

C.S.T. Consultants Inc.

# Canadian Scholarship Trust Group Savings Plan

Semi-Annual Financial Statements  
Unaudited

April 30, 2019



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Unaudited semi-annual financial statements

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

# Statements of Financial Position

As at April 30, 2019 and October 31, 2018 (in thousands of Canadian dollars)

	Apr 30, 2019	Oct 31, 2018
		(Audited)
<b>Assets</b>		
Cash and cash equivalents	\$ 2,544	\$ 939
Receivables for securities sold	917	2,814
Investments, at fair value <i>(Note 4 and Schedule 1)</i>	235,620	252,266
Accrued income and other receivables	4,493	5,421
Government grants receivable	3	—
	<b>243,577</b>	<b>261,440</b>
<b>Liabilities</b>		
Payables for securities purchased	3	2,826
Accounts payable and accrued liabilities	2,324	2,048
	<b>2,327</b>	<b>4,874</b>
<b>Net Assets Attributable to Subscribers and Beneficiaries</b>	<b>241,250</b>	<b>256,566</b>
<b>Represented by:</b>		
<b>Non-Discretionary Funds</b>		
Accumulated income held for future education assistance payments	73,110	79,723
Subscribers' deposits <i>(Note 7)</i>	54,269	65,002
Government grants	51,341	54,584
Income on Government grants	44,128	37,728
Sales charge refund entitlements <i>(Note 9)</i>	16,939	17,111
General Fund <i>(Note 8)</i>	434	—
<b>Unrealized Gains</b>	<b>581</b>	<b>1,970</b>
<b>Discretionary Funds</b>		
Donations from the Foundation <i>(Note 8)</i>	448	448
	<b>\$ 241,250</b>	<b>\$ 256,566</b>

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



Douglas P. McPhie, FCPA, FCA, CPA (Illinois)  
 Director



Sherry J. MacDonald, CPA, CA  
 Director

# Statements of Comprehensive Income

For the six months ended April 30, 2019 and 2018 (in thousands of Canadian dollars)

	2019	2018
<b>Income</b>		
Interest	\$ 2,531	\$ 3,903
Realized losses on sale of investments	(150)	(663)
Change in unrealized gains (losses)	7,648	(4,560)
Dividends	1,473	2,464
	<b>11,502</b>	<b>1,144</b>
<b>Expenses</b>		
Administration and account maintenance fees (Note 3(a))	654	1,027
Portfolio management fees	115	191
Custodian and trustee fees	44	65
Independent Review Committee fees	2	3
	<b>815</b>	<b>1,286</b>
<b>Increase (decrease) in Net Assets from Operations Attributable to Subscribers and Beneficiaries</b>	<b>\$ 10,687</b>	<b>\$ (142)</b>

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

For the six months ended April 30, 2019 and 2018 (in thousands of Canadian dollars)

	2019	2018
<b>Net Assets Attributable to Subscribers and Beneficiaries, Beginning of Period</b>	<b>\$ 256,566</b>	<b>\$ 406,053</b>
Increase (decrease) in Net Assets from Operations Attributable to Subscribers and Beneficiaries	10,687	(142)
Transfers to internal and external plans	(3,204)	(4,523)
	<b>7,483</b>	<b>(4,665)</b>
<b>Receipts</b>		
Government grants received (net of repayments)	—	15
<b>Disbursements</b>		
Net decrease in Subscribers' deposits (Note 7)	(10,733)	(14,947)
Government grants repaid (net of receipts)	(15)	—
Payments to beneficiaries		
Education assistance payments	(6,592)	(7,140)
Government grants	(4,017)	(2,551)
Refund of Sales Charge	(1,163)	(1,421)
Return of income	(279)	(2,038)
<b>Total payments to beneficiaries</b>	<b>(12,051)</b>	<b>(13,150)</b>
<b>Receipts less Disbursements</b>	<b>(22,799)</b>	<b>(28,082)</b>
<b>Change in Net Assets Attributable to Subscribers and Beneficiaries</b>	<b>(15,316)</b>	<b>(32,747)</b>
<b>Net Assets Attributable to Subscribers and Beneficiaries, End of Period</b>	<b>\$ 241,250</b>	<b>\$ 373,306</b>

# Statements of Cash Flows

For the six months ended April 30, 2019 and 2018 (in thousands of Canadian dollars)

	2019	2018
<b>Operating Activities</b>		
Increase (decrease) in Net Assets from Operations Attributable to Subscribers and Beneficiaries	\$ 10,687	\$ (142)
Net receipts from investment transactions	23,218	23,612
Items not affecting cash		
Realized losses on sale of investments	150	663
Change in unrealized (gains) losses	(7,648)	4,560
Change in non-cash operating working capital		
Decrease in Accrued income and other receivables	928	1,158
(Increase) decrease in Government grants receivable	(3)	4
Increase in Accounts payable and accrued liabilities	276	648
<b>Cash flow from Operating Activities</b>	<b>27,608</b>	<b>30,503</b>
<b>Financing Activities</b>		
Transfers to internal and external plans	(3,204)	(4,523)
Government grants (repaid) received (net of receipts/repayments)	(15)	15
Net decrease in Subscribers' deposits <i>(Note 7)</i>	(10,733)	(14,947)
Payments to beneficiaries	(12,051)	(13,150)
<b>Cash flow used in Financing Activities</b>	<b>(26,003)</b>	<b>(32,605)</b>
<b>Net increase in Cash and cash equivalents</b>	<b>1,605</b>	<b>(2,102)</b>
<b>Cash and cash equivalents, Beginning of Period</b>		
Cash	(318)	1,603
Cash equivalents	1,257	1,362
	<b>939</b>	<b>2,965</b>
<b>Cash and cash equivalents, End of Period</b>		
Cash	2,308	508
Cash equivalents	236	355
	<b>\$ 2,544</b>	<b>\$ 863</b>
<b>Supplemental cash flow information:</b>		
Withholding Taxes	\$ 78	\$ 70
Interest Income Received	2,664	4,575

