Savings Plans. The General Fund is a separate account within the Group Trust and derives its income from the following sources:

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

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

Donations from the Foundation represent a discretionary pool of funds shared between the Plans. These funds are used to supplement EAPs when the General Fund is depleted. The amount is allocated annually between the Plans according to the payout forecast in each of the Plans.

Receipts and disbursements of the General Fund included in the financial statements of the Plan for the years ended October 31, 2019 and 2018 are as follows:

	2019	2018
Receipts		
Net investment income	\$ 7,845	\$ 1,151
Disbursements		
Education assistance payments	(1,495)	(1,686)
(Shortfall) Excess of Receipts over Disbursements	6,350	(535)
Balance, Beginning of Year	-	535
Balance, End of Year	\$ 6,350	\$ -

Receipts and disbursements in the Donations from the Foundation included in the financial statements of the Plan for the years ended October 31, 2019 and 2018, are as follows:

	2019	2018
Receipts		
Contributions received from the Foundation	\$ -	\$ -
Disbursements		
Education assistance payments	(2)	(1,261)
(Shortfall) Excess of Receipts over Disbursements	(2)	(1,261)
Balance, Beginning of Year	717	1,978
Balance, End of Year	\$715	\$ 717

Notes to the Financial Statements (continued)

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

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 payout period. The total amount refunded for the year ended October 31, 2019, was \$11,813 (2018 – \$7,834).

As at October 31, 2019, the SCR Entitlements amount of \$168,310 (2018 – \$163,901) presented in the Statements of Financial Position represents the average cost of the Plan's investments in the SCR Fund of \$168,802 (2018 – \$165,227), adjusted for funds to be transferred to the direct investment holdings of the plan of \$657 (2018 – \$1,404) for SCR payments made to beneficiaries during the year, plus accrued interest of \$165 (2018 – \$78). The fair value of the investments in the SCR Fund as at October 31, 2019, after adjusting for the above, amounted to \$163,048 (2018 – \$153,550). The SCR Fund comprises investments, at fair value, of \$163,057 and Cash and cash equivalents of \$483, 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, 2019, 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 \$91,557 and \$88,666 respectively (2018 – \$93,488 and \$87,479, 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, 2019, \$2,121 (2018 – \$2,021) 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, 2018 of 5.7% (December 31, 2016 – 6.5%) 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, 2019 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 \$77,225 and

\$74,874, respectively (2018 – \$71,739 and, \$67,397, 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.

(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:

	2019	2018
Present value of SCR Entitlements	\$150,227	\$151,069
Fair value of SCR Fund (Note 8(a)(i))	88,666	87,479
Underfunded portion of SCR Entitlements	\$ 61,561	\$ 63,590

The discount rate, which is set at the expected long-term investment return of the SCR Fund as at October 31, 2019, was 5.4% (2018 – 5.3%). A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$6,153 or \$5,751 respectively (2018 – \$7,160 or \$6,600 respectively).

Notes to the Financial Statements (continued)

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

Note 8. Sales Charge Refund (continued)

(b) Sales Charge Refund Entitlements Valuations (continued)

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

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

	2019	2018
Present value of SCR Entitlements	\$79,564	\$73,398
Fair value of SCR Fund (Note 8(a)(ii))	74,874	67,397
Underfunded portion of SCR Entitlements	\$ 4,690	\$ 6,001

The discount rate, which is set at the expected long-term investment return of the SCR Fund as at October 31, 2019, was 5.7% (2018 – 5.7%). A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$8,606 or \$7,553, respectively (2018 – \$8,400 or \$7,400, respectively).

(ii) *Funding Valuation*

A funding valuation of the SCR Entitlements for the Plan was completed based on assets and obligations as at October 31, 2018. 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 5.3%, which resulted in an unfunded liability of \$55,850 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 5.7%, which resulted in an underfunded amount of \$5,896. 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 funding valuation will be performed in 2021 based on assets and obligations as at October 31, 2020.

Note 9. Change in Policy

During the year, management made the operational decision to begin including accumulated unrealized gains (losses) on investments within Accumulated income held for future education assistance payments on the Statements of Financial Position as this more accurately reflects value of future EAPs. The amount included in Unrealized Gains on the Statements of Financial Position relates to accumulated unrealized gains (losses) on investments held for the Sales Charge Refund Entitlement. The unrealized loss on investments held for the Sales Charge Refund Entitlement as of October 31, 2018 is an unrealized loss of \$10,347.

Notes to the Financial Statements (continued)

As at October 31, 2019 and 2018

(in thousands of Canadian dollars)

Note 10. 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, 2019					
	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	\$ 60,213	\$ -	\$ -	\$ 60,213	\$ 60,213
Investments	4,413,014	117,979	117,941	4,530,993	4,530,955
Other Assets ²	-	42,052	42,052	42,052	42,052
Financial Liabilities					
Other Liabilities ³	\$ -	\$ 14,968	\$ 14,968	\$ 14,968	\$ 14,968

Carrying Amount and Fair Value of Financial Instruments as of October 31, 2018					
	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	\$ 1,692	\$ -	\$ -	\$ 1,692	\$ 1,692
Investments	4,087,687	-	-	4,087,687	4,087,687
Other Assets ²	-	69,985	69,985	69,985	69,985
Financial Liabilities					
Other Liabilities ³	\$ -	\$ 38,981	\$ 38,981	\$ 38,981	\$ 38,981

- Cash and bank balances of \$4,870 (2018 – \$4,315) 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, 2019				
	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 2,841,047	\$ -	\$ 2,841,047
Equity securities, ETFs and Pooled equity funds	1,632,180	-	-	\$ 1,632,180
Total Investments, at fair value	\$ 1,632,180	\$ 2,841,047	\$ -	\$ 4,473,227

Assets Measured at Fair Value as of October 31, 2018				
	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 2,592,609	\$ -	\$ 2,592,609
Equity securities, ETFs and Pooled equity funds	\$ 1,496,770	\$ -	\$ -	\$ 1,496,770
Total Investments, at fair value	\$ 1,496,770	\$ 2,592,609	\$ -	\$ 4,089,379

For the years ended October 31, 2019 and 2018, there were no transfers between Levels 1 or 2.

