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Halifax Regional Council
April 18, 2006

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY: Cathie O'Toole
Cathie O'Toole, Acting Director of Finance

Derek Tynski
Derek Tynski, Acting Manager Strategic Capital Projects

DATE: April 6, 2006

SUBJECT: Investment Activities - Quarter Ending December 31, 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 December 31, 2005 has been reviewed by the Committee.

DISCUSSION

HRM Investment Performance & Activities

HRM Short Term (Money Market Pool)

HRM Money Market investment performance is summarized below in comparison with the Mercer Investment Consulting Survey of Canadian Institutional Pooled Funds for periods ending December 31, 2005:

Money Market Funds	3 Months (to Dec. 31, 2005)	1 Year (to Dec. 31, 2005)
5 th Percentile	0.8%	2.8%
1 st Quartile	0.8%	2.8%
Mercer Median	0.7%	2.7%
3 rd Quartile	0.7%	2.6%
95 th Percentile	0.6%	2.3%
SC 91 Day T-Bills	0.7%	2.6%
HRM	0.7%	2.7%

HRM Money Market Pool performance continues to be competitive with that available from Institutional Investment Management Firms. In addition, HRM enjoys the cost savings of managing these funds internally rather than paying an outside firm. It is anticipated, however, that relative performance for the Quarter ending March 31, 2006 will lag for reasons that will be discussed later in this report.

During the Quarter there were 32 money market investments made at a cost of \$137,000,000. This is an increase over the same Quarter last year when there were 26 investments totaling \$83,000,000. The bulk of this increase was due to the maturity of some \$30 million of Province of Nova Scotia Promissory Notes September 30 and the 'spillover' effect into this Quarter as well as a larger than usual Fall debenture issue resulting from a \$23,000,000 capital purchase in the summer.

Investment Income for the Operating Fund for the fiscal year ending March 31, 2006 is projected to reach \$2,225,000 compared to a budget of \$1,340,000. This is also an increase over the previous projection reported to Council in the last Quarterly report of \$2,100,000.

Higher investment rates are the principal cause of this greater positive variance.

Reserve Fund Investment Income is projected at \$7,677,000 versus a budget of \$6,192,000. This positive variance is primarily due to higher than budgeted interest rates.

HRM Short Term Bond Pool

There was one Government of Canada bond added to the Short Term Bond Pool during the Quarter. Staff continue to use patience in the accumulation of these investments given the flatness of the yield curve.

Targeted Reserve Fund Investments

There were no new additions to this investment category during the Quarter.

Cash Flows

The Royal Bank Sector Weight was exceeded by approximately \$2.4 million on December 12 because of operational reasons. Internal control procedures require that all external investments be authorized by two designated signing officers from a current pool of three. One of these signing officers was on vacation and the other was unavailable. While the triggering event was the maturity of a \$7 million investment on that date, the earlier than anticipated receipt of \$3 million for the HST refund and \$.8 million from the Resource Recovery Fund Board the previous week were underlying factors. In addition the Royal Bank account balance was being maintained at a relatively high level because of some uncertainties around Harbour Solutions Project cash flows as well as to strategically have cash available around the December 6 Bank of Canada rate decision date. External investments were made on December 13 to bring the Royal Bank account back in line with the Sector Weight guidelines. Interest earned on the Royal Bank account is competitive with other short term investment vehicles.