# Schedule I – Statement of Investment Portfolio

As at April 30, 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 (\$)
<b>Bonds</b>						<b>Bonds (continued)</b>					
<b>Federal – 38.2%</b>						<b>Provincial – 9.8% (continued)</b>					
Canada Housing Trust	1.20	15 Jun 2020	2,450	2,435	2,442	Province of New Brunswick	2.85	2 Jun 2023	200	207	201
Canada Housing Trust	1.45	15 Jun 2020	400	399	403	Province of Newfoundland and Labrador	1.95	2 Jun 2022	200	200	197
Canada Housing Trust	1.25	15 Dec 2020	1,975	1,960	1,983	Province of Nova Scotia	4.10	1 Jun 2021	325	340	357
Canada Housing Trust	1.25	15 Jun 2021	773	765	780	Province of Ontario	4.20	2 Jun 2020	525	539	572
Canada Housing Trust	3.80	15 Jun 2021	2,160	2,253	2,352	Province of Ontario	4.00	2 Jun 2021	1,100	1,150	1,177
Canada Housing Trust	1.50	15 Dec 2021	536	533	531	Province of Ontario	1.35	8 Mar 2022	659	650	644
Canada Housing Trust	2.65	15 Mar 2022	900	923	945	Province of Ontario	3.15	2 Jun 2022	1,500	1,558	1,574
Canada Housing Trust	1.75	15 Jun 2022	2,116	2,115	2,107	Province of Ontario	1.95	27 Jan 2023	100	100	98
Canada Housing Trust	2.40	15 Dec 2022	2,269	2,318	2,310	Province of Ontario	2.85	2 Jun 2023	1,425	1,475	1,439
Canada Housing Trust	2.35	15 Jun 2023	2,244	2,292	2,246	Province of Ontario	2.60	8 Sep 2023	699	717	706
Canada Housing Trust	3.15	15 Sep 2023	450	475	462	Province of Québec	4.50	1 Dec 2020	475	495	536
Canada Housing Trust	2.55	15 Dec 2023	1,741	1,795	1,754	Province of Québec	4.25	1 Dec 2021	1,125	1,195	1,226
Government of Canada	–	2 May 2019	2,285	2,272	2,272	Province of Québec	3.50	1 Dec 2022	575	608	610
Government of Canada	–	16 May 2019	1,880	1,868	1,868	Province of Québec	3.00	1 Sep 2023	600	627	611
Government of Canada	–	30 May 2019	675	669	669					12,126	12,242
Government of Canada	–	13 Jun 2019	875	868	868						
Government of Canada	–	27 Jun 2019	800	793	793						
Government of Canada	–	11 Jul 2019	2,375	2,364	2,364	<b>Municipal – 1.5%</b>					
Government of Canada	–	25 Jul 2019	995	987	987	City of Montreal	4.50	1 Dec 2021	400	426	449
Government of Canada	–	8 Aug 2019	625	620	620	City of Toronto	3.50	6 Dec 2021	275	286	297
Government of Canada	–	22 Aug 2019	645	640	640	Municipal Finance Authority of British Columbia	4.45	1 Jun 2020	100	103	112
Government of Canada	–	5 Sep 2019	675	670	670	Municipal Finance Authority of British Columbia	4.15	1 Jun 2021	200	209	225
Government of Canada	–	19 Sep 2019	675	670	670	Municipal Finance Authority of British Columbia	2.15	1 Dec 2022	831	837	813
Government of Canada	3.50	1 Jun 2020	1,475	1,503	1,555	Municipal Finance Authority of British Columbia	2.60	23 Apr 2023	29	30	29
Government of Canada	0.75	1 Sep 2020	2,975	2,940	2,924					1,891	1,925
Government of Canada	2.00	1 Nov 2020	650	654	652	<b>Corporate – 40.3%</b>					
Government of Canada	0.75	1 Mar 2021	2,102	2,071	2,052	Bank of Montreal	2.10	6 Oct 2020	950	951	951
Government of Canada	3.25	1 Jun 2021	1,810	1,872	1,941	Bank of Montreal	1.88	31 Mar 2021	117	117	116
Government of Canada	0.75	1 Sep 2021	1,020	1,001	987	Bank of Montreal	3.40	23 Apr 2021	2,052	2,105	2,171
Government of Canada	0.50	1 Mar 2022	1,317	1,279	1,270	Bank of Montreal	2.12	16 Mar 2022	147	147	146
Government of Canada	2.75	1 Jun 2022	500	518	537	Bank of Montreal	2.27	11 Jul 2022	142	142	140
Government of Canada	1.00	1 Sep 2022	985	967	945	Bank of Montreal	2.89	20 Jun 2023	137	140	136
Government of Canada	1.75	1 Mar 2023	1,089	1,097	1,077	Bank of Montreal	2.85	6 Mar 2024	328	333	328
Government of Canada	1.50	1 Jun 2023	1,527	1,524	1,482	Bank of Montreal	2.70	11 Sep 2024	823	838	813
Government of Canada	2.00	1 Sep 2023	394	402	389	Bank of Montreal	3.19	1 Mar 2028	10	10	10
Government of Canada	2.25	1 Mar 2024	675	697	689	Bank of Nova Scotia	2.09	9 Sep 2020	1,671	1,672	1,660
				47,209	47,236	Bank of Nova Scotia	2.87	4 Jun 2021	130	132	133
						Bank of Nova Scotia	1.90	2 Dec 2021	142	141	139
<b>Provincial – 9.8%</b>						Bank of Nova Scotia	1.83	27 Apr 2022	422	418	408
Province of Alberta	1.25	1 Jun 2020	136	135	134	Bank of Nova Scotia	2.36	8 Nov 2022	1,478	1,484	1,474
Province of Alberta	1.35	1 Sep 2021	200	198	197	Bank of Nova Scotia	2.98	17 Apr 2023	3,587	3,582	3,496
Province of Alberta	1.60	1 Sep 2022	50	50	49	Bank of Nova Scotia	2.29	28 Jun 2024	132	132	129
Province of Alberta	2.65	1 Sep 2023	350	360	356	Bank of Nova Scotia	2.62	2 Dec 2026	125	126	126
Province of Alberta	3.40	1 Dec 2023	100	106	104	Bank of Nova Scotia		2 Feb 2028	430	447	435
Province of British Columbia	3.70	18 Dec 2020	25	26	27	Caisse Centrale Desjardins	1.75	2 Mar 2020	570	569	563
Province of British Columbia	3.25	18 Dec 2021	175	182	189	Caisse Centrale Desjardins	2.09	17 Jan 2022	142	142	138
Province of British Columbia	2.70	18 Dec 2022	275	283	283	Caisse Centrale Desjardins	2.39	25 Aug 2022	551	554	539
Province of British Columbia	2.80	3 Dec 2023	30	31	30	Caisse Centrale Desjardins	3.06	11 Sep 2023	127	131	126
Province of British Columbia	3.30	18 Dec 2023	50	53	52	Canada Life Assurance Company	6.40	11 Dec 2028	83	107	101
Province of Manitoba	4.15	3 Jun 2020	125	128	139						
Province of Manitoba	1.55	5 Sep 2021	294	292	293						
Province of Manitoba	2.55	2 Jun 2023	113	116	113						
Province of New Brunswick	4.50	2 Jun 2020	225	231	255						
Province of New Brunswick	1.55	4 May 2022	75	74	73						

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

# Schedule I – Statement of Investment Portfolio (continued)

As at April 30, 2019 (in thousands of Canadian dollars)

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Number of Securities	Fair Value (\$)	Average Cost (\$)
<b>Bonds (continued)</b>						<b>Exchange-Traded Funds – 8.4%</b>			
<b>Corporate – 40.3% (continued)</b>						iShares Core S&P/TSX Capped Composite Index ETF	78,333	2,068	1,980
Canadian Imperial Bank of Commerce	1.64	12 Jul 2021	771	763	758	iShares Core S&P U.S. Total Market Index ETF	277,258	8,348	7,219
Canadian Imperial Bank of Commerce	2.90	14 Sep 2021	107	109	107	<b>Total Equities – 8.4%</b>		<b>10,416</b>	<b>9,199</b>
Canadian Imperial Bank of Commerce	2.04	21 Mar 2022	132	132	131	<b>Total Investments – 98.2%</b>		<b>121,561</b>	<b>119,895</b>
Canadian Imperial Bank of Commerce	2.30	11 Jul 2022	2,315	2,321	2,306	<b>Cash and cash equivalents – 1.8%</b>		<b>2,173</b>	<b>2,173</b>
Canadian Imperial Bank of Commerce	2.47	5 Dec 2022	137	138	134	<b>Total Portfolio Assets – 100.0%</b>		<b>123,734</b>	<b>122,068</b>
Canadian Imperial Bank of Commerce	2.97	11 Jul 2023	1,450	1,490	1,450	<b>Investments Allocation (Note 4)</b>			
Canadian Imperial Bank of Commerce	3.29	15 Jan 2024	627	648	631	<b>Government Grants (Appendix I)</b>		96,556	89,122
Canadian Imperial Bank of Commerce	3.30	26 May 2025	961	1,009	986	<b>Sales Charge Refund Entitlements (Appendix II)</b>		17,503	16,922
Capital Desjardins Inc.	5.19	5 May 2020	166	171	171	<b>Cash and cash equivalents (Appendices I, II)</b>		371	371
Capital Desjardins Inc.	4.95	15 Dec 2026	1,377	1,465	1,454	<b>Total Investment Fund</b>		<b>238,164</b>	<b>228,483</b>
Great-West Lifeco Inc.	3.34	28 Feb 2028	460	482	459	<b>Represented by:</b>			
Great-West Lifeco Inc.	6.67	21 Mar 2033	747	1,019	1,000	<b>Cash and cash equivalents</b>		2,544	
HSBC Bank Canada	1.82	7 Jul 2020	484	482	476	<b>Investments, at fair value</b>		235,620	
HSBC Bank Canada	2.17	29 Jun 2022	335	333	331				
HSBC Bank Canada	2.54	31 Jan 2023	2,764	2,780	2,737				
HSBC Bank Canada	3.25	15 Sep 2023	1,084	1,120	1,098				
Hydro-Québec	11.00	15 Aug 2020	600	670	837				
Intact Financial Corporation	2.85	7 Jun 2027	376	373	371				
Manufacturers Life Insurance Company	2.84	12 Jan 2023	219	223	219				
Manufacturers Life Insurance Company	2.10	1 Jun 2025	889	887	879				
Manufacturers Life Insurance Company	2.39	5 Jan 2026	1,434	1,434	1,426				
Manufacturers Life Insurance Company	3.18	22 Nov 2027	223	229	229				
Manulife Financial Corporation	3.32	9 May 2028	356	364	356				
National Bank of Canada	2.98	4 Mar 2024	129	132	130				
Royal Bank of Canada	2.03	15 Mar 2021	875	875	874				
Royal Bank of Canada	1.65	15 Jul 2021	1,765	1,749	1,734				
Royal Bank of Canada	1.97	2 Mar 2022	142	141	137				
Royal Bank of Canada	2.00	21 Mar 2022	132	131	129				
Royal Bank of Canada	2.95	1 May 2023	391	401	391				
Royal Bank of Canada	3.30	26 Sep 2023	1,795	1,857	1,795				
Royal Bank of Canada	2.48	4 Jun 2025	1,479	1,481	1,473				
Royal Bank of Canada	4.93	16 Jul 2025	112	128	127				
Royal Bank of Canada	3.31	20 Jan 2026	1,460	1,484	1,464				
Sun Life Capital Trust	3.05	19 Sep 2028	361	368	360				
Toronto Dominion Bank	1.68	8 Jun 2021	615	612	606				
Toronto Dominion Bank	1.91	18 Jul 2023	860	849	815				
Toronto Dominion Bank	2.85	8 Mar 2024	982	998	984				
Toronto Dominion Bank	3.59	14 Sep 2028	2,578	2,663	2,568				
Toronto Dominion Bank	3.22	25 Jul 2029	1,465	1,490	1,439				
Toronto Dominion Bank	4.86	4 Mar 2031	1,347	1,498	1,443				
				49,919	49,293				
<b>Total Fixed Income – 89.8%</b>				<b>111,145</b>	<b>110,696</b>				