Government Grants

Appendix I to Schedule I Statement of Investment Portfolio As at October 31, 2019

(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						Bonds (continued)					
Federal – 6.4%						Federal – 6.4% (continued)					
Canada Housing Trust	1.25	15 Dec 2020	2,000	1,991	2,014	Labrador-Island Link Funding Trust	3.86	1 Dec 2045	1,500	1,960	1,801
Canada Housing Trust	1.25	15 Jun 2021	2,227	2,213	2,236	Labrador-Island Link Funding Trust	3.85	1 Dec 2053	100	137	126
Canada Housing Trust	3.80	15 Jun 2021	130	134	144	Muskkrat Falls Funding Trust	3.83	1 Jun 2037	1,350	1,665	1,501
Canada Housing Trust	1.50	15 Dec 2021	688	686	688	Muskkrat Falls Funding Trust	3.86	1 Dec 2048	150	201	186
Canada Housing Trust	1.15	15 Dec 2021	589	583	584					92,069	91,058
Canada Housing Trust	2.65	15 Mar 2022	3,500	3,581	3,560						
Canada Housing Trust	1.75	15 Jun 2022	1,243	1,246	1,249						
Canada Housing Trust	2.40	15 Dec 2022	7,035	7,189	7,314						
Canada Housing Trust	2.35	15 Jun 2023	487	498	487						
Canada Housing Trust	2.55	15 Dec 2023	1,216	1,256	1,217						
Canada Housing Trust	2.90	15 Jun 2024	2,300	2,419	2,442	Provincial – 33.0%					
Canada Housing Trust	1.80	15 Dec 2024	9,067	9,097	9,059	Province of Alberta	2.35	1 Jun 2025	7,650	7,806	7,836
Canada Housing Trust	2.55	15 Mar 2025	6,000	6,246	6,288	Province of Alberta	4.45	15 Dec 2025	1,785	2,024	2,052
Canada Housing Trust	1.90	15 Sep 2026	823	829	813	Province of Alberta	2.20	1 Jun 2026	9,697	9,792	9,882
Canada Housing Trust	2.35	15 Jun 2027	1,660	1,724	1,696	Province of Alberta	2.55	1 Jun 2027	9,010	9,284	9,389
Canada Housing Trust	2.35	15 Mar 2028	238	248	237	Province of Alberta	2.90	1 Dec 2028	7,664	8,110	8,083
Canada Housing Trust	2.65	15 Mar 2028	514	547	509	Province of Alberta	2.90	20 Sep 2029	2,400	2,541	2,495
Canada Housing Trust	2.65	15 Dec 2028	734	784	733	Province of Alberta	2.05	1 Jun 2030	1,844	1,813	1,825
Canada Housing Trust	2.10	15 Sep 2029	493	505	506	Province of Alberta	3.50	1 Jun 2031	175	196	185
Canada Post Corporation	4.36	16 Jul 2040	375	506	472	Province of Alberta	3.90	1 Dec 2033	1,000	1,175	1,097
Government of Canada	–	28 Nov 2019	100	99	99	Province of Alberta	3.45	1 Dec 2043	1,500	1,739	1,559
Government of Canada	–	12 Dec 2019	1,725	1,718	1,718	Province of Alberta	3.30	1 Dec 2046	776	888	794
Government of Canada	–	9 Jan 2020	1,800	1,792	1,792	Province of Alberta	3.05	1 Dec 2048	854	944	834
Government of Canada	–	23 Jan 2020	115	114	114	Province of Alberta	3.10	1 Jun 2050	1,422	1,598	1,467
Government of Canada	–	6 Feb 2020	305	304	304	Province of British Columbia	2.85	18 Jun 2025	3,850	4,052	4,083
Government of Canada	–	30 Apr 2020	1,520	1,504	1,504	Province of British Columbia	2.30	18 Jun 2026	3,448	3,528	3,532
Government of Canada	0.75	1 Mar 2021	3,998	3,954	3,918	Province of British Columbia	2.55	18 Jun 2027	3,561	3,702	3,668
Government of Canada	3.25	1 Jun 2021	3,252	3,337	3,380	Province of British Columbia	2.95	18 Dec 2028	3,622	3,892	3,890
Government of Canada	0.75	1 Sep 2021	810	799	787	Province of British Columbia	5.70	18 Jun 2029	4,575	6,003	6,107
Government of Canada	0.50	1 Mar 2022	2,132	2,082	2,033	Province of British Columbia	2.20	18 Jun 2030	498	502	498
Government of Canada	2.75	1 Jun 2022	2,999	3,093	3,106	Province of British Columbia	6.35	18 Jun 2031	2,975	4,245	4,234
Government of Canada	1.00	1 Sep 2022	2,715	2,678	2,640	Province of British Columbia	4.70	18 Jun 2037	720	964	884
Government of Canada	1.75	1 Mar 2023	1,021	1,030	1,018	Province of British Columbia	4.95	18 Jun 2040	1,300	1,846	1,685
Government of Canada	1.50	1 Jun 2023	2,027	2,031	2,001	Province of British Columbia	4.30	18 Jun 2042	430	575	503
Government of Canada	2.00	1 Sep 2023	1,765	1,801	1,763	Province of British Columbia	3.20	18 Jun 2044	650	752	647
Government of Canada	2.25	1 Mar 2024	368	380	380	Province of British Columbia	2.80	18 Jun 2048	807	885	776
Government of Canada	2.50	1 Jun 2024	1,225	1,283	1,276	Province of British Columbia	2.95	18 Jun 2050	235	268	243
Government of Canada	1.50	1 Sep 2024	783	786	789	Province of Manitoba	3.85	1 Dec 2021	1,000	1,044	1,088
Government of Canada	2.25	1 Jun 2025	1,069	1,116	1,098	Province of Manitoba	2.45	2 Jun 2025	5,650	5,800	5,851
Government of Canada	1.50	1 Jun 2026	1,638	1,647	1,614	Province of Manitoba	4.40	5 Sep 2025	1,300	1,473	1,462
Government of Canada	1.00	1 Jun 2027	1,781	1,728	1,682	Province of Manitoba	2.55	2 Jun 2026	5,180	5,348	5,371
Government of Canada	2.00	1 Jun 2028	956	1,001	1,009	Province of Manitoba	2.60	2 Jun 2027	3,013	3,117	3,140
Government of Canada	2.25	1 Jun 2029	856	920	920	Province of Manitoba	3.00	2 Jun 2028	3,449	3,674	3,638
Government of Canada	5.75	1 Jun 2029	400	553	558	Province of Manitoba	2.75	2 Jun 2029	583	611	601
Government of Canada	1.25	1 Jun 2030	400	393	397	Province of Manitoba	3.25	5 Sep 2029	650	708	674
Government of Canada	5.75	1 Jun 2033	1,225	1,863	1,845	Province of Manitoba	4.10	5 Mar 2041	2,100	2,628	2,355
Government of Canada	5.00	1 Jun 2037	1,272	1,939	1,907						
Government of Canada	4.00	1 Jun 2041	600	862	842						
Government of Canada	3.50	1 Dec 2045	1,031	1,448	1,339						
Government of Canada	2.75	1 Dec 2048	950	1,207	1,205						
Government of Canada	2.00	1 Dec 2051	1,100	1,217	1,177						
Government of Canada	2.75	1 Dec 2064	700	967	805						
Labrador-Island Link Funding Trust	3.76	1 Jun 2033	150	178	176						