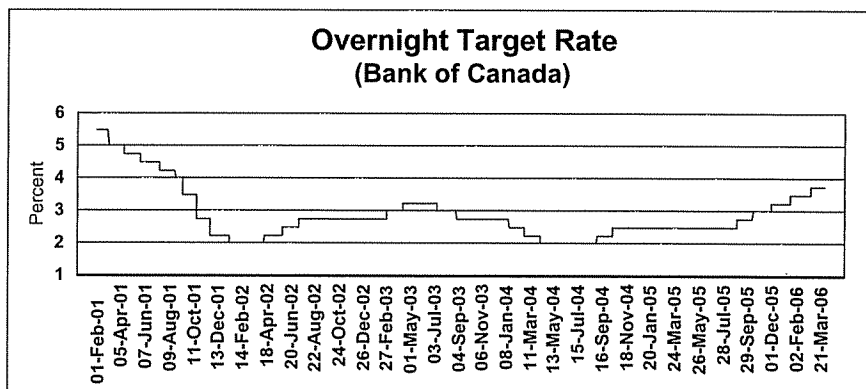
Revised projections of Harbour Solutions cash flows were received December 12 that substantially reduced the projected payments to the end of March 2006 from the previous projections received at the end of September.

Subsequent to End of Reporting Quarter

Actual Harbour Solution Project payments have exceeded the December projections (for example \$9.5 million versus \$3.7 million for February). Investments in the mid-December and January period were made in anticipation of a lower level of Harbour Solutions expenditures. In addition, during the week of January 23 there were some \$8.3 million of unanticipated capital payments. As a result maturities that had been anticipated to be available for investment were used to meet cash requirements. This has limited our ability to take advantage of the higher interest rate environment in the aftermath of the Bank of Canada rate decision January 24. This recent experience has highlighted the need to dedicate more cash to meet unanticipated demands, particularly in periods when cash inflows to HRM will be limited. This increased shorter term bias may also reduce investment performance over time.

Outlook & Strategy

As indicated below, the Bank of Canada is on its most sustained tightening cycle in the David Dodge era.



The protracted period over which these increases have occurred will impact the relative performance of the HRM Money Market Pool for the Quarter ending March 31, 2006 as there were very limited funds available for investment.

This potential for a sustained period of interest rate increases has always been factored into the HRM portfolio structure along with the major anticipated cash inflows. Investments in the one year term serve to provide a 'floor' under returns with new cash inflows available to take advantage when rates may be higher in the future. As cash flows for the April property tax billing become available for investment staff will use these funds to directly match to cash requirements as well as lock in yield while managing the Sector Weight guidelines. It is anticipated that relative performance will improve in the Quarter ending June 30.

Policy Compliance

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

Preservation of Capital - There was no loss of capital during the Quarter and all investments were held to maturity.

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. The HRM bank account exceeded the Policy guideline by \$2.4 million for one day because of investment operational reasons. Staff do not believe that this very short term variance posed any significant 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 @ December 31, 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

Appendix A

Economic Statistics

	Canada	US
Unemployment Rate	Oct. 6.6%, Nov. 6.4%, Dec. 6.5%	Oct. 4.9%, Nov. 5.0%, Dec. 4.9%
Jobs Created / (Lost) (‘000's)	Oct. 71.3, Nov. 35.5, Dec. (8.7)	Oct. 25, Nov. 354, Dec. 140
CPI (year over year)	Oct. 2.6%, Nov. 2.0%, Dec. 2.2%	Oct. 4.3%, Nov. 3.5%, Dec. 3.4%
CPI-X (Core) (year over year)	Oct. 1.7%, Nov. 1.6%, Dec. 1.6%	Oct. 2.1%, Nov. 2.1%, Dec. 2.2%
GDP	Q 4 2.5%	Q4 1.1%A

Central Bank Activities October 1 to December 31, 2005

- October 18 - Bank of Canada Increases Rate 25 bps to 3.00%, Bias Tighten
- December 6 - Bank of Canada Increases Rate 25 bps to 3.25%, Bias Tighten
- November 1 - US Federal Open Market Committee Increases Rate 25 bps to 4.00%, Bias Tighten
- December 13 - US Federal Open Market Committee Increases Rate 25 bps to 4.25%, Bias Tighten

