



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

**Audit and Finance Standing Committee
December 14, 2011**

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: November 22, 2011

SUBJECT: Investment Policy Advisory Committee Report – Quarter Ending September 30, 2011

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 and 2010. Policy approvals are in accordance with Section 121 of the Halifax Regional Municipality Charter.

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 six objectives of the Policy, stated in order of priority of importance, are as follows:

1. Adherence to Legal Requirements
2. Preservation of Capital
3. Liquidity
4. Diversification of Investment Portfolio
5. Competitive Return on Investments
6. Regular Review of Performance

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 September 30, 2011 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 except as noted below.

Staff reported that during the Quarter the Royal Bank Sector Weight exceeded the Policy guidelines by some \$1,300,000 for one day. The Committee reviewed this instance and concurs with staff that this temporary variance did not pose any 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 @ September 30, 2011 (Schedules A,B,C,D & E)

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 @ September 30, 2011

SCHEDULE A

Category Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%	
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	15,815,270	10%	158,264,854	100%	137,474,136	87%
Federal Government	Open	15,815,270	10%				
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	47,711,920	30%	158,264,854	100%	110,552,934	70%
Total Alberta (R-1 High)	Open	0	13%	39,566,213	25%	19,476,214	12%
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	4,964,950	3%	39,566,213	25%	34,601,263	22%
Manitoba (R-1 Mid)	Open	0	0%	39,566,213	25%	39,566,213	25%
New Brunswick (R-1 Mid)	Open	0	0%	39,566,213	25%	39,566,213	25%
Ontario (R-1 Mid)	Open	14,909,430	9%	39,566,213	25%	24,656,783	16%
Quebec (R-1 Mid)	Open	27,837,540	18%	39,566,213	25%	10,728,793	7%
Quebec		3,977,400					
Financement Quebec		23,860,140					
Saskatchewan (R-1 High)	Open	0	0%	39,566,213	25%	39,566,213	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		39,566,213	25%	39,566,213	25%
Calgary (R-1 High)	Open	0		15,826,485	10%	15,826,485	10%
Edmonton (R-1 High)	Open	0		15,826,485	10%	15,826,485	10%
Financial Institutions & their Guarantees /Corporations		68,665,927	43%	79,132,427	50%	10,466,500	7%
BA's Schedule A							
Canadian Banks R-1							
Tier 1 - Financial Institutions & their Guarantees	Mid	51,144,965	32%	79,132,427	50%	27,987,462	18%
Bank of Montreal (R-1 High)	Open	9,474,390	6%	15,826,485	10%	6,352,095	4%
Bank of Nova Scotia (R-1 High)	Open	15,953,990	10%	15,826,485	10%	-127,505	0%
Canadian Imperial Bank of Commerce (R-1 High)	Open	12,298,904	8%	15,826,485	10%	3,527,581	2%
Royal Bank (R-1 High)	Open	0	8%	15,826,485	10%	2,408,805	2%
Royal Bank - Effective Cash		13,417,681					
Toronto Dominion (R-1 High)	Open	0	0%	15,826,485	10%	15,826,485	10%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High**	17,520,962	11%	39,566,213	25%	22,045,251	14%
National Bank of Canada (R-1 Mid)	Open	0	0%	7,913,243	5%	7,913,243	5%
OMERS Realty Corporation (R-1 High)	Open	6,049,957	4%	7,913,243	5%	1,863,286	1%
CDP Financial Inc (R-1 High)	Open	0	0%	7,913,243	5%	7,913,243	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	2,993,220	2%	7,913,243	5%	4,920,023	3%
Desjardins Total		8,477,785	5%	7,913,243	5%	-564,542	0%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	8,477,785					
Total Cash and Equivalents		132,193,117	84%				
FIXED (Bonds, etc. over one year)							
Federal Government		4,975,448	3%	31,652,971	20%	26,677,523	17%
Money Market							
Bond Pool		4,975,448					
Provincial Government & their Guarantees		21,089,879	13%	31,652,971	20%	10,563,092	7%
Money Market		20,046,302	13%	31,652,971	20%	10,563,092	7%
Alberta		19,046,422	13%	15,826,485	10%	-4,263,514	-3%
Alberta							
Alberta Capital Finance Authority		19,046,422					
Alberta Treasury Branches							
British Columbia		0	0%	15,826,485	10%	15,826,485	10%
Manitoba		0	0%	15,826,485	10%	15,826,485	10%
New Brunswick		0	0%	15,826,485	10%	15,826,485	10%
Ontario		0	0%	15,826,485	10%	15,826,485	10%
Quebec		999,880	1%	15,826,485	10%	14,826,605	9%
Quebec							
Financement Quebec		999,880					
Saskatchewan		0	0%	15,826,485	10%	15,826,485	10%
Bond Pool		1,043,577	13%	31,652,971	20%	10,563,092	7%
Alberta		1,043,577	13%	15,826,485	10%	-4,263,514	-3%
Alberta							
Alberta Capital Finance Authority		1,043,577					
Alberta Treasury Branches							
British Columbia		0	0%	15,826,485	10%	15,826,485	10%
Manitoba		0	0%	15,826,485	10%	15,826,485	10%
New Brunswick		0	0%	15,826,485	10%	15,826,485	10%
Ontario		0	0%	15,826,485	10%	15,826,485	10%
Quebec		0	1%	15,826,485	10%	14,826,605	9%
Quebec							
Financement Quebec		0					
Saskatchewan		0	0%	15,826,485	10%	15,826,485	10%
Total Fixed		26,065,327	16%	31,652,971	20%	5,587,644	4%
Equities							
Bank of Montreal		6,410					
Total Equities		6,410					
Total Investments		158,264,854					
Interest Bearing Bank Accounts - O/S Cheque Coverage		11,889,857					
Total Investments and O/S Cheques Coverage		170,154,711					