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

Government Grants (continued)

Appendix I to Schedule I Statement of Investment Portfolio

As at October 31, 2019

(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 – 33.0% (continued)						Provincial – 33.0% (continued)					
Province of Manitoba	4.40	5 Mar 2042	500	655	590	Province of Ontario	4.70	2 Jun 2037	1,410	1,870	1,665
Province of Manitoba	3.35	5 Mar 2043	100	114	100	Province of Ontario	4.60	2 Jun 2039	1,815	2,422	2,198
Province of Manitoba	4.05	5 Sep 2045	350	448	414	Province of Ontario	4.65	2 Jun 2041	625	856	771
Province of Manitoba	2.85	5 Sep 2046	196	207	181	Province of Ontario	3.50	2 Jun 2043	1,300	1,547	1,396
Province of Manitoba	3.40	5 Sep 2048	407	478	412	Province of Ontario	3.45	2 Jun 2045	2,125	2,534	2,205
Province of New Brunswick	2.60	14 Aug 2026	2,667	2,756	2,781	Province of Ontario	2.90	2 Dec 2046	2,913	3,182	2,854
Province of New Brunswick	2.35	14 Aug 2027	1,659	1,683	1,697	Province of Ontario	2.80	2 Jun 2048	1,147	1,238	1,085
Province of New Brunswick	3.10	14 Aug 2028	970	1,039	1,041	Province of Ontario	2.90	2 Jun 2049	1,413	1,560	1,349
Province of New Brunswick	5.65	27 Dec 2028	1,645	2,099	2,102	Province of Ontario	2.65	2 Dec 2050	3,322	3,508	3,498
Province of New Brunswick	5.50	27 Jan 2034	125	169	147	Province of PEI	2.65	1 Dec 2051	101	101	101
Province of New Brunswick	4.65	26 Sep 2035	110	139	114	Province of Québec	3.00	1 Sep 2023	2,000	2,089	2,134
Province of New Brunswick	4.55	26 Mar 2037	1,000	1,268	1,183	Province of Québec	5.35	1 Jun 2025	1,000	1,178	1,164
Province of New Brunswick	4.80	26 Sep 2039	250	333	311	Province of Québec	2.60	6 Jul 2025	3,250	3,375	3,423
Province of New Brunswick	3.55	3 Jun 2043	1,350	1,562	1,361	Province of Québec	2.75	1 Sep 2025	21,325	22,312	22,448
Province of New Brunswick	3.80	14 Aug 2045	200	243	215	Province of Québec	2.50	1 Sep 2026	9,529	9,848	9,914
Province of New Brunswick	3.10	14 Aug 2048	287	314	280	Province of Québec	2.75	1 Sep 2027	11,289	11,879	11,895
Province of Newfoundland and Labrador	2.30	2 Jun 2025	200	203	199	Province of Québec	2.75	1 Sep 2028	28,175	29,745	29,782
Province of Newfoundland and Labrador	3.00	2 Jun 2026	3,324	3,494	3,443	Province of Québec	2.30	1 Sep 2029	11,477	11,701	11,782
Province of Newfoundland and Labrador	6.15	17 Apr 2028	350	453	466	Province of Québec	6.00	1 Oct 2029	1,900	2,554	2,518
Province of Newfoundland and Labrador	2.85	2 Jun 2028	1,969	2,052	2,040	Province of Québec	6.25	1 Jun 2032	325	466	455
Province of Newfoundland and Labrador	2.85	2 Jun 2029	2,326	2,427	2,428	Province of Québec	5.25	1 Jun 2034	2,000	2,682	2,533
Province of Newfoundland and Labrador	6.55	17 Oct 2030	1,750	2,435	2,377	Province of Québec	5.75	1 Dec 2036	5,615	8,270	7,794
Province of Newfoundland and Labrador	4.65	17 Oct 2040	150	194	177	Province of Québec	5.00	1 Dec 2038	665	927	768
Province of Newfoundland and Labrador	3.70	17 Oct 2048	1,409	1,673	1,471	Province of Québec	5.00	1 Dec 2041	1,850	2,669	2,394
Province of Nova Scotia	2.10	1 Jun 2027	2,462	2,467	2,458	Province of Québec	4.25	1 Dec 2043	400	535	473
Province of Nova Scotia	5.80	1 Jun 2033	1,275	1,783	1,656	Province of Québec	3.50	1 Dec 2045	1,450	1,759	1,493
Province of Nova Scotia	4.40	1 Jun 2042	2,100	2,788	2,442	Province of Québec	3.50	1 Dec 2048	1,538	1,898	1,656
Province of Nova Scotia	3.45	1 Jun 2045	350	414	353	Province of Québec	3.10	1 Dec 2051	1,036	1,209	1,132
Province of Nova Scotia	3.50	2 Jun 2062	600	765	599	Province of Saskatchewan	2.55	2 Jun 2026	2,393	2,472	2,468
Province of Ontario	4.00	2 Jun 2021	3,100	3,212	3,423	Province of Saskatchewan	2.65	2 Jun 2027	1,577	1,639	1,646
Province of Ontario	3.15	2 Jun 2022	1,900	1,968	2,031	Province of Saskatchewan	3.05	2 Dec 2028	2,334	2,502	2,521
Province of Ontario	2.85	2 Jun 2023	1,100	1,140	1,157	Province of Saskatchewan	2.20	2 Jun 2030	268	267	268
Province of Ontario	3.50	2 Jun 2024	400	429	430	Province of Saskatchewan	6.40	5 Sep 2031	3,900	5,558	5,487
Province of Ontario	2.30	8 Sep 2024	9,365	9,554	9,645	Province of Saskatchewan	4.75	1 Jun 2040	425	575	525
Province of Ontario	2.65	5 Feb 2025	800	831	802	Province of Saskatchewan	3.90	2 Jun 2045	300	377	332
Province of Ontario	2.60	2 Jun 2025	22,075	22,874	22,998	Province of Saskatchewan	2.75	2 Dec 2046	2,056	2,146	1,814
Province of Ontario	8.50	2 Dec 2025	3,300	4,516	4,537	Province of Saskatchewan	3.30	2 Jun 2048	334	388	342
Province of Ontario	2.40	2 Jun 2026	26,078	26,750	26,815	Province of Saskatchewan	3.10	2 Jun 2050	235	266	249
Province of Ontario	2.60	2 Jun 2027	31,181	32,389	32,442	Province of Saskatchewan	3.75	5 Mar 2054	84	109	94
Province of Ontario	7.60	2 Jun 2027	1,120	1,555	1,605	Province of Saskatchewan	2.95	2 Jun 2058	80	89	76
Province of Ontario	2.90	2 Jun 2028	21,977	23,367	23,684					471,520	466,645
Province of Ontario	6.50	8 Mar 2029	18,425	25,175	25,451	Municipal – 1.3%					
Province of Ontario	2.70	2 Jun 2029	20,559	21,592	21,975	City of Montreal	3.00	1 Sep 2025	831	873	837
Province of Ontario	6.20	2 Jun 2031	2,175	3,058	3,016	City of Montreal	2.75	1 Sep 2026	223	231	223
Province of Ontario	5.85	8 Mar 2033	2,825	3,973	3,849	City of Montreal	4.25	1 Dec 2032	350	418	384
Province of Ontario	5.60	2 Jun 2035	275	390	352	City of Montreal	4.10	1 Dec 2034	375	444	399
						City of Montreal	3.15	1 Dec 2036	900	962	898
						City of Montreal	3.50	1 Dec 2038	800	896	863
						City of Montreal	6.00	1 Jun 2043	550	867	782
						City of Ottawa	4.60	14 Jul 2042	500	663	590
						City of Ottawa	3.10	27 Jul 2048	683	745	644
						City of Toronto	2.40	24 Jun 2026	225	229	225
						City of Toronto	2.95	28 Apr 2035	300	313	277