**Total Investments
Sector Weights
@ December 31, 2005**

Schedule A

<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	\$175,811,960	75%	\$233,252,525	100%	\$57,440,565	25%
Federal Government	Open	\$147,225,153	63%				
Business Development Bank	Open	\$3,860,337	2%				
Canada Mortgage & Housing Corp.	Open	\$14,852,250	6%				
Canadian Wheat Board	Open	\$5,929,860	3%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$3,944,360	2%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$11,840,070	5%	\$233,252,525	100%	\$221,412,455	95%
Total Alberta (R-1 High)	Open	\$0	0%	\$58,313,131	25%	\$58,313,131	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			\$58,313,131	25%	\$58,313,131	25%
Manitoba (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
New Brunswick (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
Nova Scotia (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
Ontario (R-1 Mid)	Open	\$11,840,070	5%	\$58,313,131	25%	\$46,473,061	20%
Prince Edward Island (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
Quebec (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
Saskatchewan (R-1 Low)	Closed			\$58,313,131	25%	\$58,313,131	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0		\$58,313,131	25%	\$58,313,131	25%
Calgary (R-1 Mid)	Open			\$23,325,253	10%	\$23,325,253	10%
Edmonton (R-1 High)	Open			\$23,325,253	10%	\$23,325,253	10%
Winnipeg (R-1 Mid)	Open			\$23,325,253	10%	\$23,325,253	10%
BA's Schedule A							
Canadian Banks R-1							
Financial Institutions & their Guarantees	Mid	\$45,600,495	20%	\$58,313,131	25%	\$12,712,636	5%
Bank of Montreal (R-1 Mid)	Open	\$0	0%	\$23,325,253	10%	\$23,325,253	10%
Bank of Nova Scotia (R-1 Mid)	Open	\$16,867,620	7%	\$23,325,253	10%	\$6,457,633	3%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$11,629,279	5%	\$23,325,253	10%	\$11,695,974	5%
Laurentian Bank (R-1 Low)	Closed			\$23,325,253	10%	\$23,325,253	
National Bank of Canada (R-1 Low)	Closed			\$23,325,253	10%	\$23,325,253	
Royal Bank (R-1 Mid)	Open	\$0	5%	\$23,325,253	10%	\$11,186,306	5%
Royal Bank 1 Day BA		\$12,138,946					
Toronto Dominion (R-1 Mid)	Open	\$4,964,650	2%	\$23,325,253	10%	\$18,360,603	8%
Corporations & their Guarantees	Closed						
TOTAL CASH & EQUIVALENTS		\$233,252,525	100%				
FIXED (Bonds, etc. over one year)							
Federal Government & its Guarantees							
Federal Government (AAA)		\$21,889,804					
Province of Nova Scotia (A-Low)		\$69,600,000					
TOTAL FIXED		\$91,489,804					
EQUITIES							
Bank of Montreal		\$6,410					
TOTAL EQUITIES		\$6,410					
TOTAL INVESTMENTS		\$324,748,739					
Interest Bearing Bank Accounts - O/S Cheque Coverage		\$14,212,533					
TOTAL INVESTMENTS & O/S Cheques Coverage		\$338,961,271					