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

# Notes to the Financial Statements

Six months ended April 30, 2019 and 2018 (Unaudited, in thousands of Canadian dollars)

## Note 1. Nature of Operations

The Canadian Scholarship Trust Group Savings Plan (the “Plan”) is a Pooled Education Savings Plan that was established on September 1, 1991. Since June 2001, the Plan is no longer available for sale. The objective of the Plan is to assist parents and others to save for the post-secondary education of children. The Plan is managed by C.S.T. Consultants Inc. (“C.S.T.C.”), a wholly-owned subsidiary of the Canadian Scholarship Trust Foundation (the “Foundation”). 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”), and the Quebec Education Savings Incentive (“QESI”) (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 interim financial statements were prepared in accordance with International Accounting Standard (“IAS”) 34, Interim Financial Reporting.

These financial statements were approved by the Board of Directors of the Foundation on June 6, 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”)*

Upon transition to IFRS 9, 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. Management has assessed the Plan’s business model, the manner in which all financial assets and financial liabilities are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation of the Plan’s investments in financial assets and financial liabilities. All other financial assets and liabilities, that are not derivatives, continued 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.

Impairments for financial assets classified at 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. Given the short-term nature and high credit quality of the Plan’s financial assets classified at amortized cost, the Plan has determined that the expected credit losses on those financial assets are not significant.

#### *IFRS 15 Revenue from Contracts with Customers (“IFRS 15”)*

The adoption of IFRS 15 had no material effect on the Plan’s financial statements as the Plan is not a party to any customer contracts.

### (d) Financial instruments

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



# Notes to the Financial Statements (continued)

Six months ended April 30, 2019 and 2018 (Unaudited, in thousands of Canadian dollars)

## Note 2. Significant Accounting Policies (continued)

### (d) Financial instruments (continued)

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

Financial asset or financial liability	Classification
Investments, at fair value	FVTPL <sup>i</sup>
Cash and cash equivalents	Amortized Cost <sup>ii</sup>
Accrued income and other receivables	Amortized Cost <sup>ii</sup>
Receivables for securities sold	Amortized Cost <sup>ii</sup>
Accounts payable and accrued liabilities	Amortized Cost <sup>iii</sup>
Payables for securities purchased	Amortized Cost <sup>iii</sup>

<sup>i</sup> Financial assets are designated as FVTPL when acquired principally for the purpose of trading. Financial assets classified as FVTPL are measured at fair value, with changes in unrealized gains and losses recognized on the Statements of Comprehensive Income.

<sup>ii</sup> Financial assets classified as Amortized Cost are non-derivative financial assets that are held to collect contractual cash flows and are not quoted in an active market. Subsequent to initial recognition, these financial assets are carried at amortized cost using the effective interest method. They are considered for impairment when there is objective evidence of impairment or when their expected credit loss increases.

<sup>iii</sup> 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.

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

### (e) Investment valuation

Investments, at fair value include the following types of securities: bonds, money market securities, 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 9 (a) are valued at net asset values of the pooled funds at the valuation date, as these represent the value that would be received by the Plan from redeeming its units held in the pooled funds.

Note 10 provides further guidance on fair value measurements.

### (f) Investment transactions and income recognition

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

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

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

### (h) Income taxes

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

### (i) Cash and cash equivalents

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

### (j) Foreign currency

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

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

### (k) Critical accounting estimates and judgments

When preparing the financial statements, 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 9 (b).

# Notes to the Financial Statements (continued)

Six months ended April 30, 2019 and 2018 (Unaudited, in thousands of Canadian dollars)

## Note 3. Related Party Transactions

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

### (a) Administration of the Plan

The Foundation, as the Plan sponsor, has appointed C.S.T.C. as the Investment Fund Manager to administer the Plan. The agreement is 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 six months ended April 30, 2019, \$654 was recognized as an expense for Administration and account maintenance fees (2018 – \$1,027). Administration and account maintenance fees included in Accounts payable and accrued liabilities at April 30, 2019 was \$110 (October 31, 2018 – \$120).

Sales charges were 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 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 9).

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

During the six months ended April 30, 2019, the Foundation provided deficit funding payments of \$nil (2018 – \$nil) to the SCR Fund (see Note 9(b)).

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

The Independent Review Committee (“IRC”) provides independent review and oversight of conflicts of interest relating to the management of the Plans. For the six months ended April 30, 2019, the Plan recognized an expense of \$2 (2018 – \$3) for the services of the IRC. IRC fees included in Accounts payable and accrued liabilities at April 30, 2019 was \$nil (October 31, 2018 – \$nil).

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

Included in Portfolio management fees on the Statements of Comprehensive Income is \$15 (2018 – \$44) charged by C.S.T.C. for expenses incurred to monitor and manage the portfolio managers. Included in Accounts payable and accrued liabilities is \$2 owing to C.S.T.C. at April 30, 2019 (October 31, 2018 – \$4 owing from C.S.T.C.) 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 – II 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).

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

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

## 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, 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.

# Notes to the Financial Statements (continued)

Six months ended April 30, 2019 and 2018 (Unaudited, in thousands of Canadian dollars)

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

### (a) Market risk (continued)

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

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

Debt Instruments by Maturity Date	% of Total Investment Fund	
	Apr 30, 2019	Oct 31, 2018
Less than 1 year	6%	6%
1-3 years	20%	19%
3-5 years	23%	22%
Greater than 5 years	27%	30%
<b>Total debt instruments</b>	<b>76%</b>	<b>77%</b>

As at April 30, 2019, if prevailing interest rates had increased by 1%, the fair value of the Total Investment Fund of \$238,164 (October 31, 2018 – \$253,205) as per Schedule I – Statement of Investment Portfolio, would have decreased by approximately \$8,100 (October 31, 2018 – \$8,600). If prevailing interest rates had decreased by 1%, the fair value of the Total Investment Fund would have increased by approximately \$9,400 (October 31, 2018 – \$9,900). 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 ETFs of the Plan, Government Grants asset pool, and the SCR Funds, which represent 24% (October 31, 2018 – 23%) of the Total Investment Fund as at April 30, 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 April 30, 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 \$600 (October 31, 2018 – \$600). 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.

