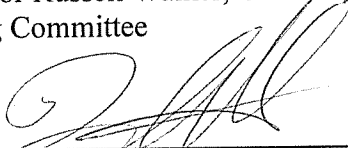


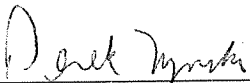


P.O. Box 1749  
Halifax, Nova Scotia  
B3J 3A5 Canada

**Audit and Finance Standing Committee  
June 20, 2012**

**TO:** Councillor Russell Walker, Chair, and Members of the Audit and Finance Standing Committee

**SUBMITTED BY:**   
Councillor Tim Outhit, Co-Chair, Investment Policy Advisory Committee

  
Derek Tynski, Co-Chair, Investment Policy Advisory Committee

**DATE:** June 7, 2012

**SUBJECT:** Investment Policy Advisory Committee Report – Quarter Ending March 31, 2012

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**RECOMMENDATION REPORT**

**ORIGIN**

The Halifax Regional Municipality Investment Policy requires that the Investment Policy Advisory Committee report to Council on compliance by staff with the Investment Objectives of the Investment Policy not less frequently than quarterly.

**RECOMMENDATION**

It is recommended that the Audit and Finance Standing Committee forward this report to Halifax Regional Council as an information item.

## **BACKGROUND**

The Halifax Regional Municipality Investment Policy (the Policy) was adopted by Council April 23, 2002 and was approved by the Minister of Service Nova Scotia and Municipal Relations (the Minister) on May 14, 2002. Amendments to the Policy, as recommended by the Investment Policy Advisory Committee (the Committee) were approved by Council and the Minister in 2005, 2007, 2008, 2010 and early 2012

The mandate of the Committee is to recommend an investment policy to Council as well as provide ongoing monitoring of investment activities. Following adoption and approval of the Policy, the activities of the Committee have shifted to the monitoring role as well as annual reviews of the Policy.

## **DISCUSSION**

The Investment Policy Advisory Committee is pleased to provide this report under the provisions of the Policy. The primary focus of this report will be to report on compliance with the objectives of the Policy.

The three objectives and three strategies of the Policy, stated in order of priority of importance, are as follows:

Objective:

1. Preservation of Capital
2. Liquidity
3. Competitive Return on Investments

Strategies:

1. Diversification of Investment Portfolio
2. Regular Review of Performance
3. Risk Management Approach

Copies of the Sector Weight schedules recommended under the Policy are attached.

The Committee has reviewed the information provided by staff in the Treasurer's report to the Committee for the Quarter ending March 31, 2012 and accepts the report and the findings contained in the report that the investment activities reported for that Quarter are in compliance with the Policy with the exception of a number of occurrences where the HRM bank account

temporarily exceeded the Policy limits. The Committee reviewed each of these instances and concurred with staff that they did not constitute a material increase in risk to the portfolio.

**BUDGET IMPLICATIONS**

N/A

**FINANCIAL MANAGEMENT POLICIES / BUSINESS PLAN**

This report complies with the Municipality's Multi-Year Financial Strategy, the approved Operating, Project and Reserve budgets, policies and procedures regarding withdrawals from the utilization of Project and Operating reserves, as well as any relevant legislation.

**COMMUNITY ENGAGEMENT**

Investment activities are reported quarterly to the Investment Policy Advisory Committee. The majority of members of this Committee (4 of 6) are volunteers from the general public. The Committee reports to Audit and Finance Committee of Council quarterly on staff's compliance with the Investment Policy. In addition, the Committee conducts an annual review of the Investment Policy and makes recommendations for any changes considered appropriate.

**ALTERNATIVES**

N/A

**ATTACHMENTS**

Sector Weight Schedules @ March 31, 2012 (Schedules A,B,C,D & E)

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A copy of this report can be obtained online at <http://www.halifax.ca/commcoun/cc.html> then choose the appropriate Community Council and meeting date, or by contacting the Office of the Municipal Clerk at 490-4210, or Fax 490-4208.

