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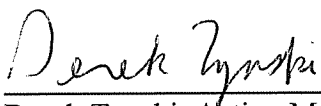


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Halifax Regional Council
November 8, 2005

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY: 
Dale MacLennan, Director of Financial Services


Derek Tynski, Acting Manager Strategic Capital Projects

DATE: October 21, 2005

SUBJECT: Investment Activities - Quarter Ending June 30, 2005

INFORMATION REPORT

ORIGIN

Quarterly report of investment performance and adherence to approved Investment Policy.

BACKGROUND

The Investment Policy calls for quarterly reporting by the Treasurer to Council and the Investment Policy Advisory Committee (the Committee). The report for the Quarter ending June 30, 2005 has been reviewed by the Committee.

DISCUSSION

HRM Investment Performance & Activities

HRM Money Market Pool

HRM Short Term (Money Market) investment performance is summarized below in comparison with the Mercer Investment Consulting Survey of Canadian Institutional Pooled Funds for periods ending June 30, 2005:

Money Market Funds	3 Months (to June 30, 2005)	6 Months (to June 30, 2005)	1 Year (to June 30, 2005)
5 th Percentile	0.7%	1.3%	2.6%
1 st Quartile	0.7%	1.3%	2.5%
Mercer Median	0.7%	1.3%	2.5%
3 rd Quartile	0.6%	1.2%	2.4%
95 th Percentile	0.5%	1.0%	1.9%
SC 91 Day T-Bills	0.6%	1.2%	2.4%
HRM	.66%	1.29%	2.49%

The HRM Money Market Pool continues to provide competitive performance compared to the Mercer Survey. However as previously discussed, some greater short term demands for cash coupled with the conservative Sector Weights of the Investment Policy have had somewhat of a negative impact on investment returns.

To illustrate this during the Quarter ending June 30, 2005 there were \$80,700,000 of investments made in Government Sector instruments that offered a yield below what was available in the HRM bank account or very short term Banker's Acceptances. These investments represented 39% of all investments made during the Quarter. They had a term to maturity ranging from 12 to 108 days with a simple average of 68 days. For the same Quarter in 2004 there were \$54,000,000 of Government Sector investments made with a yield below the HRM bank account. These investments represented 28% of all investments made during that Quarter and had a term to maturity ranging from 62 to 182 days with an average of 93 days. While prevailing market conditions during the two time periods may have been somewhat of a factor, the need to provide between \$20 to \$25 million of bridge financing for a capital purchase anticipated for August 2 was the major source of the increase in these investments in the Quarter ending June 30, 2005. In the short term Staff will continue to work

within the Sector Weights of the Policy to optimize returns subject to liquidity requirements. In the longer term an evaluation of the Sector Weight allocations will be undertaken as part of the next review of the Investment Policy.

In total during the Quarter there were 47 Money Market investments made totaling \$205,000,000 with an average term to maturity of 136 days. This higher level of investment activity over the previous Quarter (19) reflects the cash received for the interim property tax billing and the Spring debenture issue. Also the relatively shorter average term to maturity for this Quarter compared to the previous Quarter (232 days) is in keeping with the emphasis on timing investment maturities to meet cash requirements.

HRM Short Term Bond Pool

There were no new investments added to the Short Term Bond Pool during the Quarter. With investments totaling some \$14,000,000 of a planned total of \$25,000,000 made in the previous Quarter staff thought it prudent to pause and use the more discretionary investment capacity to make some targeted Reserve Fund investments as well as lock in some yield in the Money Market Pool.

Staff are researching options for meaningful performance measurement for the Short Term Bond Pool.

Targeted Reserve Fund Investments

Three bonds were purchased for approximately \$6,500,000 as targeted investments for the Harbour Solutions Project Reserve during the Quarter. Staff intend to add further investments as cash flow projections for the Project are updated and depending on market conditions.