The Plan's credit risk exposure is summarized below:

Credit rating	April 30, 2019		October 31, 2018	
	% of Total Investment Fund	Amount	% of Total Investment Fund	Amount
AAA	20%	\$ 46,595	19%	\$ 47,825
AA/AAH/AAL	29%	70,142	32%	81,943
A/AH/AL	21%	50,813	20%	50,021
BBB	1%	1,489	0%	731
R-1	4%	9,733	6%	14,115
Short-term unrated	1%	3,189	0%	375
<b>Total debt Instruments</b>	<b>76%</b>	<b>\$ 181,961</b>	<b>77%</b>	<b>\$ 195,010</b>

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

### (c) Liquidity risk

Liquidity risk is the risk that the Plan may not be able to meet its financial obligations as they come due. The Plan's exposure to liquidity risk is concentrated in principal repayments to subscribers and EAPs to beneficiaries including SCR Entitlements. The Plan primarily invests in securities that are traded in active markets and can be readily sold. The Plan retains sufficient cash and cash equivalent positions to meet liquidity requirements by utilizing cash forecasting models that reflect the maturity distribution of subscribers' deposits and accumulated income. All other financial liabilities are short term and due within one year. The Foundation directed a portion of the sales charges collected from subscribers to the SCR Fund each year in order to pay SCR Entitlements when they become due.

### (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 20% (October 31, 2018 – 20%) of the Total Investment Fund. The fair value of the Total Investment Fund would increase or decrease by approximately \$480 (October 31, 2018 – \$500) in response to a 1% depreciation or appreciation of the Canadian dollar currency exchange rate. In practice the actual change may differ materially.

# Notes to the Financial Statements (continued)

Six months ended April 30, 2019 and 2018 (Unaudited, in thousands of Canadian dollars)

## Note 7. Subscribers' Deposits

The changes in Subscribers' deposits for the six-month period ended April 30, 2019 and 2018 are as follows:

	April 30, 2019	April 30, 2018
Payments from subscribers	\$ 20	\$ 126
Inter-plan principal transfers	(3,765)	(5,326)
Account maintenance fees	(29)	(74)
Return of principal	(6,959)	(9,673)
Net decrease in Subscribers' deposits	(10,733)	(14,947)
<b>Balance, Beginning of Period</b>	<b>65,002</b>	<b>132,568</b>
<b>Balance, End of Period</b>	<b>\$ 54,269</b>	<b>\$ 117,621</b>

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

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

- i. income earned on the subscribers' accumulated income from the date of maturity of the subscribers' 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.

As at April 30, 2019 the balance of the general fund and the discretionary donation remaining to be paid to beneficiaries, included in the Statement of Financial Position, were \$434 (October 31, 2018 – \$ nil) and \$448 (October 31, 2018 – \$448), respectively.

## Note 9. Sales Charge Refund

### (a) Sales Charge Refund Entitlements

The Plan refunds sales charges to the beneficiaries from the SCR Fund, which amount to 100% of sales charges paid. This SCR Entitlement is paid with the first instalment of the EAP payouts to qualified beneficiaries. The total amount refunded for the six-month period ended April 30, 2019 was \$1,163 (2018 – \$1,421).

As at April 30, 2019, the SCR Entitlements amount of \$16,939 (October 31, 2018 – \$17,111) presented in the Statements of Financial Position represents the average cost of the Plan's investments in the SCR Fund of \$16,943 (October 31, 2018 – \$16,702), less funds to be transferred to the direct investment holdings of the plan of \$22 (October 31, 2018 – \$398) for SCR payments made to beneficiaries during the period, plus accrued interest and payables of \$18 (October 31, 2018 – \$11). The fair value of the investments in the SCR Fund as at April 30, 2019, after adjusting for the above, amounted to \$17,520 (October 31, 2018 – \$17,360), of which \$17,503 and \$21 are included in Investments, at fair value and Cash and cash equivalents, respectively, in the Statement of Financial Position. The difference between the present value of SCR Entitlements and the fair value of the SCR Fund is not recorded in the financial statements of the plan.

### (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 conducted 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 set at the expected long-term investment rates of return of the SCR Fund at October 31, 2018 of 5.3% (2017 – 5.4%) based on the investment policy approved by 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.

# Notes to the Financial Statements (continued)

Six months ended April 30, 2019 and 2018 (Unaudited, in thousands of Canadian dollars)

## Note 9. Sales Charge Refund (continued)

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

#### (i) Management's Best Estimates Valuation (continued)

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

	2018	2017
Present value of SCR Entitlements	\$ 9,368	\$ 19,765
Fair value of SCR Fund (Note 9 (a))	16,951	25,638
Overfunded portion of SCR Entitlements	\$ (7,583)	\$ (5,873)

A 1% decrease or increase in the discount rate used will increase or decrease the present value of SCR Entitlements by \$127 or \$120, respectively (2017 – \$280 or \$260, respectively).

#### (ii) Funding Valuation

A valuation was completed based on assets and obligations as at October 31, 2018. This valuation included assumptions regarding management's estimate of termination of Agreements prior to maturity and participation of eligible students in the collection of EAPs. The discount rate used to determine the present value of SCR Entitlements was based on the expected long-term investment rates of return. The discount rate used for the Plan was 5.3%, which resulted in liability being fully funded. The Foundation is responsible to pay beneficiaries of the Plan to 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 Investment Committee of the Foundation to project the asset growth of the SCR Fund. Any shortfall in the assets to meet the SCR Entitlements will be funded by the Foundation.

The next actuarial funding valuation will be performed in 2021 based on assets and obligations as at October 31, 2020.

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

The following table presents the level, in the fair value hierarchy, into which the Plan's financial instruments 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 April 30, 2019				
	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 179,417	\$ -	\$ 179,417
Equity securities, ETFs and Pooled equity funds	\$ 56,203	\$ -	\$ -	\$ 56,203
<b>Total Investments, at fair value</b>	<b>\$56,203</b>	<b>\$ 179,417</b>	<b>\$ -</b>	<b>\$ 235,620</b>

Assets Measured at Fair Value as of October 31, 2018				
	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 194,071	\$ -	\$ 194,071
Equity securities, ETFs and Pooled equity funds	\$ 58,195	\$ -	\$ -	\$ 58,195
<b>Total Investments, at fair value</b>	<b>\$58,195</b>	<b>\$ 194,071</b>	<b>\$ -</b>	<b>\$ 252,266</b>

For the six-month period ended April 30, 2019 and year ended October 31, 2018, there were no transfers between Levels 1 or 2.