Report Prepared by: Derek Tynski, Co-Chair, Investment Policy Advisory Committee, 490-6471



## Sector Weights @ March 31, 2012

## SCHEDULE A

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
<b>CASH &amp; EQUIVALENTS</b>							
Federal Government & its Guarantees	Open	17,809,510	9%	200,767,038	100%	178,979,734	89%
Federal Government	Open	17,809,510	9%				
Business Development Bank	Open	0	0%				
Canada Mortgage & Housing Corp	Open	0	0%				
Canadian Wheat Board	Open	0	0%				
Export Development Canada	Open	0	0%				
Farm Credit Corp	Open	0	0%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	95,319,080	47%	200,767,038	100%	105,447,958	53%
Total Alberta (R-1 High)	Open	0	5%	50,191,760	25%	41,142,450	20%
Alberta (R-1 High)	Open	0					
Alberta Capital Finance Authority (R-1 High)	Open	0					
Alberta Treasury Branches (R-1 High)	Open	0					
British Columbia (R-1 High)	Open	29,220,021	15%	50,191,760	25%	20,971,739	10%
Manitoba (R-1 Mid)	Open	2,822,869	1%	50,191,760	25%	47,368,891	24%
New Brunswick (R-1 Mid)	Open	0	0%	50,191,760	25%	50,191,760	25%
Ontario (R-1 Mid)	Open	30,494,610	15%	50,191,760	25%	19,697,150	10%
Quebec (R-1 Mid)	Open	32,781,580	16%	50,191,760	25%	17,410,180	9%
Quebec		0					
Financement Quebec		23,857,120					
Hydro Quebec		8,924,460					
Saskatchewan (R-1 High)	Open	0	-0%	50,191,760	25%	50,191,760	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		50,191,760	25%	50,191,760	25%
Calgary (R-1 High)	Open			20,076,704	10%	20,076,704	10%
Edmonton (R-1 High)	Open			20,076,704	10%	20,076,704	10%
Financial Institutions & their Guarantees /Corporations		74,604,934	37%	100,383,519	50%	25,778,585	13%
<b>BA's Schedule A</b>							
<b>Canadian Banks R-1</b>							
Tier 1 - Financial Institutions & their Guarantees	Mid	55,142,694	27%	100,383,519	50%	45,240,825	23%
Bank of Montreal (R-1 High)	Open	8,237,540	4%	20,076,704	10%	11,839,164	6%
Bank of Nova Scotia (R-1 High)	Open	0	3%	20,076,704	10%	14,736,833	7%
Bank of Nova Scotia - Effective Cash		5,339,871					
Canadian Imperial Bank of Commerce (R-1 High)	Open	18,455,850	9%	20,076,704	10%	1,620,854	1%
Royal Bank (R-1 High)	Open	0	8%	20,076,704	10%	4,333,678	2%
Royal Bank - Effective Cash		15,743,026					
Toronto Dominion (R-1 High)	Open	7,366,407	4%	20,076,704	10%	12,710,297	6%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High***	19,462,240	10%	50,191,760	25%	30,729,520	15%