Subsequent to End of Reporting Quarter

The announcement by the Canadian Imperial Bank of Commerce (CIBC) of the magnitude of the settlement of some Enron litigation at \$2.4 billion versus the \$400 million anticipated caused staff to temporarily suspend purchase of CIBC instruments. However after review of the information available from rating agencies and other market commentators CIBC was re-instated. While this settlement may impact CIBC's ability to make strategic acquisitions and increase their dividend there was no hint that it would impair their ability to honor their Money Market obligations.

Policy Compliance

Adherence to Legal Requirements - There were no legal issues identified during the Quarter with respect to investments.

Preservation of Capital - All investments were held to maturity and there was no loss of

capital during the Quarter.

Liquidity - No overdraft charges were incurred and sufficient cash was available to meet all requirements. The funded ratio of the Reserves has been maintained at 100% during the Quarter.

Diversification of Investment Portfolio - Staff believe that the Diversification Objective of managing risk and return has been achieved. As previously reported the Financial Institutions Sector Weights were exceeded by \$8,049,000 for one day in early June. Staff maintain that this action did not result in a material increase in risk.

Competitive Return on Investment - In light of the investment performance reported above, staff maintain that this objective is being met.

Regular Review of Performance - Performance data continues to be reported to the Investment Policy Advisory Committee.

BUDGET IMPLICATIONS

N/A

FINANCIAL MANAGEMENT POLICIES / BUSINESS PLAN

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

ALTERNATIVES

N/A

ATTACHMENTS

Appendix A - Economic Statistics and Central Bank Actions
Sector Weight Schedules @ June 30, 2005 (Schedules A, B, C, D & E)

Additional copies of this report, and information on its status, can be obtained by contacting the Office of the Municipal Clerk at 490-4210, or Fax 490-4208.

Report Prepared by: Derek Tynski, BA, CMA, Acting Manager Strategic Capital Projects

Approved by: Derek Tynski, BA, CMA, Acting Manager Strategic Capital Projects *DT*

Appendix A

Economic Statistics

	Canada	US
Unemployment Rate	April 5.2%, May 5.1%, June 5.0%	April 5.2%, May 5.1%, June 5.0%
Jobs Created / (Lost) ('000's)	April 29.3, May 35.4, June 14.2	April 292, May 104, June 146
CPI (year over year)	April 2.4%, May 1.6%, June 1.7%	April 3.5%, May 2.8%, June 2.5 %
CPI-X (Core) (year over year)	April 1.7%, May 1.6%, June 1.5 %	April 2.2%, May 2.2%, June 2.0%
GDP Q2	3.2%	3.3% (Revised)

Central bank Activities April 1 to June 30, 2005

- April 12 - Bank of Canada Maintain Rate @ 2.50%, Bias Neutral
- May 3 - US Federal Open Market Committee Increases Rate 25 bps to 3.00%, Bias Tighten
- May 25 - Bank of Canada Maintain Rate @ 2.50%, Bias Neutral
- June 30 - US Federal Open Market Committee Increases Rate 25 bps to 3.25%, Bias Tighten