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

Government Grants (continued)

Appendix I to Schedule I Statement of Investment Portfolio

As at October 31, 2019

(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)					
Municipal – 1.3% (continued)						Corporate – 23.6% (continued)					
City of Toronto	3.50	2 Jun 2036	1,509	1,683	1,504	Bell Canada	3.00	3 Oct 2022	1,558	1,588	1,597
City of Toronto	5.20	1 Jun 2040	350	487	446	Bell Canada	4.35	18 Dec 2045	1,973	2,126	2,183
City of Toronto	4.70	10 Jun 2041	325	431	383	Caisse Centrale Desjardins	2.42	4 Oct 2024	1,401	1,399	1,401
City of Toronto	3.80	13 Dec 2042	550	653	578	Calloway REIT Inc.	3.99	30 May 2023	936	978	981
City of Toronto	4.15	10 Mar 2044	225	283	246	Canadian Imperial Bank of Commerce	2.30	11 Jul 2022	7,763	7,799	7,738
City of Toronto	3.25	24 Jun 2046	109	121	109	Canadian Imperial Bank of Commerce	2.35	28 Aug 2024	665	662	660
City of Vancouver	3.10	21 Sep 2028	600	642	600	Canadian Imperial Bank of Commerce	3.30	26 May 2025	2,389	2,525	2,413
City of Vancouver	3.70	18 Oct 2052	1,145	1,427	1,227	Canadian Imperial Bank of Commerce	3.42	26 Jan 2026	2,680	2,718	2,718
City of Winnipeg	4.10	1 Jun 2045	42	52	48	Canadian Imperial Bank of Commerce	3.45	4 Apr 2028	4,690	4,810	4,803
City of Winnipeg	4.30	15 Nov 2051	450	601	512	Canadian Imperial Bank of Commerce	2.95	19 Jun 2029	4,705	4,720	4,714
Municipal Finance Authority of British Columbia	2.50	19 Apr 2026	822	845	823	Canadian Natural Resources Limited	3.55	3 Jun 2024	2,590	2,677	2,680
Region of Peel	2.30	2 Nov 2026	77	78	77	Choice Properties REIT	3.55	10 Jan 2025	1,870	1,932	1,932
Region of Peel	5.10	29 Jun 2040	550	759	694	Choice Properties REIT	3.53	11 Jun 2029	2,817	2,874	2,870
Region of Peel	3.85	30 Oct 2042	900	1,080	989	Choice Properties REIT	5.27	7 Mar 2046	468	552	550
Regional Municipality of Halton	4.05	11 Oct 2041	300	368	336	CU Inc.	5.56	26 May 2028	758	939	949
Regional Municipality of York	2.60	15 Dec 2025	950	978	927	CU Inc.	4.54	24 Oct 2041	2,610	3,230	3,235
Regional Municipality of York	2.50	2 Jun 2026	77	79	79	CU Inc.	4.72	9 Sep 2043	5,217	6,655	6,735
Regional Municipality of York	4.00	31 May 2032	300	349	329	Daimler Canada Finance Inc.	2.57	22 Nov 2022	810	810	809
Regional Municipality of York	4.05	1 May 2034	625	736	688	Daimler Canada Finance Inc.	2.54	21 Aug 2023	3,265	3,253	3,247
				18,293	16,717	Daimler Canada Finance Inc.	2.97	13 Mar 2024	3,220	3,254	3,254
Corporate – 23.6%						Enbridge Gas Distribution Inc.	4.00	22 Aug 2044	1,725	2,001	2,045
407 International Inc.	5.96	3 Dec 2035	935	1,309	1,345	Enbridge Gas Distribution Inc.	3.01	9 Aug 2049	2,400	2,375	2,400
407 International Inc.	5.75	14 Feb 2036	1,247	1,668	1,669	Enbridge Inc.	3.19	5 Dec 2022	2,182	2,232	2,248
407 International Inc.	3.65	8 Sep 2044	1,559	1,721	1,783	Enbridge Inc.	2.99	3 Oct 2029	550	545	550
AIMCo Realty Investors LP	3.04	1 Jun 2028	805	841	843	Enbridge Inc.	4.57	11 Mar 2044	935	1,017	1,037
AIMCo Realty Investors LP	2.71	1 Jun 2029	3,185	3,236	3,239	Enbridge Inc.	5.38	27 Sep 2077	624	623	627
Alectra Inc.	5.30	29 Apr 2041	936	1,279	1,319	Enbridge Pipelines Inc.	4.55	17 Aug 2043	1,435	1,625	1,650
Alimentation Couche-Tard Inc.	3.06	26 Jul 2024	1,560	1,586	1,601	Enbridge Pipelines Inc.	4.13	9 Aug 2046	1,559	1,674	1,719
Alimentation Couche-Tard Inc.	3.60	2 Jun 2025	624	648	652	Enbridge Pipelines Inc.	4.33	22 Feb 2049	1,460	1,626	1,644
Allied Properties REIT	3.11	8 Apr 2027	370	369	370	EPCOR Utilities Inc.	3.55	27 Nov 2047	1,733	1,895	1,949
AltaLink, L.P.	5.38	26 Mar 2040	1,880	2,578	2,585	Finning International Inc.	2.63	14 Aug 2026	935	925	940
AltaLink, L.P.	3.99	30 Jun 2042	1,247	1,462	1,509	FortisAlberta Inc.	5.40	21 Apr 2036	1,559	2,044	2,095
AltaLink, L.P.	4.05	21 Nov 2044	1,169	1,394	1,434	FortisAlberta Inc.	5.37	30 Oct 2039	2,390	3,219	3,224
Bank of America Corporation	3.30	24 Apr 2024	3,205	3,292	3,288	FortisBC Energy Inc.	6.00	2 Oct 2037	623	888	891
Bank of Montreal	1.88	31 Mar 2021	3,781	3,775	3,771	FortisBC Energy Inc.	3.85	7 Dec 2048	624	728	753
Bank of Montreal	2.70	11 Sep 2024	5,856	5,996	5,808	Greater Toronto Airports Authority	2.75	17 Oct 2039	975	972	974
Bank of Montreal	3.19	1 Mar 2028	659	703	680	Great-West Lifeco Inc.	4.65	13 Aug 2020	2,954	3,012	3,040
Bank of Montreal	2.88	17 Sep 2029	4,890	4,891	4,881	Great-West Lifeco Inc.	6.67	21 Mar 2033	1,577	2,218	2,086
Bank of Nova Scotia	2.09	9 Sep 2020	2,596	2,599	2,584	Heathrow Funding Limited	3.25	21 May 2027	936	967	979
Bank of Nova Scotia	1.83	27 Apr 2022	1,598	1,588	1,554	Heathrow Funding Limited	3.78	4 Sep 2030	935	992	1,019
Bank of Nova Scotia	2.49	23 Sep 2024	2,341	2,346	2,342	Honda Canada Finance Inc.	3.18	28 Aug 2023	2,183	2,247	2,262
Bank of Nova Scotia	2.58	30 Mar 2027	2,595	2,605	2,603	HSBC Bank Canada	2.17	29 Jun 2022	5,679	5,662	5,641
Bank of Nova Scotia	3.10	2 Feb 2028	2,286	2,428	2,350	HSBC Bank Canada	2.54	31 Jan 2023	6,960	7,005	6,925
Bank of Nova Scotia	3.89	18 Jan 2029	4,610	4,810	4,805	HSBC Bank Canada	3.25	15 Sep 2023	4,730	4,879	4,799
Bank of Nova Scotia	2.84	3 Jul 2029	4,825	4,815	4,808						