# Government Grants

## Appendix I to Schedule I

### Statement of Investment Portfolio

As at April 30, 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 (\$)
<b>Bonds</b>						<b>Bonds (continued)</b>					
<b>Federal – 5.9%</b>						<b>Provincial – 31.5%</b>					
Canada Housing Trust	1.20	15 Jun 2020	2,575	2,560	2,539	Province of Alberta	1.35	1 Sep 2021	765	757	761
Canada Housing Trust	1.25	15 Dec 2020	1,500	1,489	1,516	Province of Alberta	1.60	1 Sep 2022	439	435	438
Canada Housing Trust	1.25	15 Jun 2021	1,477	1,462	1,491	Province of Alberta	2.55	15 Dec 2022	225	230	232
Canada Housing Trust	3.80	15 Jun 2021	130	136	144	Province of Alberta	2.65	1 Sep 2023	492	506	492
Canada Housing Trust	1.50	15 Dec 2021	688	684	688	Province of Alberta	2.35	1 Jun 2025	1,225	1,238	1,204
Canada Housing Trust	1.15	15 Dec 2021	589	580	584	Province of Alberta	4.45	15 Dec 2025	1,785	2,015	2,052
Canada Housing Trust	2.65	15 Mar 2022	2,200	2,255	2,232	Province of Alberta	2.20	1 Jun 2026	1,597	1,590	1,594
Canada Housing Trust	1.75	15 Jun 2022	1,243	1,242	1,249	Province of Alberta	2.55	1 Jun 2027	510	517	503
Canada Housing Trust	2.40	15 Dec 2022	6,610	6,752	6,885	Province of Alberta	2.90	1 Dec 2028	1,564	1,624	1,566
Canada Housing Trust	2.35	15 Jun 2023	487	497	487	Province of Alberta	2.90	20 Sep 2029	900	930	898
Canada Housing Trust	2.55	15 Dec 2023	1,216	1,254	1,217	Province of Alberta	3.50	1 Jun 2031	1,025	1,121	1,081
Canada Housing Trust	2.90	15 Jun 2024	1,709	1,794	1,818	Province of Alberta	3.90	1 Dec 2033	2,772	3,166	2,997
Canada Housing Trust	2.55	15 Mar 2025	1,500	1,551	1,598	Province of Alberta	4.50	1 Dec 2040	3,000	3,783	3,639
Canada Housing Trust	1.90	15 Sep 2026	823	814	813	Province of Alberta	3.45	1 Dec 2043	4,545	5,007	4,712
Canada Housing Trust	2.35	15 Jun 2027	860	876	868	Province of Alberta	3.30	1 Dec 2046	4,776	5,166	4,889
Canada Housing Trust	2.35	15 Mar 2028	238	242	237	Province of Alberta	3.05	1 Dec 2048	6,404	6,650	6,271
Canada Housing Trust	2.65	15 Mar 2028	514	536	509	Province of Alberta	3.10	1 Jun 2050	2,302	2,420	2,325
Canada Housing Trust	2.65	15 Dec 2028	734	766	733	Province of British Columbia	3.70	18 Dec 2020	600	619	650
Canada Post Corporation	4.36	16 Jul 2040	375	479	472	Province of British Columbia	3.25	18 Dec 2021	800	830	828
Government of Canada	-	2 May 2019	115	115	115	Province of British Columbia	3.30	18 Dec 2023	300	318	312
Government of Canada	-	13 Jun 2019	65	61	65	Province of British Columbia	2.85	18 Jun 2025	500	522	510
Government of Canada	-	25 Jul 2019	100	100	100	Province of British Columbia	2.30	18 Jun 2026	348	351	349
Government of Canada	-	8 Aug 2019	2,225	2,211	2,211	Province of British Columbia	2.55	18 Jun 2027	1,161	1,184	1,157
Government of Canada	3.50	1 Jun 2020	4,500	4,586	4,743	Province of British Columbia	2.95	18 Dec 2028	768	807	774
Government of Canada	0.75	1 Sep 2020	1,825	1,803	1,807	Province of British Columbia	5.70	18 Jun 2029	3,525	4,560	4,607
Government of Canada	0.75	1 Mar 2021	4,573	4,506	4,474	Province of British Columbia	6.35	18 Jun 2031	2,975	4,176	4,234
Government of Canada	3.25	1 Jun 2021	727	752	785	Province of British Columbia	4.70	18 Jun 2037	3,045	3,908	3,739
Government of Canada	0.75	1 Sep 2021	810	795	787	Province of British Columbia	4.95	18 Jun 2040	4,400	5,942	5,702
Government of Canada	0.50	1 Mar 2022	2,132	2,070	2,033	Province of British Columbia	4.30	18 Jun 2042	3,930	4,960	4,601
Government of Canada	2.75	1 Jun 2022	2,149	2,226	2,222	Province of British Columbia	3.20	18 Jun 2044	1,450	1,564	1,443
Government of Canada	1.00	1 Sep 2022	1,465	1,439	1,403	Province of British Columbia	2.80	18 Jun 2048	5,807	5,867	5,600
Government of Canada	1.75	1 Mar 2023	1,571	1,582	1,553	Province of British Columbia	2.95	18 Jun 2050	1,558	1,626	1,559
Government of Canada	1.50	1 Jun 2023	2,077	2,073	2,046	Province of Manitoba	1.55	5 Sep 2021	273	271	272
Government of Canada	2.00	1 Sep 2023	1,515	1,544	1,505	Province of Manitoba	3.85	1 Dec 2021	1,000	1,051	1,088
Government of Canada	2.25	1 Mar 2024	309	319	319	Province of Manitoba	2.55	2 Jun 2023	869	889	886
Government of Canada	2.50	1 Jun 2024	850	889	881	Province of Manitoba	2.45	2 Jun 2025	250	254	252
Government of Canada	2.25	1 Jun 2025	2,169	2,251	2,203	Province of Manitoba	4.40	5 Sep 2025	1,300	1,467	1,462
Government of Canada	1.50	1 Jun 2026	838	830	811	Province of Manitoba	2.55	2 Jun 2026	730	742	743
Government of Canada	1.00	1 Jun 2027	1,231	1,168	1,156	Province of Manitoba	2.60	2 Jun 2027	763	774	750
Government of Canada	2.00	1 Jun 2028	762	781	771	Province of Manitoba	3.00	2 Jun 2028	849	885	842
Government of Canada	2.25	1 Jun 2029	2,697	2,831	2,797	Province of Manitoba	2.75	2 Jun 2029	144	147	144
Government of Canada	5.75	1 Jun 2029	175	240	239	Province of Manitoba	3.25	5 Sep 2029	650	690	674
Government of Canada	5.75	1 Jun 2033	1,300	1,928	1,937	Province of Manitoba	4.10	5 Mar 2041	6,300	7,443	7,129
Government of Canada	5.00	1 Jun 2037	1,472	2,152	2,083	Province of Manitoba	4.40	5 Mar 2042	3,300	4,076	3,894
Government of Canada	4.00	1 Jun 2041	1,350	1,830	1,810	Province of Manitoba	3.35	5 Mar 2043	1,300	1,383	1,298
Government of Canada	3.50	1 Dec 2045	2,081	2,720	2,593	Province of Manitoba	4.05	5 Sep 2045	2,300	2,750	2,718
Government of Canada	2.75	1 Dec 2048	1,034	1,209	1,174						
Government of Canada	2.00	1 Dec 2051	575	576	516						
Government of Canada	2.75	1 Dec 2064	2,750	3,407	3,180						
Labrador-Island Link Funding Trust	3.76	1 Jun 2033	150	172	176						
Labrador-Island Link Funding Trust	3.86	1 Dec 2045	2,200	2,677	2,641						
Labrador-Island Link Funding Trust	3.85	1 Dec 2053	100	126	126						
Muskat Falls Funding Trust	3.83	1 Jun 2037	4,150	4,860	4,591						
Muskat Falls Funding Trust	3.86	1 Dec 2048	150	186	186						
				82,984	82,119						