**Total Investments
Sector Weights
@ June 30, 2005**

Schedule A

	<u>Catagory Status</u>	<u>Cumulative Amount Invested @ Book Value</u>	<u>%</u>	<u>Guideline Limit</u>	<u>%</u>	<u>Limit Available</u>	<u>%</u>
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	\$177,715,939	72%	\$247,701,870	100%	\$69,985,931	28%
Federal Government	Open	\$105,360,702	43%				
Business Development Bank	Open	\$3,860,337	2%				
Canada Mortgage & Housing Corp.	Open	\$26,838,260	11%				
Canadian Wheat Board	Open	\$0	0%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$41,656,640	17%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$18,614,021	8%	\$247,701,870	100%	\$229,087,849	92%
Total Alberta (R-1 High)	Open	\$0	0%	\$61,925,468	25%	\$61,925,468	25%
Alberta (R-1 High)	Open						
Alberta Municipal Finance Corp (R-1 High)	Open						
Alberta Treasury Branches (R-1 High)	Open	\$0					
British Columbia (R-1 Mid)	Open			\$61,925,468	25%	\$61,925,468	25%
Manitoba (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
New Brunswick (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
Nova Scotia (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
Ontario (R-1 Mid)	Open	\$18,614,021	8%	\$61,925,468	25%	\$43,311,447	17%
Prince Edward Island (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
Quebec (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
Saskatchewan (R-1 Low)	Closed			\$61,925,468	25%	\$61,925,468	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0		\$61,925,468	25%	\$61,925,468	25%
Calgary (R-1 Mid)	Open			\$24,770,187	10%	\$24,770,187	10%
Edmonton (R-1 High)	Open			\$24,770,187	10%	\$24,770,187	10%
Winnipeg (R-1 Mid)	Open			\$24,770,187	10%	\$24,770,187	10%
	BA's Schedule A						
Financial Institutions & their Guarantees	Mid	\$51,371,910	21%	\$61,925,468	25%	\$10,553,557	4%
Bank of Montreal (R-1 Mid)	Open	\$6,954,970	3%	\$24,770,187	10%	\$17,815,217	7%
Bank of Nova Scotia (R-1 Mid)	Open	\$14,902,850	6%	\$24,770,187	10%	\$9,867,337	4%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$2,980,950	1%	\$24,770,187	10%	\$21,789,237	9%
Laurentian Bank (R-1 Low)	Closed			\$24,770,187	10%	\$24,770,187	
National Bank of Canada (R-1 Low)	Closed			\$24,770,187	10%	\$24,770,187	
Royal Bank (R-1 Mid)	Open	\$0 }	5%	\$24,770,187	10%	\$11,151,557	5%
Royal Bank 1 Day BA		\$13,618,630 }					
Toronto Dominion (R-1 Mid)	Open	\$12,914,510	5%	\$24,770,187	10%	\$11,855,677	5%
Corporations & their Guarantees	Closed						
TOTAL CASH & EQUIVALENTS		\$247,701,870	100%				
<u>FIXED (Bonds, etc. over one year)</u>							
Federal Government & its Guarantees		\$20,942,474					
Federal Government (AAA)		\$20,942,474					
Province of Nova Scotia (A-Low)		\$107,000,000					
TOTAL FIXED		\$127,942,474					
<u>EQUITIES</u>							
Bank of Montreal		\$6,410					
TOTAL EQUITIES		\$6,410					
TOTAL INVESTMENTS		\$375,650,754					
Interest Bearing Bank Accounts - O/S Cheque Coverage		\$8,125,302					
TOTAL INVESTMENTS & O/S Cheques Coverage		\$383,776,056					