**Operating Fund
Sector Weights
@ December 31, 2005**

Schedule B

Category	Status	Cumulative Amount Invested @ Book Value	%	Guideline Limit	%	Limit Available	%
CASH & EQUIVALENTS							
Federal Government & its Guarantees	Open	\$68,148,568	75%	\$90,663,343	100%	\$22,514,775	25%
Federal Government	Open	\$56,943,498	63%				
Business Development Bank	Open	\$1,513,123	2%				
Canada Mortgage & Housing Corp.	Open	\$5,821,584	6%				
Canadian Wheat Board	Open	\$2,324,306	3%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$1,546,057	2%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$4,640,910	5%	\$90,663,343	100%	\$86,022,433	95%
Total Alberta (R-1 High)	Open	\$0	0%	\$22,665,836	25%	\$22,665,836	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			\$22,665,836	25%	\$22,665,836	25%
Manitoba (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
New Brunswick (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
Nova Scotia (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
Ontario (R-1 Mid)	Open	\$4,640,910	5%	\$22,665,836	25%	\$18,024,925	20%
Prince Edward Island (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
Quebec (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
Saskatchewan (R-1 Low)	Closed			\$22,665,836	25%	\$22,665,836	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0		\$22,665,836	25%	\$22,665,836	25%
Calgary (R-1 Mid)	Open			\$9,066,334	10%	\$9,066,334	10%
Edmonton (R-1 High)	Open			\$9,066,334	10%	\$9,066,334	10%
Winnipeg (R-1 Mid)	Open			\$9,066,334	10%	\$9,066,334	10%
BA's Schedule A							
Canadian Banks R-1							
Financial Institutions & their Guarantees	Mid	\$17,873,865	20%	\$22,665,836	25%	\$4,791,971	5%
Bank of Montreal (R-1 Mid)	Open	\$0	0%	\$9,066,334	10%	\$9,066,334	10%
Bank of Nova Scotia (R-1 Mid)	Open	\$6,611,541	7%	\$9,066,334	10%	\$2,454,793	3%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$4,558,287	5%	\$9,066,334	10%	\$4,508,047	5%
Laurentian Bank (R-1 Low)	Closed			\$9,066,334	10%	\$9,066,334	
National Bank of Canada (R-1 Low)	Closed			\$9,066,334	10%	\$9,066,334	
Royal Bank (R-1 Mid)	Open	\$0	5%	\$9,066,334	10%	\$4,308,275	5%
Royal Bank 1 Day BA		\$4,758,060					
Toronto Dominion (R-1 Mid)	Open	\$1,945,976	2%	\$9,066,334	10%	\$7,120,358	8%
Corporations & their Guarantees	Closed						
FIXED (Bonds, etc. over one year)	Closed						
Total Investments		\$90,663,343	100%				
Interest Bearing Bank Accounts - O/S Cheque Coverage		\$14,212,533					
Total Cash and Investments		\$104,875,876					

**Capital Fund
Sector Weights
@ December 31, 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
@ December 31, 2005**

Schedule D

<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	\$105,545,389	76%	\$139,771,437	100%	\$34,226,048	24%
Federal Government	Open	\$88,511,897	63%				
Business Development Bank	Open	\$2,300,188	2%				
Canada Mortgage & Housing Corp.	Open	\$8,849,736	6%				
Canadian Wheat Board	Open	\$3,533,316	3%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$2,350,253	2%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$7,054,924	5%	\$139,771,437	100%	\$132,716,514	95%
Total Alberta (R-1 High)	Open	\$0	0%	\$34,942,859	25%	\$34,942,859	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			\$34,942,859	25%	\$34,942,859	25%
Manitoba (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
New Brunswick (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
Nova Scotia (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
Ontario (R-1 Mid)	Open	\$7,054,924	5%	\$34,942,859	25%	\$27,887,936	20%
Prince Edward Island (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
Quebec (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
Saskatchewan (R-1 Low)	Closed			\$34,942,859	25%	\$34,942,859	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0		\$34,942,859	25%	\$34,942,859	25%
Calgary (R-1 Mid)	Open			\$13,977,144	10%	\$13,977,144	10%
Edmonton (R-1 High)	Open			\$13,977,144	10%	\$13,977,144	10%
Winnipeg (R-1 Mid)	Open			\$13,977,144	10%	\$13,977,144	10%
BA's Schedule A							
Canadian Banks R-1							
Financial Institutions & their Guarantees	Mid	\$27,171,124	19%	\$34,942,859	25%	\$7,771,735	6%
Bank of Montreal (R-1 Mid)	Open	\$0	0%	\$13,977,144	10%	\$13,977,144	10%
Bank of Nova Scotia (R-1 Mid)	Open	\$10,050,597	7%	\$13,977,144	10%	\$3,926,547	3%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$6,929,324	5%	\$13,977,144	10%	\$7,047,820	5%
Laurentian Bank (R-1 Low)	Closed			\$13,977,144	10%	\$13,977,144	
National Bank of Canada (R-1 Low)	Closed			\$13,977,144	10%	\$13,977,144	
Royal Bank (R-1 Mid)	Open	\$0	5%	\$13,977,144	10%	\$6,744,134	5%
Royal Bank 1 Day BA		\$7,233,009					
Toronto Dominion (R-1 Mid)	Open	\$2,958,194	2%	\$13,977,144	10%	\$11,018,949	8%
Corporations & their Guarantees	Closed						
TOTAL CASH & EQUIVALENTS		\$139,771,437	60%				
FIXED (Bonds, etc. over one year)	Open (Special)						
Federal Government (AAA)		\$21,835,629					
Province of Nova Scotia (A-Low)		\$69,600,000	30%				
Total Investments		\$231,207,066	100%				