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

# Government Grants (continued)

## Appendix I to Schedule I

### Statement of Investment Portfolio

As at April 30, 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 (\$)
<b>Bonds (continued)</b>						<b>Bonds (continued)</b>					
<b>Provincial – 31.5% (continued)</b>						<b>Provincial – 31.5% (continued)</b>					
Province of Manitoba	2.85	5 Sep 2046	196	192	181	Province of Ontario	5.85	8 Mar 2033	5,875	8,041	7,990
Province of Manitoba	3.40	5 Sep 2048	1,307	1,420	1,322	Province of Ontario	5.60	2 Jun 2035	6,425	8,795	8,424
Province of Manitoba	3.20	5 Mar 2050	507	533	500	Province of Ontario	4.70	2 Jun 2037	8,845	11,217	10,385
Province of New Brunswick	2.85	2 Jun 2023	700	723	720	Province of Ontario	4.60	2 Jun 2039	8,865	11,252	10,668
Province of New Brunswick	3.65	3 Jun 2024	200	215	210	Province of Ontario	4.65	2 Jun 2041	14,400	18,641	17,715
Province of New Brunswick	2.60	14 Aug 2026	167	170	167	Province of Ontario	3.50	2 Jun 2043	7,275	8,093	7,812
Province of New Brunswick	4.65	26 Sep 2027	659	653	640	Province of Ontario	3.45	2 Jun 2045	19,825	21,993	20,446
Province of New Brunswick	3.10	14 Aug 2028	270	283	274	Province of Ontario	2.90	2 Dec 2046	13,963	14,092	13,242
Province of New Brunswick	5.65	27 Dec 2028	245	308	300	Province of Ontario	2.80	2 Jun 2048	16,997	16,873	16,027
Province of New Brunswick	5.50	27 Jan 2034	775	1,019	912	Province of Ontario	2.90	2 Jun 2049	8,775	8,898	8,327
Province of New Brunswick	4.65	26 Sep 2035	710	865	739	Province of Québec	4.50	1 Dec 2020	1,700	1,773	1,791
Province of New Brunswick	4.55	26 Mar 2037	2,200	2,665	2,603	Province of Québec	4.25	1 Dec 2021	2,700	2,868	3,032
Province of New Brunswick	4.80	26 Sep 2039	950	1,202	1,183	Province of Québec	3.50	1 Dec 2022	2,100	2,219	2,268
Province of New Brunswick	3.55	3 Jun 2043	3,950	4,274	3,982	Province of Québec	3.00	1 Sep 2023	3,250	3,394	3,467
Province of New Brunswick	3.80	14 Aug 2045	2,550	2,886	2,727	Province of Québec	3.75	1 Sep 2024	2,625	2,853	2,784
Province of New Brunswick	3.10	14 Aug 2048	1,587	1,601	1,546	Province of Québec	5.35	1 Jun 2025	1,000	1,179	1,164
Province of Newfoundland and Labrador	1.95	2 Jun 2022	248	248	247	Province of Québec	2.50	1 Sep 2026	1,279	1,302	1,304
Province of Newfoundland and Labrador	2.30	2 Jun 2025	200	200	199	Province of Québec	2.75	1 Sep 2027	1,889	1,951	1,914
Province of Newfoundland and Labrador	3.00	2 Jun 2026	1,324	1,374	1,329	Province of Québec	2.75	1 Sep 2028	2,125	2,194	2,111
Province of Newfoundland and Labrador	6.15	17 Apr 2028	350	449	466	Province of Québec	2.30	1 Sep 2029	1,236	1,225	1,227
Province of Newfoundland and Labrador	2.85	2 Jun 2028	469	479	464	Province of Québec	6.00	1 Oct 2029	1,900	2,517	2,518
Province of Newfoundland and Labrador	2.85	2 Jun 2029	182	185	181	Province of Québec	6.25	1 Jun 2032	2,875	4,049	4,015
Province of Newfoundland and Labrador	6.55	17 Oct 2030	1,750	2,399	2,377	Province of Québec	5.25	1 Jun 2034	3,000	3,900	3,800
Province of Newfoundland and Labrador	4.65	17 Oct 2040	1,350	1,669	1,593	Province of Québec	5.75	1 Dec 2036	8,815	12,500	12,029
Province of Newfoundland and Labrador	3.30	17 Oct 2046	1,780	1,827	1,662	Province of Québec	5.00	1 Dec 2038	4,965	6,622	5,731
Province of Nova Scotia	4.10	1 Jun 2021	550	576	611	Province of Québec	5.00	1 Dec 2041	14,075	19,233	18,210
Province of Nova Scotia	2.10	1 Jun 2027	462	453	442	Province of Québec	4.25	1 Dec 2043	7,325	9,194	8,720
Province of Nova Scotia	5.80	1 Jun 2033	2,275	3,096	2,873	Province of Québec	3.50	1 Dec 2045	9,450	10,669	9,718
Province of Nova Scotia	4.40	1 Jun 2042	3,600	4,507	4,187	Province of Québec	3.50	1 Dec 2048	8,488	9,690	9,142
Province of Nova Scotia	3.45	1 Jun 2045	2,950	3,246	2,975	Province of Québec	3.10	1 Dec 2051	2,028	2,169	2,119
Province of Nova Scotia	3.15	1 Dec 2051	299	316	298	Province of Saskatchewan	3.20	3 Jun 2024	80	84	83
Province of Nova Scotia	3.50	2 Jun 2062	600	691	599	Province of Saskatchewan	2.55	2 Jun 2026	993	1,011	1,014
Province of Ontario	4.20	2 Jun 2020	3,525	3,617	3,849	Province of Saskatchewan	2.65	2 Jun 2027	327	334	326
Province of Ontario	4.00	2 Jun 2021	6,390	6,681	6,947	Province of Saskatchewan	3.05	2 Dec 2028	182	191	183
Province of Ontario	1.35	8 Mar 2022	1,189	1,174	1,163	Province of Saskatchewan	6.40	5 Sep 2031	3,900	5,459	5,487
Province of Ontario	3.15	2 Jun 2022	3,300	3,428	3,515	Province of Saskatchewan	4.75	1 Jun 2040	2,725	3,526	3,435
Province of Ontario	1.95	27 Jan 2023	1,050	1,052	1,056	Province of Saskatchewan	3.90	2 Jun 2045	3,100	3,675	3,429
Province of Ontario	2.85	2 Jun 2023	3,100	3,209	3,115	Province of Saskatchewan	2.75	2 Dec 2046	3,681	3,589	3,284
Province of Ontario	2.60	8 Sep 2023	2,045	2,099	2,037	Province of Saskatchewan	3.30	2 Jun 2048	2,359	2,558	2,416
Province of Ontario	3.50	2 Jun 2024	2,715	2,906	2,834	Province of Saskatchewan	3.10	2 Jun 2050	447	469	454
Province of Ontario	2.30	8 Sep 2024	1,315	1,331	1,324	Province of Saskatchewan	3.75	5 Mar 2054	384	457	427
Province of Ontario	2.65	5 Feb 2025	800	824	802	Province of Saskatchewan	2.95	2 Jun 2058	330	337	314
Province of Ontario	2.60	2 Jun 2025	3,925	4,026	3,941					441,592	424,222
Province of Ontario	2.40	2 Jun 2026	1,828	1,845	1,812	<b>Municipal – 1.4%</b>					
Province of Ontario	2.60	2 Jun 2027	2,181	2,221	2,155	City of Montreal	3.50	1 Sep 2023	225	238	241
Province of Ontario	7.60	2 Jun 2027	1,120	1,552	1,605	City of Montreal	3.00	1 Sep 2025	831	862	837
Province of Ontario	2.90	2 Jun 2028	627	652	621	City of Montreal	2.75	1 Sep 2026	223	227	223
Province of Ontario	6.50	8 Mar 2029	7,075	9,545	9,845	City of Montreal	4.25	1 Dec 2032	350	404	384
Province of Ontario	2.70	2 Jun 2029	1,566	1,602	1,576	City of Montreal	4.10	1 Dec 2034	375	425	399
Province of Ontario	6.20	2 Jun 2031	2,075	2,860	2,857	City of Montreal	3.15	1 Dec 2036	900	909	898
						City of Montreal	6.00	1 Jun 2043	550	814	782
						City of Ottawa	4.60	14 Jul 2042	500	624	590
						City of Ottawa	3.10	27 Jul 2048	683	685	644
						City of Toronto	3.50	6 Dec 2021	200	208	219
						City of Toronto	2.40	24 Jun 2026	225	224	225
						City of Toronto	2.95	28 Apr 2035	300	297	277
						City of Toronto	3.50	2 Jun 2036	1,909	2,028	1,903
						City of Toronto	5.20	1 Jun 2040	1,350	1,782	1,764