**Operating Fund
Sector Weights
@ June 30, 2005**

Schedule B

	<u>Category Status</u>	<u>Cumulative Amount Invested @ Book Value</u>	<u>%</u>	<u>Guideline Limit</u>	<u>%</u>	<u>Limit Available</u>	<u>%</u>
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	\$88,741,926	72%	\$124,076,647	100%	\$35,334,721	28%
Federal Government	Open	\$52,210,982	42%				
Business Development Bank	Open	\$1,949,019	2%				
Canada Mortgage & Housing Corp.	Open	\$13,550,187	11%				
Canadian Wheat Board	Open	\$0	0%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$21,031,738	17%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$9,397,906	8%	\$124,076,647	100%	\$114,678,740	92%
Total Alberta (R-1 High)	Open	\$0	0%	\$31,019,162	25%	\$31,019,162	25%
Alberta (R-1 High)	Open						
Alberta Municipal Finance Corp (R-1 High)	Open						
Alberta Treasury Branches (R-1 High)	Open	\$0					
British Columbia (R-1 Mid)	Open			\$31,019,162	25%	\$31,019,162	25%
Manitoba (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
New Brunswick (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
Nova Scotia (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
Ontario (R-1 Mid)	Open	\$9,397,906	8%	\$31,019,162	25%	\$21,621,255	17%
Prince Edward Island (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
Quebec (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
Saskatchewan (R-1 Low)	Closed			\$31,019,162	25%	\$31,019,162	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0		\$31,019,162	25%	\$31,019,162	25%
Calgary (R-1 Mid)	Open			\$12,407,665	10%	\$12,407,665	10%
Edmonton (R-1 High)	Open			\$12,407,665	10%	\$12,407,665	10%
Winnipeg (R-1 Mid)	Open			\$12,407,665	10%	\$12,407,665	10%
BA's Schedule A Canadian Banks R-1							
Financial Institutions & their Guarantees	Mid	\$25,936,814	21%	\$31,019,162	25%	\$5,082,347	4%
Bank of Montreal (R-1 Mid)	Open	\$3,511,448	3%	\$12,407,665	10%	\$8,896,217	7%
Bank of Nova Scotia (R-1 Mid)	Open	\$7,524,199	6%	\$12,407,665	10%	\$4,883,466	4%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$1,505,032	1%	\$12,407,665	10%	\$10,902,633	9%
Laurentian Bank (R-1 Low)	Closed			\$12,407,665	10%	\$12,407,665	
National Bank of Canada (R-1 Low)	Closed			\$12,407,665	10%	\$12,407,665	
Royal Bank (R-1 Mid)	Open	\$0	6%	\$12,407,665	10%	\$5,531,847	4%
Royal Bank 1 Day BA		\$6,875,818					
Toronto Dominion (R-1 Mid)	Open	\$6,520,319	5%	\$12,407,665	10%	\$5,887,346	5%
Corporations & their Guarantees	Closed						
FIXED (Bonds, etc. over one year)	Closed						
Total Investments		\$124,076,647	100%				
Interest Bearing Bank Accounts - O/S Cheque Coverage		\$8,125,302					
Total Cash and Investments		\$132,201,949					

**Capital Fund
Sector Weights
@ June 30, 2005**

Schedule C

	<u>Category Status</u>	<u>Cumulative Amount Invested @ Book Value</u>	<u>%</u>	<u>Guideline Limit</u>	<u>%</u>	<u>Limit Available</u>	<u>%</u>
CASH & EQUIVALENTS							
Federal Government & its Guarantees	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						
Farm Credit Corp	Open	\$0	0%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$0	0%	\$0	100%	\$0	0%
Total Alberta (R-1 High)	Open	\$0	0%	\$0	25%	\$0	0%
Alberta (R-1 High)	Open	\$0	0%				
Alberta Municipal Finance Corp (R-1 High)	Open						
Alberta Treasury Branches (R-1 High)	Open	\$0	0%				
British Columbia (R-1 Mid)	Open			\$0	25%	\$0	0%
Manitoba (R-1 Low)	Closed			\$0	25%	\$0	
New Brunswick (R-1 Low)	Closed			\$0	25%	\$0	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$0	25%	\$0	
Nova Scotia (R-1 Low)	Closed			\$0	25%	\$0	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$0	25%	\$0	
Ontario (R-1 Mid)	Open	\$0	0%	\$0	25%	\$0	0%
Prince Edward Island (R-1 Low)	Closed			\$0	25%	\$0	
Quebec (R-1 Low)	Closed			\$0	25%	\$0	
Saskatchewan (R-1 Low)	Closed			\$0	25%	\$0	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0	0%	\$0	25%	\$0	0%
Calgary (R-1 Mid)	Open			\$0	10%	\$0	0%
Edmonton (R-1 High)	Open			\$0	10%	\$0	0%
Winnipeg (R-1 Mid)	Open			\$0	10%	\$0	0%
	BA's Schedule A						
	Canadian Banks R-1						
Financial Institutions & their Guarantees	Mid	\$0	0%	\$0	25%	\$0	0%
Bank of Montreal (R-1 Mid)	Open	\$0	0%	\$0	10%	\$0	0%
Bank of Nova Scotia (R-1 Mid)	Open	\$0	0%	\$0	10%	\$0	0%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$0	0%	\$0	10%	\$0	0%
Laurentian Bank (R-1 Low)	Closed			\$0	10%	\$0	
National Bank of Canada (R-1 Low)	Closed			\$0	10%	\$0	
Royal Bank (R-1 Mid)	Open	\$0 }	0%	\$0	10%	\$0	0%
Royal Bank 1 Day BA		\$0 }					
Toronto Dominion (R-1 Mid)	Open	\$0	0%	\$0	10%	\$0	0%
Corporations & their Guarantees	Closed						
FIXED (Bonds, etc. over one year)	Closed						
Total Investments		\$0	0%				