National Bank of Canada (R-1 Mid)	Open	8,988,100	4%	10,038,352	5%	1,050,252	1%
OMERS Realty Corporation (R-1 High)	Open	6,983,100	3%	10,038,352	5%	3,055,252	2%
CDP Financial Inc (R-1 High)	Open	0	0%	10,038,352	5%	10,038,352	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	0	0%	10,038,352	5%	10,038,352	5%
Desjardins Total		3,491,040	2%	10,038,352	5%	6,547,312	3%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	3,491,040					
<b>Total Cash and Equivalents</b>		<b>187,733,524</b>	<b>94%</b>				
<b>FIXED (Bonds, etc. over one year)</b>		<b>3,977,794</b>	<b>2%</b>	<b>40,153,408</b>	<b>20%</b>	<b>36,175,614</b>	<b>18%</b>
Federal Government							
Money Market		3,977,794					
Bond Pool							
Provincial Government & their Guarantees		9,049,310	5%	40,153,408	20%	31,104,098	15%
Money Market		8,009,726	5%	40,153,408	20%	31,104,098	15%
Alberta		8,009,726	5%	20,076,704	10%	11,027,394	5%
Alberta		1,988,104					
Alberta Capital Finance Authority		6,021,622					
Alberta Treasury Branches		0	0%	20,076,704	10%	20,076,704	10%
British Columbia		0	0%	20,076,704	10%	20,076,704	10%
Manitoba		0	0%	20,076,704	10%	20,076,704	10%
New Brunswick		0	0%	20,076,704	10%	20,076,704	10%
Ontario		0	0%	20,076,704	10%	20,076,704	10%
Quebec		0	0%	20,076,704	10%	20,076,704	10%
Quebec		0					
Financement Quebec		0	0%	20,076,704	10%	20,076,704	10%
Saskatchewan		0	0%	20,076,704	10%	20,076,704	10%
Bond Pool		1,039,584	5%	40,153,408	20%	31,104,098	15%
Alberta		1,039,584	5%	20,076,704	10%	11,027,394	5%
Alberta							
Alberta Capital Finance Authority		1,039,584					
Alberta Treasury Branches		0	0%	20,076,704	10%	20,076,704	10%
British Columbia		0	0%	20,076,704	10%	20,076,704	10%
Manitoba		0	0%	20,076,704	10%	20,076,704	10%
New Brunswick		0	0%	20,076,704	10%	20,076,704	10%
Ontario		0	0%	20,076,704	10%	20,076,704	10%
Quebec		0	0%	20,076,704	10%	20,076,704	10%
Quebec		0					
Financement Quebec		0	0%	20,076,704	10%	20,076,704	10%
Saskatchewan		0	0%	20,076,704	10%	20,076,704	10%
<b>Total Fixed</b>		<b>13,027,104</b>	<b>6%</b>	<b>40,153,408</b>	<b>20%</b>	<b>27,126,304</b>	<b>14%</b>
Equities		6,410					
Bank of Montreal		6,410					
Total Equities		6,410					
<b>Total Investments</b>		<b>200,767,038</b>					
Interest Bearing Bank Accounts - O/S Cheque Coverage		10,318,132					
<b>Total Investments and O/S Cheques Coverage</b>		<b>211,085,170</b>					