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Government Grants (continued)

Appendix I to Schedule I Statement of Investment Portfolio As at October 31, 2019

(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 – 23.6% (continued)						Corporate – 23.6% (continued)					
HSBC Bank Canada	3.20	5 Dec 2023	4,745	4,851	4,845	Royal Bank of Canada	2.74	25 Jul 2029	4,845	4,830	4,865
Hydro One Inc.	8.90	18 Aug 2022	1,000	1,191	1,422	SmartCentres REIT	3.44	28 Aug 2026	1,559	1,593	1,611
Hydro One Inc.	2.54	5 Apr 2024	1,558	1,584	1,598	South Coast Transportation Authority	3.25	23 Nov 2028	700	756	699
Hydro One Inc.	8.25	22 Jun 2026	2,950	4,067	4,397	TELUS Corporation	3.35	15 Mar 2023	3,013	3,101	3,106
Hydro One Inc.	3.02	5 Apr 2029	1,560	1,626	1,647	TELUS Corporation	2.75	8 Jul 2026	2,182	2,175	2,212
Hydro One Inc.	5.36	20 May 2036	936	1,222	1,245	TELUS Corporation	3.63	1 Mar 2028	2,755	2,889	2,899
Hydro One Inc.	6.59	22 Apr 2043	260	408	407	TELUS Corporation	3.30	2 May 2029	3,135	3,200	3,199
Hydro One Inc.	3.63	25 Jun 2049	1,393	1,521	1,570	TELUS Corporation	4.70	6 Mar 2048	1,247	1,395	1,435
Hydro One Inc.	3.64	5 Apr 2050	2,015	2,206	2,217	Toronto Dominion Bank	1.68	8 Jun 2021	288	287	285
Hydro-Québec	11.00	15 Aug 2020	1,100	1,178	1,588	Toronto Dominion Bank	1.91	18 Jul 2023	8,717	8,647	8,426
Hydro-Québec	6.00	15 Aug 2031	1,500	2,079	1,957	Toronto Dominion Bank	2.85	8 Mar 2024	3,213	3,280	3,219
Hydro-Québec	6.50	15 Feb 2035	450	687	658	Toronto Dominion Bank	2.50	2 Dec 2024	2,730	2,742	2,735
Hydro-Québec	6.00	15 Feb 2040	250	391	360	Toronto Dominion Bank	3.59	14 Sep 2028	3,115	3,226	3,109
Hydro-Québec	5.00	15 Feb 2045	450	668	590	Toronto Dominion Bank	3.22	25 Jul 2029	3,151	3,213	3,103
Hydro-Québec	5.00	15 Feb 2050	1,500	2,339	2,061	Toronto Dominion Bank	4.86	4 Mar 2031	2,877	3,200	3,096
Hydro-Québec	4.00	15 Feb 2055	1,353	1,877	1,739	Toronto Dominion Bank	3.06	26 Jan 2032	3,200	3,210	3,210
IGM Financial Inc.	4.56	25 Jan 2047	624	707	716	Toronto Hydro	3.49	28 Feb 2048	1,248	1,374	1,396
Intact Financial Corporation	2.85	7 Jun 2027	3,201	3,235	3,172	TransCanada Pipelines Limited	3.69	19 Jul 2023	2,182	2,282	2,303
Inter Pipeline Ltd.	4.97	2 Feb 2021	1,955	2,017	2,021	TransCanada Pipelines Limited	3.39	15 Mar 2028	1,560	1,624	1,664
Inter Pipeline Ltd.	2.61	13 Sep 2023	1,559	1,558	1,549	TransCanada Pipelines Limited	3.00	18 Sep 2029	1,610	1,616	1,622
Inter Pipeline Ltd.	3.48	16 Dec 2026	1,560	1,603	1,632	TransCanada Pipelines Limited	4.55	15 Nov 2041	5,956	6,553	6,617
Inter Pipeline Ltd.	4.64	30 May 2044	312	339	345	TransCanada Trust	4.65	18 May 2077	935	906	911
Loblaw Companies Limited	4.86	12 Sep 2023	1,558	1,684	1,701	Union Gas Limited	5.20	23 Jul 2040	2,452	3,255	3,267
Loblaw Companies Limited	3.92	10 Jun 2024	1,558	1,646	1,667	Union Gas Limited	4.20	2 Jun 2044	2,715	3,240	3,260
Loblaw Companies Limited	6.50	22 Jan 2029	1,163	1,460	1,493	VW Credit Canada Inc.	2.65	27 Jun 2022	535	536	536
Loblaw Companies Limited	5.90	18 Jan 2036	624	788	794	VW Credit Canada Inc.	3.70	14 Nov 2022	3,085	3,184	3,185
Manufacturers Life Insurance Company	2.10	1 Jun 2025	5,912	5,907	5,853	VW Credit Canada Inc.	3.25	29 Mar 2023	3,115	3,176	3,175
Manufacturers Life Insurance Company	3.18	22 Nov 2027	1,484	1,522	1,527	Wells Fargo & Company	3.18	8 Feb 2024	3,165	3,247	3,246
Manulife Financial Corporation	3.32	9 May 2028	3,137	3,224	3,156	Wells Fargo & Company	2.98	19 May 2026	3,260	3,299	3,304
Nissan Canada Financial Services Inc.	2.61	5 Mar 2021	670	671	671				337,845	337,896	
North West Redwater Partnership	4.25	1 Jun 2029	1,560	1,740	1,761	Total Fixed Income Investments – 64.3%			919,727	912,316	
North West Redwater Partnership	4.35	10 Jan 2039	1,558	1,774	1,822				Number of Securities	Fair Value (\$)	Average Cost (\$)
North West Redwater Partnership	3.70	23 Feb 2043	623	655	660	Equities – 5.5%					
Omers Realty Corporation	3.63	5 Jun 2030	2,935	3,226	3,239	Alimentation Couche-Tard Inc.			78,126	3,085	2,314
Pembina Pipeline Corp	3.31	1 Feb 2030	1,630	1,628	1,628	ATCO Ltd.			9,277	429	390
Power Corporation of Canada	8.57	22 Apr 2039	1,107	1,826	1,831	Bank of Nova Scotia			72,329	5,463	4,974
Riocan Real Estate Investment Trust	2.83	3 Oct 2022	800	809	807	Birchcliff Energy Ltd.			166,800	335	867
Riocan Real Estate Investment Trust	3.21	29 Sep 2023	3,140	3,209	3,204	Boardwalk Real Estate Investment Trust			9,606	420	458
Riocan Real Estate Investment Trust	3.29	12 Feb 2024	2,820	2,889	2,885	Brookfield Asset Management Inc.			33,865	2,464	1,961
Rogers Communications Inc.	3.25	1 May 2029	1,871	1,912	1,961	Brookfield Infrastructure Partners L.P.			15,234	1,005	656
Royal Bank of Canada	2.03	15 Mar 2021	4,182	4,184	4,195	Brookfield Renewable Partners L.P.			18,047	1,011	726
Royal Bank of Canada	1.65	15 Jul 2021	11,507	11,438	11,382	CAE Inc.			28,787	951	604
Royal Bank of Canada	2.35	2 Jul 2024	130	130	129	Canadian National Railway Company			23,578	2,776	2,247
Royal Bank of Canada	2.61	1 Nov 2024	1,310	1,322	1,310	Canadian Natural Resources Limited			29,391	976	898
						Canadian Pacific Railway Company			4,100	1,227	869
						CCL Industries Inc.			37,392	2,026	2,051
						CGI Group Inc.			5,351	548	353
						CI Financial Corp.			87,438	1,674	2,096