Reserve Funds
Sector Weights
@ June 30, 2005

Schedule D

	<u>Category Status</u>	<u>Cumulative Amount Invested @ Book Value</u>	<u>%</u>	<u>Guideline Limit</u>	<u>%</u>	<u>Limit Available</u>	<u>%</u>
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	\$87,004,482	35%	\$248,759,776	100%	\$161,755,294	65%
Federal Government	Open	\$51,990,953	21%				
Business Development Bank	Open	\$1,868,061	1%				
Canada Mortgage & Housing Corp.	Open	\$12,987,342	5%				
Canadian Wheat Board	Open	\$0	0%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$20,158,126	8%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$9,007,538	4%	\$248,759,776	100%	\$239,752,238	96%
Total Alberta (R-1 High)	Open	\$0	0%	\$62,189,944	25%	\$62,189,944	25%
Alberta (R-1 High)	Open						
Alberta Municipal Finance Corp (R-1 High)	Open						
Alberta Treasury Branches (R-1 High)	Open	\$0					
British Columbia (R-1 Mid)	Open			\$62,189,944	25%	\$62,189,944	25%
Manitoba (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
New Brunswick (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
Nova Scotia (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
Ontario (R-1 Mid)	Open	\$9,007,538	4%	\$62,189,944	25%	\$53,182,406	21%
Prince Edward Island (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
Quebec (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
Saskatchewan (R-1 Low)	Closed			\$62,189,944	25%	\$62,189,944	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0		\$62,189,944	25%	\$62,189,944	25%
Calgary (R-1 Mid)	Open			\$24,875,978	10%	\$24,875,978	10%
Edmonton (R-1 High)	Open			\$24,875,978	10%	\$24,875,978	10%
Winnipeg (R-1 Mid)	Open			\$24,875,978	10%	\$24,875,978	10%
BA's Schedule A							
Canadian Banks R-1							
Financial Institutions & their Guarantees	Mid	\$24,859,456	10%	\$62,189,944	25%	\$37,330,488	15%
Bank of Montreal (R-1 Mid)	Open	\$3,365,590	1%	\$24,875,978	10%	\$21,510,388	9%
Bank of Nova Scotia (R-1 Mid)	Open	\$7,211,660	3%	\$24,875,978	10%	\$17,664,318	7%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$1,442,516	1%	\$24,875,978	10%	\$23,433,462	9%
Laurentian Bank (R-1 Low)	Closed			\$24,875,978	10%	\$24,875,978	
National Bank of Canada (R-1 Low)	Closed			\$24,875,978	10%	\$24,875,978	
Royal Bank (R-1 Mid)	Open	\$0 }	3%	\$24,875,978	10%	\$18,285,766	7%
Royal Bank 1 Day BA		\$6,590,211 }					
Toronto Dominion (R-1 Mid)	Open	\$6,249,479	3%	\$24,875,978	10%	\$18,626,498	7%
Corporations & their Guarantees	Closed						
TOTAL CASH & EQUIVALENTS		\$120,871,477	49%				
FIXED (Bonds, etc. over one year)	Open (Special)						
Federal Government (AAA)		\$20,888,299					
Province of Nova Scotia (A-Low)		\$107,000,000	43%				
Total Investments		\$248,759,776	100%				