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

# Government Grants (continued)

## Appendix I to Schedule I

### Statement of Investment Portfolio

As at April 30, 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 (\$)
<b>Bonds (continued)</b>						<b>Bonds (continued)</b>					
<b>Municipal – 1.4% (continued)</b>						<b>Corporate – 24.4% (continued)</b>					
City of Toronto	4.70	10 Jun 2041	325	406	383	Canadian Imperial Bank of Commerce	2.90	14 Sep 2021	613	624	613
City of Toronto	3.80	13 Dec 2042	550	611	578	Canadian Imperial Bank of Commerce	2.04	21 Mar 2022	795	792	772
City of Toronto	4.15	10 Mar 2044	225	264	246	Canadian Imperial Bank of Commerce	2.30	11 Jul 2022	16,608	16,649	16,588
City of Toronto	3.25	24 Jun 2046	109	111	109	Canadian Imperial Bank of Commerce	2.47	5 Dec 2022	955	963	951
City of Vancouver	3.10	21 Sep 2028	600	627	600	Canadian Imperial Bank of Commerce	2.97	11 Jul 2023	9,085	9,333	9,098
City of Vancouver	3.70	18 Oct 2052	1,145	1,286	1,227	Canadian Imperial Bank of Commerce	3.29	15 Jan 2024	3,795	3,921	3,822
City of Winnipeg	4.10	1 Jun 2045	42	49	48	Canadian Imperial Bank of Commerce	3.30	26 May 2025	7,329	7,695	7,574
City of Winnipeg	4.30	15 Nov 2051	450	552	512	Capital Desjardins Inc.	5.19	5 May 2020	6,590	6,775	6,789
Municipal Finance Authority of British Columbia	4.15	1 Jun 2021	273	286	306	Capital Desjardins Inc.	4.95	15 Dec 2026	6,575	6,993	6,937
Municipal Finance Authority of British Columbia	3.75	26 Sep 2023	225	241	251	Great-West Lifeco Inc.	3.34	28 Feb 2028	2,743	2,877	2,735
Municipal Finance Authority of British Columbia	2.50	19 Apr 2026	822	831	823	Great-West Lifeco Inc.	6.67	21 Mar 2033	4,510	6,152	5,965
Region of Peel	2.30	2 Nov 2026	77	76	77	HSBC Bank Canada	1.82	7 Jul 2020	2,693	2,682	2,652
Region of Peel	5.10	29 Jun 2040	550	722	694	HSBC Bank Canada	2.91	29 Sep 2021	790	802	805
Region of Peel	3.85	30 Oct 2042	900	1,014	989	HSBC Bank Canada	2.17	29 Jun 2022	3,376	3,359	3,332
Regional Municipality of Halton	4.05	11 Oct 2041	300	346	336	HSBC Bank Canada	2.54	31 Jan 2023	13,018	13,093	12,928
Regional Municipality of York	2.60	15 Dec 2025	1,350	1,371	1,317	HSBC Bank Canada	3.25	15 Sep 2023	9,070	9,372	9,198
Regional Municipality of York	2.50	2 Jun 2026	77	77	79	Hydro One Inc.	8.90	18 Aug 2022	1,000	1,220	1,422
Regional Municipality of York	4.00	31 May 2032	300	339	329	Hydro One Inc.	8.25	22 Jun 2026	2,950	4,081	4,397
Regional Municipality of York	4.05	1 May 2034	625	708	688	Hydro-Québec	11.00	15 Aug 2020	2,100	2,346	3,032
				19,644	18,978	Hydro-Québec	6.00	15 Aug 2031	1,500	2,041	1,957
						Hydro-Québec	6.50	15 Feb 2035	1,000	1,481	1,463
						Hydro-Québec	6.00	15 Feb 2040	7,400	11,075	10,628
						Hydro-Québec	5.00	15 Feb 2045	1,450	2,025	1,901
						Hydro-Québec	5.00	15 Feb 2050	2,600	3,772	3,538
						Hydro-Québec	4.00	15 Feb 2055	2,195	2,793	2,648
						Intact Financial Corporation	2.85	7 Jun 2027	2,350	2,330	2,303
<b>Corporate – 24.4%</b>						Manufacturers Life Insurance Company	2.84	12 Jan 2023	1,111	1,130	1,111
Bank of Montreal	2.10	6 Oct 2020	6,580	6,584	6,623	Manufacturers Life Insurance Company	2.10	1 Jun 2025	5,353	5,340	5,294
Bank of Montreal	1.88	31 Mar 2021	661	659	661	Manufacturers Life Insurance Company	2.39	5 Jan 2026	5,193	5,194	5,171
Bank of Montreal	3.40	23 Apr 2021	13,140	13,479	14,079	Manufacturers Life Insurance Company	3.18	22 Nov 2027	1,484	1,523	1,527
Bank of Montreal	2.12	16 Mar 2022	790	789	790	Manulife Financial Corporation	3.32	9 May 2028	2,460	2,518	2,461
Bank of Montreal	2.27	11 Jul 2022	780	782	782	National Bank of Canada	2.98	4 Mar 2024	775	790	782
Bank of Montreal	2.89	20 Jun 2023	2,075	2,127	2,074	Royal Bank of Canada	2.03	15 Mar 2021	5,232	5,230	5,248
Bank of Montreal	2.85	6 Mar 2024	1,900	1,927	1,900	Royal Bank of Canada	1.65	15 Jul 2021	11,342	11,239	11,223
Bank of Montreal	2.70	11 Sep 2024	5,549	5,653	5,495	Royal Bank of Canada	1.97	2 Mar 2022	790	786	768
Bank of Montreal	4.61	10 Sep 2025	695	784	783	Royal Bank of Canada	2.36	5 Dec 2022	775	779	765
Bank of Montreal	3.19	1 Mar 2028	328	343	328	Royal Bank of Canada	2.95	1 May 2023	755	775	755
Bank of Nova Scotia	2.09	9 Sep 2020	10,271	10,275	10,222	Royal Bank of Canada	3.30	26 Sep 2023	11,338	11,729	11,349
Bank of Nova Scotia	1.90	2 Dec 2021	790	785	778	Royal Bank of Canada	2.48	4 Jun 2025	9,290	9,304	9,253
Bank of Nova Scotia	1.83	27 Apr 2022	3,993	3,951	3,878	Royal Bank of Canada	4.93	16 Jul 2025	680	779	781
Bank of Nova Scotia	2.36	8 Nov 2022	9,275	9,310	9,265	Royal Bank of Canada	3.31	20 Jan 2026	9,165	9,317	9,195
Bank of Nova Scotia	2.98	17 Apr 2023	22,770	23,386	22,706	South Coast Transportation Authority	3.25	23 Nov 2028	700	738	699
Bank of Nova Scotia	2.29	28 Jun 2024	790	788	787	Sun Life Capital Trust	3.05	19 Sep 2028	2,300	2,344	2,298
Bank of Nova Scotia	2.62	2 Dec 2026	775	780	778	Toronto Dominion Bank	1.68	8 Jun 2021	3,892	3,870	3,850
Bank of Nova Scotia	3.10	2 Feb 2028	2,660	2,764	2,692	Toronto Dominion Bank	1.91	18 Jul 2023	5,120	5,052	4,853
Caisse Centrale Desjardins	1.75	2 Mar 2020	3,524	3,517	3,481	Toronto Dominion Bank	2.85	8 Mar 2024	5,897	5,995	5,918
Caisse Centrale Desjardins	2.39	25 Aug 2022	780	784	764	Toronto Dominion Bank	3.59	14 Sep 2028	16,401	16,940	16,342
Caisse Centrale Desjardins	3.06	11 Sep 2023	765	789	762						
Canada Life Assurance Company	6.40	11 Dec 2028	390	503	476						
Canadian Imperial Bank of Commerce	-	19 Jun 2019	130	129	129						
Canadian Imperial Bank of Commerce	1.64	12 Jul 2021	5,174	5,124	5,089						

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



# Government Grants (continued)

## Appendix I to Schedule I

### Statement of Investment Portfolio

As at April 30, 2019 (in thousands of Canadian dollars)