## SCHEDULE B

Operating Funds  
Sector Weights  
Sector Weights @ March 31, 2012

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
<b>CASH &amp; EQUIVALENTS</b>							
Federal Government & its Guarantees	Open	6,878,175	9%	75,597,611	100%	68,719,436	91%
Federal Government	Open	6,878,175	9%				
Business Development Bank	Open	0	0%				
Canada Mortgage & Housing Corp	Open	0	0%				
Canadian Wheat Board	Open	0	0%				
Export Development Canada	Open	0	0%				
Farm Credit Corp	Open	0	0%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	36,812,992	49%	75,597,611	100%	38,784,619	51%
Total Alberta (R-1 High)	Open	0	0%	18,899,403	25%	16,573,804	22%
Alberta (R-1 High)	Open	0					
Alberta Capital Finance Authority (R-1 High)	Open	0					
Alberta Treasury Branches (R-1 High)	Open	0					
British Columbia (R-1 High)	Open	11,285,006	15%	18,899,403	25%	7,614,397	10%
Manitoba (R-1 Mid)	Open	1,090,215	1%	18,899,403	25%	17,809,188	24%
New Brunswick (R-1 Mid)	Open	0	0%	18,899,403	25%	18,899,403	25%
New Brunswick Municipal Finance Corp (R-1 Mid)	Open	0					
Ontario (R-1 Mid)	Open	11,777,263	19%	18,899,403	25%	7,122,140	9%
Quebec (R-1 Mid)	Open	12,660,509	17%	18,899,403	25%	6,238,894	8%
Saskatchewan (R-1 High)	Open	0	0%	18,899,403	25%	18,899,403	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		18,899,403	25%	18,899,403	25%
Calgary (R-1 High)	Open	0		7,559,761	10%	7,559,761	10%
Edmonton (R-1 High)	Open	0		7,559,761	10%	7,559,761	10%
Financial Institutions & their Guarantees /Corporations		28,813,023	38%	37,798,806	50%	8,985,782	12%
	BA's Schedule A						
	Canadian Banks R-1						
Tier 1 - Financial Institutions & their Guarantees	Mid	21,296,550	28%	37,798,806	50%	16,502,255	22%
Bank of Montreal (R-1 High)	Open	3,181,404	4%	7,559,761	10%	4,378,357	6%
Bank of Nova Scotia (R-1 High)	Open	0	3%	7,559,761	10%	5,497,460	7%
Bank of Nova Scotia Effective Cash		2,062,301					
Canadian Imperial Bank of Commerce (R-1 High)	Open	7,127,797	9%	7,559,761	10%	431,954	1%
Royal Bank (R-1 High)	Open	0	8%	7,559,761	10%	1,479,678	2%
Royal Bank - Effective Cash		6,080,083					
Toronto Dominion (R-1 High)	Open	2,844,965	4%	7,559,761	10%	4,714,796	6%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High***	7,516,473	10%	18,899,403	25%	11,382,930	15%
National Bank of Canada (R-1 Mid)	Open	3,471,276	5%	3,779,881	5%	308,604	0%
OMERS Realty Corporation (R-1 High)	Open	2,696,929	4%	3,779,881	5%	1,082,951	1%
CDP Financial Inc (R-1 High)	Open	0	0%	3,779,881	5%	3,779,881	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	0	0%	3,779,881	5%	3,779,881	5%
Desjardins Total		1,348,268	2%	3,779,881	5%	2,431,613	3%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	1,348,268					
<b>Total Investments</b>		<b>72,504,191</b>	<b>96%</b>				
<b>FIXED (Bonds, etc. over one year)</b>		<b>0</b>	<b>0%</b>	<b>15,119,522</b>	<b>20%</b>	<b>15,119,522</b>	<b>20%</b>
Federal Government		0					
Money Market		0					
Bond Pool		0					
Provincial Government & their Guarantees		3,093,420	4%	15,119,522	20%	12,026,102	16%
Money Market		3,093,420	4%	15,119,522	20%	12,026,102	16%
Alberta		2,325,599	3%	7,559,761	10%	5,234,162	7%
Alberta		2,325,599					
Alberta Capital Finance Authority		0		7,559,761	10%	7,559,761	10%
Alberta Treasury Branches		0		7,559,761	10%	7,559,761	10%
British Columbia		0	0%	7,559,761	10%	7,559,761	10%
Manitoba		0	0%	7,559,761	10%	7,559,761	10%
New Brunswick		0	0%	7,559,761	10%	7,559,761	10%
Ontario		0	0%	7,559,761	10%	7,559,761	10%
Quebec		0	0%	7,559,761	10%	7,559,761	10%
Quebec		0					
Financement Quebec		0	0%	7,559,761	10%	7,559,761	10%
Saskatchewan		0					
Bond Pool		0	4%	15,119,522	20%	12,026,102	16%
Alberta		0	3%	7,559,761	10%	5,234,162	7%
Alberta		0					
Alberta Capital Finance Authority		0					
Alberta Treasury Branches		0					
British Columbia		0	0%	7,559,761	10%	7,559,761	10%
Manitoba		0	0%	7,559,761	10%	7,559,761	10%
New Brunswick		0	0%	7,559,761	10%	7,559,761	10%
Ontario		0	0%	7,559,761	10%	7,559,761	10%
Quebec		0	0%	7,559,761	10%	7,559,761	10%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	7,559,761	10%	7,559,761	10%
<b>Total Fixed</b>		<b>3,093,420</b>	<b>4%</b>	<b>15,119,522</b>	<b>20%</b>	<b>12,026,102</b>	<b>16%</b>
<b>Total Investments</b>		<b>75,597,611</b>					
Interest Bearing Bank Accounts - O/S Cheque Coverage		10,318,132					
<b>Total Investments and O/S Cheques Coverage</b>		<b>85,915,743</b>					