**Trust Funds
Sector Weights
@ June 30, 2005**

Schedule E

<u>Category</u>	<u>Status</u>	<u>Cumulative Amount Invested @ Book Value</u>	<u>%</u>	<u>Guideline Limit</u>	<u>%</u>	<u>Limit Available</u>	<u>%</u>
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	\$1,969,530	70%	\$2,814,331	100%	\$844,801	30%
Federal Government	Open	\$1,158,766	41%				
Business Development Bank	Open	\$43,256	2%				
Canada Mortgage & Housing Corp.	Open	\$300,732	11%				
Canadian Wheat Board	Open	\$0	0%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$466,777	17%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$208,576	7%	\$2,814,331	100%	\$2,605,755	93%
Total Alberta (R-1 High)	Open	\$0	0%	\$703,583	25%	\$703,583	25%
Alberta (R-1 High)	Open						
Alberta Municipal Finance Corp (R-1 High)	Open						
Alberta Treasury Branches (R-1 High)	Open	\$0					
British Columbia (R-1 Mid)	Open			\$703,583	25%	\$703,583	25%
Manitoba (R-1 Low)	Closed			\$703,583	25%	\$703,583	
New Brunswick (R-1 Low)	Closed			\$703,583	25%	\$703,583	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$703,583	25%	\$703,583	
Nova Scotia (R-1 Low)	Closed			\$703,583	25%	\$703,583	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$703,583	25%	\$703,583	
Ontario (R-1 Mid)	Open	\$208,576	7%	\$703,583	25%	\$495,006	18%
Prince Edward Island (R-1 Low)	Closed			\$703,583	25%	\$703,583	
Quebec (R-1 Low)	Closed			\$703,583	25%	\$703,583	
Saskatchewan (R-1 Low)	Closed			\$703,583	25%	\$703,583	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0	0%	\$703,583	25%	\$703,583	25%
Calgary (R-1 Mid)	Open			\$281,433	10%	\$281,433	10%
Edmonton (R-1 High)	Open			\$281,433	10%	\$281,433	10%
Winnipeg (R-1 Mid)	Open			\$281,433	10%	\$281,433	10%
BA's Schedule A							
Canadian Banks R-1							
Financial Institutions & their Guarantees	Mid	\$575,639	20%	\$703,583	25%	\$127,943	5%
Bank of Montreal (R-1 Mid)	Open	\$77,933	3%	\$281,433	10%	\$203,500	7%
Bank of Nova Scotia (R-1 Mid)	Open	\$166,991	6%	\$281,433	10%	\$114,442	4%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$33,403	1%	\$281,433	10%	\$248,031	9%
Laurentian Bank (R-1 Low)	Closed			\$281,433	10%	\$281,433	
National Bank of Canada (R-1 Low)	Closed			\$281,433	10%	\$281,433	
Royal Bank (R-1 Mid)	Open	\$0	5%	\$281,433	10%	\$128,832	5%
Royal Bank 1 Day BA		\$152,601					
Toronto Dominion (R-1 Mid)	Open	\$144,711	5%	\$281,433	10%	\$136,722	5%
Corporations & their Guarantees	Closed						
TOTAL CASH & EQUIVALENTS		\$2,753,746	98%				
<u>FIXED (Bonds, etc. over one year)</u>							
Federal Government & its Guarantees							
Federal Government		\$54,175	2%				
TOTAL FIXED							
<u>EQUITIES</u>							
Bank of Montreal		\$6,410	0%				
TOTAL EQUITIES							
Total Investments		\$2,814,331	100%				