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

Government Grants (continued)

Appendix I to Schedule I Statement of Investment Portfolio As at October 31, 2019

(in thousands of Canadian dollars)

Security	Number of Securities	Fair Value (\$)	Average Cost (\$)	Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
Equities – 5.5% (continued)				Equities – 5.5% (continued)			
Cogeco Inc.	7,534	858	522	Winpak Ltd.	14,475	674	699
Computer Modeling Group Ltd.	82,680	580	748			78,838	74,178
Dollarama Inc.	12,269	544	434	Exchanged-traded Funds – 30.1%			
DREAM Unlimited Corporation	58,938	593	441	BMO MSCI EAFE Index ETF	3,051,690	57,707	55,301
Enbridge Inc.	47,475	2,276	2,294	BMO MSCI Emerging Markets Index ETF	720,800	14,286	13,643
Enerflex Ltd.	90,982	939	1,389	BMO S&P 500 INDEX ETF	1,342,930	59,116	48,203
Fairfax Financial Holdings Limited	2,014	1,124	1,277	iShares Core MSCI Emerging Markets IMI Index ETF	750,424	19,556	18,974
Finning International Inc.	42,282	948	952	iShares Core S&P U.S. ETF	5,065,210	153,375	126,289
FirstService Corporation	6,509	748	420	iShares Global Infrastructure Index ETF	935,696	25,881	25,144
Franco-Nevada Corporation	16,037	2,048	1,355	iShares Global Real Estate Index ETF	790,091	25,315	25,151
Freehold Royalties Ltd.	129,500	835	1,492	iShares Core MSCI EAFE IMI Index ETF	2,410,312	74,310	71,383
Great Canadian Gaming Corporation	9,930	413	254			429,546	384,088
Great-West Lifeco Inc.	38,918	1,247	1,277	Total Equities – 35.6%		508,384	458,266
IA Financial Group	13,141	833	731	Total Investments – 99.9%		1,428,111	1,370,582
IGM Financial Inc.	20,161	749	716	Cash and cash equivalents – 0.1%		1,892	1,892
Imperial Oil Limited	37,697	1,233	1,509	Total Portfolio Assets – 100.0%		1,430,003	1,372,474
Intact Financial Corporation	20,712	2,811	1,975	Total Investments Allocation			
Loblaw Companies Limited	17,993	1,263	1,036	Plan II		871	836
Magna International Inc.	22,687	1,607	1,411	Founders' Plan		10,888	10,450
Methanex Corporation	22,975	1,147	1,233	Group Savings Plan		79,913	76,694
METRO Inc.	33,019	1,839	1,515	Group Savings Plan 2001		1,203,801	1,155,307
Morguard Corporation	2,823	559	425	Family Savings Plan		129,263	124,056
Nutrien Ltd.	30,434	1,915	1,778	Individual Savings Plan		3,375	3,239
Pason System Inc.	76,387	1,080	1,415			1,428,111	1,370,582
Pembina Pipeline Corp	14,913	690	662	Cash and cash equivalents Allocation			
PrairieSky Royalty Ltd.	73,346	942	1,688	Plan II		1	1
Recipe Unlimited Corporation	20,332	478	540	Founders' Plan		15	15
Restaurant Brands International Inc.	7,012	604	469	Group Savings Plan		106	106
Ritchie Brothers Auctioneers	22,759	1,233	959	Group Savings Plan 2001		1,595	1,595
Royal Bank of Canada	17,438	1,852	1,724	Family Savings Plan		171	171
Saputo Inc.	68,278	2,608	2,771	Individual Savings Plan		4	4
ShawCor Ltd.	36,290	481	1,027			1,892	1,892
Stella-Jones Inc.	30,471	1,113	1,296				
Suncor Energy Inc.	50,867	1,989	1,964				
TC Energy Corporation	12,972	860	750				
TELUS Corporation	58,184	2,725	2,570				
Toromont Industries Ltd.	26,967	1,833	1,393				
Toronto Dominion Bank	72,425	5,443	4,417				
Total Energy Services Inc.	37,904	213	510				
Tucows Inc.	8,148	594	589				
Wajax Corporation	24,749	379	531				
Westshore Terminals Investment Corporation	67,800	1,548	1,556				