Capital Funds  
Sector Weights  
Sector Weights @ March 31, 2012

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
<b>CASH &amp; EQUIVALENTS</b>							
<b>Federal Government &amp; its Guarantees</b>	Open	0	0%	0	100%	0	0%
Federal Government	Open	0	0%				
Business Development Bank	Open	0	0%				
Canada Mortgage & Housing Corp.	Open	0	0%				
Canadian Wheat Board	Open	0	0%				
Export Development Canada	Open	0	0%				
Farm Credit Corp	Open	0	0%				
<b>Provincial Governments &amp; their Guarantees</b>	<b>R-1 Mid or Greater</b>	0	0%	0	100%	0	0%
<b>Total Alberta (R-1 High)</b>	Open	0	0%	0	25%	0	0%
Alberta (R-1 High)	Open	0					
Alberta Capital Finance Authority (R-1 High)	Open	0					
Alberta Treasury Branches (R-1 High)	Open	0					
British Columbia (R-1 High)	Open	0	0%	0	25%	0	0%
Manitoba (R-1 Mid)	Open	0	0%	0	25%	0	0%
New Brunswick (R-1 Mid)	Open	0	0%	0	25%	0	0%
New Brunswick Municipal Finance Corp (R-1 Mid)	Open	0	0%	0	25%	0	0%
Ontario (R-1 Mid)	Open	0	0%	0	25%	0	0%
Quebec (R-1 Mid)	Open	0	0%	0	25%	0	0%
Saskatchewan (R-1 High)	Open	0	0%	0	25%	0	0%
<b>Municipal Governments &amp; their Guarantees*</b>	<b>R-1 Mid or Greater</b>	0		0	25%	0	0%
Calgary (R-1 High)	Open	0		0	10%	0	0%
Edmonton (R-1 High)	Open	0		0	10%	0	0%
<b>Financial Institutions &amp; their Guarantees /Corporations</b>		0	0%	0	50%	0	0%
	<b>BA's Schedule A</b>						
	<b>Canadian Banks R-1</b>						
<b>Tier 1 - Financial Institutions &amp; their Guarantees</b>	<b>Mid</b>	0	0%	0	50%	0	0%
Bank of Montreal (R-1 High)	Open	0	0%	0	10%	0	0%
Bank of Nova Scotia (R-1 High)	Open	0	0%	0	10%	0	0%
Bank of Nova Scotia Effective Cash		0					
Canadian Imperial Bank of Commerce (R-1 High)	Open	0	0%	0	10%	0	0%
Royal Bank (R-1 High)	Open	0	0%	0	10%	0	0%
Royal Bank - Effective Cash		0					
Toronto Dominion (R-1 High)	Open	0	0%	0	10%	0	0%
<b>Tier 2 - Financial Institutions &amp; Corporations</b>	<b>R-1 Mid/High***</b>	0	0%	0	25%	0	0%
National Bank of Canada (R-1 Mid)	Open	0	0%	0	5%	0	0%
OMERS Realty Corporation (R-1 High)	Open	0	0%	0	5%	0	0%
CDP Financial Inc (R-1 High)	Open	0	0%	0	5%	0	0%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	0	0%	0	5%	0	0%
<b>Desjardins Total</b>		0	0%	0	5%	0	0%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	0					
<b>Total Investments</b>		<u>0</u>	<u>0%</u>				