SCHEDULE B

Operating Funds
Sector Weights
Sector Weights @ September 30, 2011

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	6,391,871	10%	61,528,813	100%	55,136,942	90%
Federal Government	Open	6,391,871	10%				
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	19,283,165	31%	61,528,813	100%	42,245,648	69%
Total Alberta (R-1 High)	Open	0	0%	15,382,203	25%	7,684,435	12%
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	2,006,625	3%	15,382,203	25%	13,375,578	22%
Manitoba (R-1 Mid)	Open	0	0%	15,382,203	25%	15,382,203	25%
New Brunswick (R-1 Mid)	Open	0	0%	15,382,203	25%	15,382,203	25%
New Brunswick Municipal Finance Corp (R-1 Mid)	Open	0		15,382,203	25%	15,382,203	25%
Ontario (R-1 Mid)	Open	6,025,769	22%	15,382,203	25%	9,356,435	15%
Quebec (R-1 Mid)	Open	11,250,771	18%	15,382,203	25%	3,727,323	6%
Saskatchewan (R-1 High)	Open	0	0%	15,382,203	25%	15,382,203	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		15,382,203	25%	15,382,203	25%
Calgary (R-1 High)	Open	0		6,152,881	10%	6,152,881	10%
Edmonton (R-1 High)	Open	0		6,152,881	10%	6,152,881	10%
Financial Institutions & their Guarantees /Corporations		27,751,899	45%	30,764,407	50%	3,012,508	5%
BA's Schedule A							
Canadian Banks R-1							
Tier 1 - Financial Institutions & their Guarantees	Mid	20,670,658	34%	30,764,407	50%	10,093,748	16%
Bank of Montreal (R-1 High)	Open	3,829,153	6%	6,152,881	10%	2,323,729	4%
Bank of Nova Scotia (R-1 High)	Open	6,447,936	10%	6,152,881	10%	-295,055	0%
Canadian Imperial Bank of Commerce (R-1 High)	Open	4,970,703	8%	6,152,881	10%	1,182,178	2%
Royal Bank (R-1 High)	Open	0	9%	6,152,881	10%	730,015	1%
Royal Bank - Effective Cash		5,422,866					
Toronto Dominion (R-1 High)	Open	0	0%	6,152,881	10%	6,152,881	10%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High***	7,081,241	12%	15,382,203	25%	8,300,962	13%
National Bank of Canada (R-1 Mid)	Open	0	0%	3,076,441	5%	3,076,441	5%
OMERS Realty Corporation (R-1 High)	Open	2,445,140	4%	3,076,441	5%	631,301	1%
CDP Financial Inc (R-1 High)	Open	0	0%	3,076,441	5%	3,076,441	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	1,209,734	2%	3,076,441	5%	1,866,706	3%
Desjardins Total		3,426,367	6%	3,076,441	5%	-349,926	-1%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	3,426,367					
Total Investments		53,426,935	87%				
FIXED (Bonds, etc. over one year)							
Federal Government		0	0%	12,305,763	20%	12,305,763	20%
Money Market		0					
Bond Pool		0					
Provincial Government & their Guarantees		8,101,878	13%	12,305,763	20%	4,203,885	7%
Money Market		8,101,878	13%	12,305,763	20%	4,203,885	7%
Alberta		7,697,768	13%	6,152,881	10%	-1,544,887	-3%
Alberta							
Alberta Capital Finance Authority		7,697,768					
Alberta Treasury Branches							
British Columbia		0	0%	6,152,881	10%	6,152,881	10%
Manitoba		0	0%	6,152,881	10%	6,152,881	10%
New Brunswick		0	0%	6,152,881	10%	6,152,881	10%
Ontario		0	0%	6,152,881	10%	6,152,881	10%
Quebec		404,110	1%	6,152,881	10%	5,748,772	9%
Quebec		0					
Financement Quebec		404,110					
Saskatchewan		0	0%	6,152,881	10%	6,152,881	10%
Bond Pool		0	13%	12,305,763	20%	4,203,885	7%
Alberta		0	13%	6,152,881	10%	-1,544,887	-3%
Alberta		0					
Alberta Capital Finance Authority		0					
Alberta Treasury Branches		0					
British Columbia		0	0%	6,152,881	10%	6,152,881	10%
Manitoba		0	0%	6,152,881	10%	6,152,881	10%
New Brunswick		0	0%	6,152,881	10%	6,152,881	10%
Ontario		0	0%	6,152,881	10%	6,152,881	10%
Quebec		0	1%	6,152,881	10%	5,748,772	9%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	6,152,881	10%	6,152,881	10%
Total Fixed		8,101,878	13%	12,305,763	20%	4,203,885	7%
Total Investments		61,528,813					
Interest Bearing Bank Accounts - O/S Cheque Coverage		11,889,857					
Total Investments and O/S Cheques Coverage		73,418,670					