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

Sales Charge Refund Entitlements

Appendix II to Schedule I Statement of Investment Portfolio As at October 31, 2019

(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 – 1.1%					
Canada Housing Trust	2.65	1 Oct 2027	160	135	133
First National Financial	2.03	1 Aug 2024	100	98	98
First National Financial	2.40	1 Sep 2029	360	362	357
Government of Canada	1.94	1 Aug 2024	84	82	82
Kreditanstalt fur Wiederaufbau Global	5.05	4 Feb 2025	279	322	338
Kreditanstalt fur Wiederaufbau Global	4.70	2 Jun 2037	90	119	116
				1,118	1,124
Provincial – 0.1%					
Province of New Brunswick	6.47	30 Nov 2027	135	158	161
				158	161
Corporate – 27.0%					
407 International Inc.	6.75	27 Jul 2039	175	245	241
407 International Inc.	7.13	26 Jul 2040	438	696	672
Anheuser-Busch InBev	2.60	15 May 2024	41	41	38
Apple Inc.	2.51	19 Aug 2024	2,251	2,286	2,237
AT&T Inc.	4.85	25 May 2047	1,075	1,139	1,071
Bank of Montreal	2.17	1 Feb 2023	1,422	1,422	1,422
Blue Water Bridge Authority	6.41	9 Jul 2027	1,246	705	736
CMHC Scotia Capital Inc.	2.05	1 Jan 2024	126	121	120
CSS Partnership	6.92	31 Jul 2042	184	254	240
Enbridge Inc.	4.57	11 Mar 2044	1,149	1,250	1,082
Enbridge Pipelines Inc.	4.33	22 Feb 2049	73	81	73
EUROFIMA Maple Bond	4.55	30 Mar 2027	212	248	237
GE Capital Canada Funding Company	4.60	26 Jan 2022	135	140	137
GE Capital Canada Funding Company	2.31	15 Feb 2022	866	849	796
GE Capital Canada Funding Company	3.18	6 Feb 2023	147	147	141
GE Capital Canada Funding Company	5.73	22 Oct 2037	404	440	387
Greater Toronto Airports Authority	6.45	30 Jul 2029	1,085	1,318	1,319
Honda Canada Finance Inc.	2.36	13 Sep 2021	125	125	125
InPower BC General Partnership	4.47	31 Mar 2033	533	576	529
Lloyds Bank plc	2.53	11 Jul 2023	1,445	1,437	1,445
Loblaws Companies Limited	6.54	17 Feb 2033	173	225	214
Loblaws Companies Limited	4.49	11 Dec 2028	141	157	141
Maritimes and Northeast Pipelines Limited Partnership	6.90	30 Nov 2019	9	9	11
Maritimes and Northeast Pipelines Limited Partnership	4.34	30 Nov 2019	29	29	30
McCain Finance Limited	3.87	7 Feb 2023	737	766	737
NAV Canada	7.56	1 Mar 2027	627	745	788
NAV Canada	7.40	1 Jun 2027	72	98	99
NAV Canada	3.21	29 Sep 2050	80	88	83

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds (continued)					
Corporate – 27.0% (continued)					
North Battleford Power L.P.	4.96	31 Dec 2032	163	184	185
Nova Gas Transmission Ltd.	9.90	16 Dec 2024	109	145	167
Ornge Issuer Trust	5.73	11 Jun 2034	957	1,128	1,104
Pembina Pipeline Corp	3.62	3 Apr 2029	46	47	46
Pembina Pipeline Corp	3.31	1 Feb 2030	392	391	392
Pembina Pipeline Corp	4.75	26 Mar 2048	420	459	420
Plenary Properties LTAP LP	6.29	31 Jan 2044	842	1,147	1,069
Public Sector Pension Investment Board	3.27	12 Jun 2020	1,588	1,591	1,596
Royal Bank of Canada	2.11	27 Jun 2022	811	812	811
Shaw Communications Inc.	6.75	9 Nov 2039	1,130	1,502	1,142
Strait Crossing Development Inc.	6.17	15 Sep 2031	451	362	319
Sun Life Assurance Co.	6.30	15 May 2028	41	52	50
Toronto Dominion Bank	2.28	28 Jun 2023	410	412	410
TransCanada PipeLines Limited	8.29	5 Feb 2026	214	279	283
TransCanada PipeLines Limited	6.28	26 May 2028	35	43	42
TransCanada PipeLines Limited	6.89	7 Aug 2028	117	150	146
University Health Network	5.64	8 Dec 2022	1,027	1,075	1,171
University of Ontario Institute of Technology	6.35	15 Oct 2034	1,091	1,332	1,158
Walt Disney Company	2.76	7 Oct 2024	1,286	1,323	1,283
				28,071	26,945
Total Fixed Income – 28.2%				29,189	28,069
			Number of Securities	Fair Value (\$)	Average Cost (\$)
Pool Equity Fund – 71.4%					
CCL Global Equity Fund			3,342,530	74,324	77,649
Total Equities – 71.4%				74,324	77,649
Total Investments – 99.6%				103,671	105,879
Cash and cash equivalents – 0.4%				397	397
Total Portfolio Assets – 100.0%				104,068	106,276
Total Investments Allocation					
Group Savings Plan				15,347	14,605
Group Savings Plan 2001				88,324	91,235
				103,671	105,840
Cash and cash equivalents Allocation					
Group Savings Plan				55	55
Group Savings Plan 2001				342	342
				397	397

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

Sales Charge Refund Entitlements

Appendix III to Schedule I

Statement of Investment Portfolio

As at October 31, 2019

(in thousands of Canadian dollars)