SCHEDULE D

Reserve Funds  
Sector Weights  
Sector Weights @ March 31, 2012

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
<b>CASH &amp; EQUIVALENTS</b>							
Federal Government & its Guarantees	Open	10,626,261	9%	121,809,969	100%	107,205,914	88%
Federal Government	Open	10,626,261	9%				
Business Development Bank	Open	0	0%				
Canada Mortgage & Housing Corp.	Open	0	0%				
Canadian Wheat Board	Open	0	0%				
Export Development Canada	Open	0	0%				
Farm Credit Corp	Open	0	0%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	56,873,288	47%	121,809,969	100%	64,936,680	53%
Total Alberta (R-1 High)	Open	0	3%	30,452,492	25%	24,633,808	20%
Alberta (R-1 High)	Open	0					
Alberta Capital Finance Authority (R-1 High)	Open	0					
Alberta Treasury Branches (R-1 High)	Open	0					
British Columbia (R-1 High)	Open	17,434,481	15%	30,452,492	25%	13,018,011	11%
Manitoba (R-1 Mid)	Open	1,684,299	1%	30,452,492	25%	28,768,193	24%
New Brunswick (R-1 Mid)	Open	0	0%	30,452,492	25%	30,452,492	25%
New Brunswick Municipal Finance Corp (R-1 Mid)	Open	0		30,452,492	25%	30,452,492	25%
Ontario (R-1 Mid)	Open	18,194,980	19%	30,452,492	25%	12,267,512	10%
Quebec (R-1 Mid)	Open	19,559,528	16%	30,452,492	25%	10,892,964	9%
Saskatchewan (R-1 High)	Open	0	0%	30,452,492	25%	30,452,492	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		30,452,492	25%	30,452,492	25%
Calgary (R-1 High)	Open			12,180,997	10%	12,180,997	10%
Edmonton (R-1 High)	Open			12,180,997	10%	12,180,997	10%
Financial Institutions & their Guarantees /Corporations		44,513,941	37%	60,904,984	50%	16,391,043	13%
Tier 1 - Financial Institutions & their Guarantees	BA's Schedule A Canadian Banks R-1 Mid	32,901,559	27%	60,904,984	50%	28,003,425	23%
Bank of Montreal (R-1 High)	Open	4,915,028	4%	12,180,997	10%	7,265,968	6%
Bank of Nova Scotia (R-1 High)	Open	0	3%	12,180,997	10%	8,994,898	7%
Bank of Nova Scotia Effective Cash		3,186,099					
Canadian Imperial Bank of Commerce (R-1 High)	Open	11,011,907	9%	12,180,997	10%	1,169,090	1%
Royal Bank (R-1 High)	Open	0	8%	12,180,997	10%	2,787,729	2%
Royal Bank - Effective Cash		9,393,268					
Toronto Dominion (R-1 High)	Open	4,395,256	4%	12,180,997	10%	7,785,741	6%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High***	11,612,382	10%	30,452,492	25%	18,840,110	15%
National Bank of Canada (R-1 Mid)	Open	5,362,859	4%	6,090,498	5%	727,639	1%
OMERS Realty Corporation (R-1 High)	Open	4,166,552	3%	6,090,498	5%	1,923,947	2%
CDP Financial Inc (R-1 High)	Open	0	0%	6,090,498	5%	6,090,498	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	0	0%	6,090,498	5%	6,090,498	5%
Desjardins Total		2,082,971	2%	6,090,498	5%	4,007,527	3%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	2,082,971					
<b>Total Cash and Equivalents</b>		<b>112,013,490</b>	<b>92%</b>				
<b>FIXED (Bonds, etc. over one year)</b>		<b>3,977,794</b>	<b>3%</b>	<b>121,809,969</b>	<b>100%</b>	<b>117,832,175</b>	<b>97%</b>
Federal Government		0					
Money Market		3,977,794					
Bond Pool							
Provincial Government & their Guarantees		5,818,684	5%	60,904,984	50%	55,086,300	45%
Money Market		4,779,100	5%	60,904,984	50%	55,086,300	45%
Alberta		4,779,100	5%	12,180,997	10%	6,362,312	5%
Alberta		1,186,226					
Alberta Capital Finance Authority		3,592,874					
Alberta Treasury Branches		0	0%	12,180,997	10%	12,180,997	10%
British Columbia		0	0%	12,180,997	10%	12,180,997	10%
Manitoba		0	0%	12,180,997	10%	12,180,997	10%
New Brunswick		0	0%	12,180,997	10%	12,180,997	10%
Ontario		0	0%	12,180,997	10%	12,180,997	10%
Quebec		0	0%	12,180,997	10%	12,180,997	10%
Quebec		0					
Financement Quebec		0	0%	12,180,997	10%	12,180,997	10%
Saskatchewan		0	0%	12,180,997	10%	12,180,997	10%
Bond Pool		1,039,584	5%	60,904,984	50%	55,086,300	45%
Alberta		1,039,584	5%	12,180,997	10%	6,362,312	5%
Alberta		0					
Alberta Capital Finance Authority		1,039,584					
Alberta Treasury Branches		0	0%	12,180,997	10%	12,180,997	10%
British Columbia		0	0%	12,180,997	10%	12,180,997	10%
Manitoba		0	0%	12,180,997	10%	12,180,997	10%
New Brunswick		0	0%	12,180,997	10%	12,180,997	10%
Ontario		0	0%	12,180,997	10%	12,180,997	10%
Quebec		0	0%	12,180,997	10%	12,180,997	10%
Quebec		0					
Financement Quebec		0	0%	12,180,997	10%	12,180,997	10%
Saskatchewan		0	0%	12,180,997	10%	12,180,997	10%
<b>Total Fixed</b>		<b>9,796,478</b>	<b>8%</b>	<b>121,809,969</b>	<b>100%</b>	<b>112,013,490</b>	<b>92%</b>
<b>Total Investments</b>		<b>121,809,969</b>					