SCHEDULE C

Capital Funds
Sector Weights
Sector Weights @ September 30, 2011

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
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	0	0%				
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					
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%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	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%
Financial Institutions & their Guarantees /Corporations		0	0%	0	50%	0	0%
	BA's Schedule A						
Tier 1 - Financial Institutions & their Guarantees	Canadian Banks R-1 Mid	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%
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 }	0					
Toronto Dominion (R-1 High)	Open	0	0%	0	10%	0	0%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High**	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%
Desjardins Total	0	0	0%	0	5%	0	0%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	0					
Total Investments		0	0%				
FIXED (Bonds, etc. over one year)		0	0%	0	20%	0	0%
Federal Government		0	0%	0	20%	0	0%
Money Market		0					
Bond Pool		0					
Provincial Government & their Guarantees		0	0%	0	20%	0	0%
Money Market		0	0%	0	20%	0	0%
Alberta		0	0%	0	10%	0	0%
Alberta		0					
Alberta Capital Finance Authority		0					
Alberta Treasury Branches		0					
British Columbia		0	0%	0	10%	0	0%
Manitoba		0	0%	0	10%	0	0%
New Brunswick		0	0%	0	10%	0	0%
Ontario		0	0%	0	10%	0	0%
Quebec		0	0%	0	10%	0	0%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	0	10%	0	0%
Bond Pool		0	0%	0	20%	0	0%
Alberta		0	0%	0	10%	0	0%
Alberta		0					
Alberta Capital Finance Authority		0					
Alberta Treasury Branches		0					
British Columbia		0	0%	0	10%	0	0%
Manitoba		0	0%	0	10%	0	0%
New Brunswick		0	0%	0	10%	0	0%
Ontario		0	0%	0	10%	0	0%
Quebec		0	0%	0	10%	0	0%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	0	10%	0	0%
Total Fixed		0	0%	0	20%	0	0%
Total Investments		0					