Agreements Purchased on or after October 2, 2007

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
Bonds						Corporate – 18.0% (continued)					
Federal – 0.9%						Heathrow Funding Limited					
Canada Housing Trust	2.65	1 Oct 2027	30	25	25	3.25	21 May 2027	409	423	405	
First National Financial	2.03	1 Aug 2024	65	64	64	InPower BC General Partnership	4.47	31 Mar 2033	168	182	169
First National Financial	2.40	1 Sep 2029	190	191	189	Kraft Canada Inc.	3.02	6 Jul 2020	302	303	302
Government of Canada	2.01	1 Dec 2019	48	20	19	Lloyds Bank plc	3.50	3 Feb 2025	30	31	30
Government of Canada	2.31	1 Apr 2021	20	8	8	Lloyds Bank plc	2.53	11 Jul 2023	593	590	593
Government of Canada	2.31	1 Sep 2021	117	61	60	Loblaw Companies Limited	4.49	11 Dec 2028	65	72	65
Government of Canada	2.16	1 Jun 2022	163	105	104	Loblaw Companies Limited	6.05	9 Jun 2034	176	223	194
Government of Canada	1.94	1 Aug 2024	39	38	38	Loblaw Companies Limited	5.90	18 Jan 2036	142	179	171
Kreditanstalt fur Wiederaufbau Global	5.05	4 Feb 2025	172	199	213	Loblaw Companies Limited	6.45	1 Mar 2039	33	45	43
				711	720	Magna International Inc.	3.10	15 Dec 2022	332	337	338
Provincial – 0.2%						Manufacturers Life Insurance Company					
Province of British Columbia	10.65	19 Jun 2021	20	23	28	3.18	22 Nov 2027	150	154	156	
Province of New Brunswick	6.47	30 Nov 2027	124	145	152	Maritimes and Northeast Pipelines Limited Partnership	6.90	30 Nov 2019	9	9	10
				168	180	Maritimes and Northeast Pipelines Limited Partnership	4.34	30 Nov 2019	5	5	5
Corporate – 18.0%						McCain Finance Limited					
407 International Inc.	6.75	27 Jul 2039	37	51	50	3.87	7 Feb 2023	94	98	94	
407 International Inc.	7.13	26 Jul 2040	224	356	304	METRO Inc.	4.27	4 Dec 2047	177	192	177
Anheuser-Busch InBev	2.60	15 May 2024	18	18	17	Metropolitan Life Insurance Company	3.11	16 Apr 2021	142	144	148
Apple Inc.	2.51	19 Aug 2024	1,256	1,275	1,254	NAV Canada	7.56	1 Mar 2027	240	285	301
Arrow Lakes Power Corporation	5.52	5 Apr 2041	30	37	30	NAV Canada	7.40	1 Jun 2027	34	46	47
AT&T Inc.	4.85	25 May 2047	307	325	305	NAV Canada	3.21	29 Sep 2050	96	106	100
AT&T Inc.	5.10	25 Nov 2048	150	165	149	North Battleford Power L.P.	4.96	31 Dec 2032	49	55	55
Bank Nederlandse Gemeenten	5.15	7 Mar 2025	32	37	38	Ornge Issuer Trust	5.73	11 Jun 2034	211	248	243
Bank of Montreal	2.17	1 Feb 2023	706	706	706	Pembina Pipeline Corp	3.62	3 Apr 2029	21	22	21
Bankers Hall L.P.	4.38	20 Nov 2023	71	73	71	Pembina Pipeline Corp	3.31	1 Feb 2030	222	222	222
Bell Canada	6.17	26 Feb 2037	89	115	111	Pembina Pipeline Corp	4.75	26 Mar 2048	147	160	147
Blue Water Bridge Authority	6.41	9 Jul 2027	84	48	50	Plenary Properties LTAP LP	6.29	31 Jan 2044	390	531	495
Caisse Française de Financement Local S.A.	4.68	9 Mar 2029	81	96	93	Public Sector Pension Investment Board	3.27	12 Jun 2020	183	183	183
Canadian Pacific Railway Company	6.91	1 Oct 2024	327	142	174	Royal Bank of Canada	2.33	23 Mar 2020	37	37	37
CMHC Scotia Capital Inc.	2.05	1 Jan 2024	45	43	43	Royal Bank of Canada	2.11	27 Jun 2022	745	746	745
Cogeco Inc.	4.18	26 May 2023	239	249	238	Shaw Communications Inc.	6.75	9 Nov 2039	545	724	613
CSS Partnership	6.92	31 Jul 2042	115	159	150	Strait Crossing Development Inc.	6.17	15 Sep 2031	194	156	149
Enbridge Inc.	4.24	27 Aug 2042	57	59	56	Toronto Dominion Bank	2.28	28 Jun 2023	170	171	170
Enbridge Inc.	4.57	11 Mar 2044	384	418	390	TransCanada Pipelines Limited	8.29	5 Feb 2026	118	154	158
Enbridge Pipelines Inc.	4.33	22 Feb 2049	35	39	35	TransCanada Pipelines Limited	6.28	26 May 2028	8	10	10
EUROFIMA Maple Bond	4.55	30 Mar 2027	169	198	197	TransCanada Pipelines Limited	6.89	7 Aug 2028	29	37	36
GE Capital Canada Funding Company	4.60	26 Jan 2022	125	129	128	University Health Network	5.64	8 Dec 2022	117	122	134
GE Capital Canada Funding Company	2.31	15 Feb 2022	218	214	201	University of Ontario Institute of Technology	6.35	15 Oct 2034	76	92	80
GE Capital Canada Funding Company	3.18	6 Feb 2023	183	183	180	Walt Disney Company	2.76	7 Oct 2024	708	728	707
GE Capital Canada Funding Company	5.73	22 Oct 2037	185	202	177	WTH Car Rental ULC	2.78	22 Jul 2024	95	96	96
Greater Toronto Airports Authority	6.45	30 Jul 2029	161	195	194				13,450	12,990	
						Total Fixed Income – 19.1%				13,429	13,890

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

Sales Charge Refund Entitlements (continued)

Appendix III to Schedule I

Statement of Investment Portfolio

As at October 31, 2019

(in thousands of Canadian dollars)

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

Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
Pooled Equity Funds – 80.7%			
CCL Global Equity Fund	2,716,537	60,404	63,194
Total Equities – 80.7%		60,404	63,194
Total Investments – 99.8%		74,733	77,084
Cash and cash equivalents – 0.2%		141	141
Total Portfolio Assets – 100.0%		74,874	77,225
Total Investments Allocation			
Group Savings Plan 2001		74,733	77,084
		74,733	77,084
Cash and cash equivalents Allocation			
Group Savings Plan 2001		141	141
		141	141

Canadian Scholarship Trust Plan

Sponsor

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

Investment Fund Manager and Distributor

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