SCHEDULE E

Trust Funds  
Sector Weights  
Sector Weights @ March 31, 2012

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
<b>CASH &amp; EQUIVALENTS</b>							
Federal Government & its Guarantees	Open	305,074	9%	3,359,458	100%	3,054,384	91%
Federal Government	Open	305,074	9%				
Business Development Bank	Open	0	0%				
Canada Mortgage & Housing Corp	Open	0	0%				
Canadian Wheat Board	Open	0	0%				
Export Development Canada	Open	0	0%				
Farm Credit Corp	Open	0	0%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	1,632,799	49%	3,359,458	100%	1,726,659	51%
Total Alberta (R-1 High)	Open	0	3%	839,864	25%	702,659	21%
Alberta (R-1 High)	Open	0					
Alberta Capital Finance Authority (R-1 High)	Open	0					
Alberta Treasury Branches (R-1 High)	Open	0					
British Columbia (R-1 High)	Open	500,534	16%	839,864	25%	339,331	10%
Manitoba (R-1 Mid)	Open	48,355	1%	839,864	25%	791,509	24%
New Brunswick (R-1 Mid)	Open	0	0%	839,864	25%	839,864	25%
New Brunswick Municipal Finance Corp (R-1 Mid)	Open	0		839,864	25%	839,864	25%
Ontario (R-1 Mid)	Open	522,367	20%	839,864	25%	317,497	9%
Quebec (R-1 Mid)	Open	561,543	17%	839,864	25%	278,322	8%
Saskatchewan (R-1 High)	Open	0	0%	839,864	25%	839,864	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		839,864	25%	839,864	25%
Calgary (R-1 High)	Open	0		335,946	10%	335,946	10%
Edmonton (R-1 High)	Open	0		335,946	10%	335,946	10%
Financial Institutions & their Guarantees /Corporations		1,277,970	38%	1,679,729	50%	401,759	12%
	BA's Schedule A						
	Canadian Banks R-1						
Tier 1 - Financial Institutions & their Guarantees	Mid	944,585	28%	1,679,729	50%	735,144	22%
Bank of Montreal (R-1 High)	Open	141,108	4%	335,946	10%	194,838	6%
Bank of Nova Scotia (R-1 High)	Open	0	3%	335,946	10%	244,475	7%
Bank of Nova Scotia Effective Cash		91,471					
Canadian Imperial Bank of Commerce (R-1 High)	Open	316,146	9%	335,946	10%	19,800	1%
Royal Bank (R-1 High)	Open	0	8%	335,946	10%	66,270	2%
Royal Bank - Effective Cash		269,675					
Toronto Dominion (R-1 High)	Open	126,185	4%	335,946	10%	209,761	6%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High***	333,385	10%	839,864	25%	506,480	15%
National Bank of Canada (R-1 Mid)	Open	153,965	5%	167,973	5%	14,008	0%
OMERS Realty Corporation (R-1 High)	Open	119,619	4%	167,973	5%	48,354	1%
CDP Financial Inc (R-1 High)	Open	0	0%	167,973	5%	167,973	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	0	0%	167,973	5%	167,973	5%
Desjardins Total		59,801	2%	167,973	5%	108,172	3%
Desjardins Group (R-1 High)	Open	0					
Caisse Centrale Desjardins (R-1 High)	Open	59,801					
<b>Total Cash and Equivalents</b>		<b>3,215,843</b>	<b>96%</b>				
<b>FIXED (Bonds, etc. over one year)</b>							
Federal Government		0	0%	3,359,458	100%	3,359,458	100%
Money Market		0					
Bond Pool		0					
Provincial Government & their Guarantees		137,205	4%	3,359,458	100%	3,222,253	96%
Money Market		137,205	100%	3,359,458	100%	3,222,253	96%
Alberta		137,205	4%	335,946	10%	198,741	6%
Alberta		34,056					
Alberta Capital Finance Authority		103,149					
Alberta Treasury Branches		0					
British Columbia		0	0%	335,946	10%	335,946	10%
Manitoba		0	0%	335,946	10%	335,946	10%
New Brunswick		0	0%	335,946	10%	335,946	10%
Ontario		0	0%	335,946	10%	335,946	10%
Quebec		0	0%	335,946	10%	335,946	10%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	335,946	10%	335,946	10%
Bond Pool		0	4%	3,359,458	100%	3,222,253	96%
Alberta		0	4%	335,946	10%	198,741	6%
Alberta		0					
Alberta Capital Finance Authority		0					
Alberta Treasury Branches		0					
British Columbia		0	0%	335,946	10%	335,946	10%
Manitoba		0	0%	335,946	10%	335,946	10%
New Brunswick		0	0%	335,946	10%	335,946	10%
Ontario		0	0%	335,946	10%	335,946	10%
Quebec		0	0%	335,946	10%	335,946	10%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	335,946	10%	335,946	10%
<b>Total Fixed</b>		<b>137,205</b>					
Equities		6,410					
Bank of Montreal		6,410					
<b>Total Equities</b>		<b>6,410</b>					
<b>Total Investments</b>		<b>3,359,458</b>					