SCHEDULE D

Reserve Funds
Sector Weights
Sector Weights @ September 30, 2011

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	9,074,832	10%	93,374,296	100%	79,324,016	85%
Federal Government	Open	9,074,832	10%				
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	27,377,191	29%	93,374,296	100%	65,997,105	71%
Total Alberta (R-1 High)	Open	0	12%	23,343,574	25%	11,371,123	12%
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	2,848,898	3%	23,343,574	25%	20,494,676	22%
Manitoba (R-1 Mid)	Open	0	0%	23,343,574	25%	23,343,574	25%
New Brunswick (R-1 Mid)	Open	0	0%	23,343,574	25%	23,343,574	25%
New Brunswick Municipal Finance Corp (R-1 Mid)	Open	0	0%	23,343,574	25%	23,343,574	25%
Ontario (R-1 Mid)	Open	8,555,060	21%	23,343,574	25%	14,788,514	16%
Quebec (R-1 Mid)	Open	15,973,234	17%	23,343,574	25%	6,796,607	7%
Saskatchewan (R-1 High)	Open	0	1%	23,343,574	25%	23,343,574	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		23,343,574	25%	23,343,574	25%
Calgary (R-1 High)	Open			9,337,430	10%	9,337,430	10%
Edmonton (R-1 High)	Open			9,337,430	10%	9,337,430	10%
Financial Institutions & their Guarantees /Corporations		39,400,641	42%	46,687,148	50%	7,286,507	8%
	BA's Schedule A						
Tier 1 - Financial Institutions & their Guarantees	Canadian Banks R-1 Mid	29,347,079	31%	46,687,148	50%	17,340,069	19%
Bank of Montreal (R-1 High)	Open	5,436,423	6%	9,337,430	10%	3,901,006	4%
Bank of Nova Scotia (R-1 High)	Open	9,154,430	10%	9,337,430	10%	182,999	0%
Canadian Imperial Bank of Commerce (R-1 High)	Open	7,057,135	8%	9,337,430	10%	2,280,295	2%
Royal Bank (R-1 High)	Open	0	8%	9,337,430	10%	1,638,339	2%
Royal Bank - Effective Cash		7,699,091					
Toronto Dominion (R-1 High)	Open	0	0%	9,337,430	10%	9,337,430	10%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High***	10,053,562	11%	23,343,574	25%	13,290,012	14%
National Bank of Canada (R-1 Mid)	Open	0	0%	4,668,715	5%	4,668,715	5%
OMERS Realty Corporation (R-1 High)	Open	3,471,477	4%	4,668,715	5%	1,197,238	1%
CDP Financial Inc (R-1 High)	Open	0	0%	4,668,715	5%	4,668,715	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	1,717,515	2%	4,668,715	5%	2,951,199	3%
Desjardins Total		4,864,569	5%	4,668,715	5%	-195,855	0%
Desjardins Group (R-1 High)	Open	0					
Caisse Centale Desjardins (R-1 High)	Open	4,864,569					
Total Cash and Equivalents		75,852,664	81%				
FIXED (Bonds, etc. over one year)							
Federal Government		4,975,448	6%	93,374,296	100%	88,398,848	95%
Money Market		0					
Bond Pool		4,975,448					
Provincial Government & their Guarantees		12,546,184	13%	46,687,148	50%	34,140,964	37%
Money Market		11,502,607	13%	46,687,148	50%	34,140,964	37%
Alberta		10,928,874	13%	9,337,430	10%	-2,635,021	-3%
Alberta							
Alberta Capital Finance Authority		10,928,874					
Alberta Treasury Branches							
British Columbia		0	0%	9,337,430	10%	9,337,430	10%
Manitoba		0	0%	9,337,430	10%	9,337,430	10%
New Brunswick		0	0%	9,337,430	10%	9,337,430	10%
Ontario		0	0%	9,337,430	10%	9,337,430	10%
Quebec		573,733	1%	9,337,430	10%	8,763,697	9%
Quebec		0					
Financement Quebec		573,733					
Saskatchewan		0	0%	9,337,430	10%	9,337,430	10%
Bond Pool		1,043,577	13%	46,687,148	50%	34,140,964	37%
Alberta		1,043,577	13%	9,337,430	10%	-2,635,021	-3%
Alberta		0					
Alberta Capital Finance Authority		1,043,577					
Alberta Treasury Branches		0					
British Columbia		0	0%	9,337,430	10%	9,337,430	10%
Manitoba		0	0%	9,337,430	10%	9,337,430	10%
New Brunswick		0	0%	9,337,430	10%	9,337,430	10%
Ontario		0	0%	9,337,430	10%	9,337,430	10%
Quebec		0	1%	9,337,430	10%	8,763,697	9%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	9,337,430	10%	9,337,430	10%
Total Fixed		17,521,632	19%	93,374,296	100%	75,852,664	81%
Total Investments		93,374,296					