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Number of Securities	Fair Value (\$)	Average Cost (\$)	
<b>Bonds (continued)</b>						<b>Equities – 6.7% (continued)</b>				
<b>Corporate – 24.4% (continued)</b>						PrairieSky Royalty Ltd.	81,197	1,568	1,876	
Toronto Dominion Bank	3.22	25 Jul 2029	9,195	9,353	9,043	Recipe Unlimited Corporation	22,386	604	595	
Toronto Dominion Bank	4.86	4 Mar 2031	8,435	9,380	9,072	Restaurant Brands International Inc.	7,763	678	515	
				341,363	337,128	Ritchie Brothers Auctioneers	28,255	1,316	1,173	
<b>Total Fixed Income – 63.2%</b>				<b>885,583</b>	<b>862,447</b>	Royal Bank of Canada	19,304	2,060	1,908	
						Saputo Inc.	56,829	2,601	2,324	
						ShawCor Ltd.	40,174	797	1,144	
						Stella-Jones Inc.	26,989	1,234	1,160	
						Suncor Energy Inc.	52,429	2,316	2,019	
						TELUS Corporation	72,455	3,574	3,203	
						Toromont Industries Ltd.	25,062	1,744	1,214	
						Toronto Dominion Bank	83,544	6,380	5,015	
						Total Energy Services Inc.	41,961	409	569	
						TransCanada Corporation	14,134	904	814	
						Tucows Inc.	6,960	823	518	
						Wajax Corporation	27,398	434	590	
						Westshore Terminals Investment Corporation	85,200	1,791	1,956	
						Winpak Ltd.	16,024	707	774	
							<b>94,066</b>	<b>84,796</b>		
						<b>Exchanged-traded Funds – 29.7%</b>				
						BMO S&P 500 Index ETF	2,742,710	118,979	96,548	
						iShares Core S&P U.S. Total Market Index ETF	9,881,689	297,538	243,842	
						<b>Total Equities – 36.4%</b>			<b>510,583</b>	<b>425,186</b>
						<b>Total Investments – 99.6%</b>			<b>1,396,166</b>	<b>1,287,633</b>
						<b>Cash and cash equivalents – 0.4%</b>			<b>5,059</b>	<b>5,059</b>
						<b>Total Portfolio Assets – 100.0%</b>			<b>1,401,225</b>	<b>1,292,692</b>
						<b>Total Investments Allocation</b>				
						Plan II	881	812		
						Founders' Plan	12,549	11,573		
						Group Savings Plan	96,556	89,122		
						Group Savings Plan 2001	1,163,521	1,073,010		
						Family Savings Plan	119,409	110,119		
						Individual Savings Plan	3,250	2,997		
							<b>1,396,166</b>	<b>1,287,633</b>		
						<b>Cash and cash equivalents Allocation</b>				
						Plan II	3	3		
						Founders' Plan	45	45		
						Group Savings Plan	350	350		
						Group Savings Plan 2001	4,216	4,216		
						Family Savings Plan	433	433		
						Individual Savings Plan	12	12		
							<b>5,059</b>	<b>5,059</b>		

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 April 30, 2019 (in thousands of Canadian dollars)

#### Agreements Purchased prior to October 2, 2007

Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)	Security	Interest Rate (%)	Maturity Date	Par Value (\$)	Fair Value (\$)	Average Cost (\$)
<b>Bonds</b>						<b>Bonds (continued)</b>					
<b>Federal – 1.6%</b>						<b>Corporate – 26.4% (continued)</b>					
Canada Housing Trust	2.65	1 Oct 2027	160	142	140	Public Sector Pension Investment Board	3.27	12 Jun 2020	1,609	1,613	1,617
Government of Canada Kreditanstalt fur Wiederaufbau Global	2.28	1 Aug 2020	2,400	1,370	1,347	Royal Bank of Canada	2.38	23 Mar 2020	38	38	38
	5.05	4 Feb 2025	279	323	338	Shaw Communications Inc.	6.75	9 Nov 2039	1,130	1,451	1,142
				1,835	1,825	SNC-Lavalin Group Inc.	2.69	24 Nov 2020	57	57	56
						SNC-Lavalin Group Inc.	2.63	2 Mar 2021	106	104	104
						SNC-Lavalin Group Inc.	3.24	2 Mar 2023	237	235	230
<b>Corporate – 26.4%</b>						<b>Strait Crossing Development Inc.</b>					
407 International Inc.	6.75	27 Jul 2039	177	236	244	Sun Life Assurance Co.	6.17	15 Sep 2031	451	368	326
407 International Inc.	7.13	26 Jul 2040	438	674	672	Toronto Dominion Bank	6.30	15 May 2028	41	52	50
Anheuser-Busch InBev	2.60	15 May 2024	41	41	38	TransCanada PipeLines Limited	2.32	28 Jun 2023	410	413	410
Apple Inc.	2.51	19 Aug 2024	2,694	2,712	2,673	TransCanada PipeLines Limited	8.29	5 Feb 2026	214	279	283
AT&T Inc.	4.85	25 May 2047	1,075	1,087	1,071	TransCanada PipeLines Limited	6.28	26 May 2028	35	43	42
Bank of Montreal	2.37	1 Feb 2023	1,902	1,904	1,902	TransCanada PipeLines Limited	6.89	7 Aug 2028	117	148	146
Blue Water Bridge Authority	6.41	9 Jul 2027	1,246	740	766	University Health Network	5.64	8 Dec 2022	1,158	1,220	1,320
CMHC Scotia Capital Inc.	2.05	1 Jan 2024	126	126	126	University of Ontario Institute of Technology	6.35	15 Oct 2034	1,112	1,330	1,181
CSS Partnership	6.92	31 Jul 2042	185	248	242	Walt Disney Company	2.76	7 Oct 2024	1,536	1,564	1,532
Enbridge Inc.	4.57	11 Mar 2044	1,149	1,195	1,082				29,690	28,916	
Enbridge Pipelines Inc.	4.33	22 Feb 2049	73	77	73	<b>Total Fixed Income – 28.0%</b>			<b>31,525</b>	<b>30,741</b>	
EUROFIMA Maple Bond	4.55	30 Mar 2027	212	242	237						
GE Capital Canada Funding Company	4.60	26 Jan 2022	135	141	137						
GE Capital Canada Funding Company	2.49	15 Feb 2022	866	846	796						
GE Capital Canada Funding Company	3.37	6 Feb 2023	147	147	141						
GE Capital Canada Funding Company	5.73	22 Oct 2037	404	430	387						
Greater Toronto Airports Authority	6.45	30 Jul 2029	1,160	1,396	1,411	<b>Security</b>		<b>Number of Securities</b>	<b>Fair Value (\$)</b>	<b>Average Cost (\$)</b>	
Honda Canada Finance Inc.	2.43	13 Sep 2021	125	125	125	<b>Pool Equity Fund – 71.9%</b>					
InPower BC General Partnership	4.47	31 Mar 2033	535	573	532	CCL Global Equity Fund		3,662,210	80,810	85,075	
KS SP Limited Partnership	3.21	15 Jun 2019	1,113	953	953	<b>Total Equities – 71.9%</b>			<b>80,810</b>	<b>85,075</b>	
Lloyds Bank plc	2.57	11 Jul 2023	1,445	1,434	1,445	<b>Total Investments – 99.9%</b>			<b>112,335</b>	<b>115,816</b>	
Loblaw Companies Limited	4.49	11 Dec 2028	141	154	141	<b>Cash and cash equivalents – 0.1%</b>			<b>146</b>	<b>146</b>	
Loblaw Companies Limited	6.54	17 Feb 2033	173	216	214	<b>Total Portfolio Assets – 100.0%</b>			<b>112,481</b>	<b>115,962</b>	
Manufacturers Life Insurance Company	2.39	5 Jan 2026	312	312	312	<b>Total Investments Allocation</b>					
Maritimes and Northeast Pipelines Limited Partnership	6.90	30 Nov 2019	19	19	21	Group Savings Plan			17,503	16,922	
Maritimes and Northeast Pipelines Limited Partnership	4.34	30 Nov 2019	57	58	59	Group Savings Plan 2001			94,832	98,894	
McCain Finance Limited	3.87	7 Feb 2023	737	769	737				<b>112,335</b>	<b>115,816</b>	
NAV Canada	7.56	1 Mar 2027	627	756	788	<b>Cash and cash equivalents Allocation</b>					
NAV Canada	3.21	29 Sep 2050	80	81	83	Group Savings Plan			21	21	
North Battleford Power L.P.	4.96	31 Dec 2032	166	185	189	Group Savings Plan 2001			125	125	
Nova Gas Transmission Ltd.	9.90	16 Dec 2024	109	147	167				<b>146</b>	<b>146</b>	
Ornge Issuer Trust	5.73	11 Jun 2034	977	1,137	1,127						
Pembina Pipeline Corp	3.62	3 Apr 2029	46	46	46						
Pembina Pipeline Corp	4.75	26 Mar 2048	420	437	420						
Plenary Properties LTAP LP	6.29	31 Jan 2044	853	1,131	1,082						

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

# Canadian Scholarship Trust Plan

## Sponsor

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

## Investment Fund Manager and Distributor

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

## Trustee

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

## Auditor

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

## Bank

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

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