SCHEDULE E

Trust Funds
Sector Weights
Sector Weights @ September 30, 2011

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	348,566	10%	3,361,745	100%	3,013,178	90%
Federal Government	Open	348,566	10%				
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	1,051,564	31%	3,361,745	100%	2,310,181	69%
Total Alberta (R-1 High)	Open	0	12%	840,436	25%	420,656	13%
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	109,427	3%	840,436	25%	731,009	22%
Manitoba (R-1 Mid)	Open	0	0%	840,436	25%	840,436	25%
New Brunswick (R-1 Mid)	Open	0	0%	840,436	25%	840,436	25%
New Brunswick Municipal Finance Corp (R-1 Mid)	Open	0	0%	840,436	25%	840,436	25%
Ontario (R-1 Mid)	Open	328,802	22%	840,436	25%	511,834	15%
Quebec (R-1 Mid)	Open	613,535	18%	840,436	25%	204,864	6%
Saskatchewan (R-1 High)	Open	0	0%	840,436	25%	840,436	25%
Municipal Governments & their Guarantees*	R-1 Mid or Greater	0		840,436	25%	840,436	25%
Calgary (R-1 High)	Open	0		336,174	10%	336,174	10%
Edmonton (R-1 High)	Open	0		336,174	10%	336,174	10%
Financial Institutions & their Guarantees /Corporations		1,513,387	45%	1,680,872	50%	167,485	5%
BA's Schedule A							
Canadian Banks R-1							
Tier 1 - Financial Institutions & their Guarantees	Mid	1,127,228	34%	1,680,872	50%	553,645	16%
Bank of Montreal (R-1 High)	Open	208,814	6%	336,174	10%	127,360	4%
Bank of Nova Scotia (R-1 High)	Open	351,624	10%	336,174	10%	-15,449	0%
Canadian Imperial Bank of Commerce (R-1 High)	Open	271,066	8%	336,174	10%	65,108	2%
Royal Bank (R-1 High)	Open	0	9%	336,174	10%	40,451	1%
Royal Bank - Effective Cash		295,724					
Toronto Dominion (R-1 High)	Open	0	0%	336,174	10%	336,174	10%
Tier 2 - Financial Institutions & Corporations	R-1 Mid/High***	386,159	11%	840,436	25%	454,277	14%
National Bank of Canada (R-1 Mid)	Open	0	0%	168,087	5%	168,087	5%
OMERS Realty Corporation (R-1 High)	Open	133,340	4%	168,087	5%	34,747	1%
CDP Financial Inc (R-1 High)	Open	0	0%	168,087	5%	168,087	5%
Ontario Infrastructure Projects Corporation (R-1 High)	Open	65,970	2%	168,087	5%	102,117	3%
Desjardins Total		186,849	6%	168,087	5%	-18,762	-1%
Desjardins Group (R-1 High)	Open	0					
Caisse Centrale Desjardins (R-1 High)	Open	186,849					
Total Cash and Equivalents		2,913,517	87%				
FIXED (Bonds, etc over one year)							
Federal Government		0	0%	3,361,745	100%	3,361,745	100%
Money Market		0					
Bond Pool		0					
Provincial Government & their Guarantees		441,818	13%	3,361,745	100%	2,919,927	87%
Money Market		441,818	100%	3,361,745	100%	2,919,927	87%
Alberta		419,780	12%	336,174	10%	-83,606	-2%
Alberta		419,780					
Alberta Capital Finance Authority							
Alberta Treasury Branches							
British Columbia		0	0%	336,174	10%	336,174	10%
Manitoba		0	0%	336,174	10%	336,174	10%
New Brunswick		0	0%	336,174	10%	336,174	10%
Ontario		0	0%	336,174	10%	336,174	10%
Quebec		22,037	1%	336,174	10%	314,137	9%
Quebec		0					
Financement Quebec		22,037					
Saskatchewan		0	0%	336,174	10%	336,174	10%
Bond Pool		0	13%	3,361,745	100%	2,919,927	87%
Alberta		0	12%	336,174	10%	-83,606	-2%
Alberta		0					
Alberta Capital Finance Authority		0					
Alberta Treasury Branches		0					
British Columbia		0	0%	336,174	10%	336,174	10%
Manitoba		0	0%	336,174	10%	336,174	10%
New Brunswick		0	0%	336,174	10%	336,174	10%
Ontario		0	0%	336,174	10%	336,174	10%
Quebec		0	1%	336,174	10%	314,137	9%
Quebec		0					
Financement Quebec		0					
Saskatchewan		0	0%	336,174	10%	336,174	10%
Total Fixed		441,818					
Equities							
Bank of Montreal		6,410					
Total Equities		6,410					
Total Investments		3,361,745					
Interest Bearing Bank Accounts - O/S Cheque Coverage							
Total Investments and O/S Cheques Coverage		3,361,745					