**Trust Funds
Sector Weights
@ December 31, 2005**

Schedule E

<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	\$2,118,003	75%	\$2,817,744	100%	\$699,741	25%
Federal Government	Open	\$1,769,758	63%				
Business Development Bank	Open	\$47,027	2%				
Canada Mortgage & Housing Corp.	Open	\$180,930	6%				
Canadian Wheat Board	Open	\$72,238	3%				
Export Development Canada	Open						
Farm Credit Corp	Open	\$48,050	2%				
Provincial Governments & their Guarantees	R-1 Mid or Greater	\$144,236	5%	\$2,817,744	100%	\$2,673,509	95%
Total Alberta (R-1 High)	Open	\$0	0%	\$704,436	25%	\$704,436	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			\$704,436	25%	\$704,436	25%
Manitoba (R-1 Low)	Closed			\$704,436	25%	\$704,436	
New Brunswick (R-1 Low)	Closed			\$704,436	25%	\$704,436	
New Brunswick Municipal Finance Corp (R-1 Low)	Closed			\$704,436	25%	\$704,436	
Nova Scotia (R-1 Low)	Closed			\$704,436	25%	\$704,436	
Nova Scotia Municipal Finance Corp (R-1 Low)	Closed			\$704,436	25%	\$704,436	
Ontario (R-1 Mid)	Open	\$144,236	5%	\$704,436	25%	\$560,200	20%
Prince Edward Island (R-1 Low)	Closed			\$704,436	25%	\$704,436	
Quebec (R-1 Low)	Closed			\$704,436	25%	\$704,436	
Saskatchewan (R-1 Low)	Closed			\$704,436	25%	\$704,436	
Municipal Governments & their Guarantees*	R-1 Mid or Greater	\$0	0%	\$704,436	25%	\$704,436	25%
Calgary (R-1 Mid)	Open			\$281,774	10%	\$281,774	10%
Edmonton (R-1 High)	Open			\$281,774	10%	\$281,774	10%
Winnipeg (R-1 Mid)	Open			\$281,774	10%	\$281,774	10%
BA's Schedule A Canadian Banks R-1							
Financial Institutions & their Guarantees	Mid	\$555,505	20%	\$704,436	25%	\$148,931	5%
Bank of Montreal (R-1 Mid)	Open	\$0	0%	\$281,774	10%	\$281,774	10%
Bank of Nova Scotia (R-1 Mid)	Open	\$205,481	7%	\$281,774	10%	\$76,293	3%
Canadian Imperial Bank of Commerce (R-1 Mid)	Open	\$141,668	5%	\$281,774	10%	\$140,107	5%
Laurentian Bank (R-1 Low)	Closed			\$281,774	10%	\$281,774	
National Bank of Canada (R-1 Low)	Closed			\$281,774	10%	\$281,774	
Royal Bank (R-1 Mid)	Open	\$0 }	5%	\$281,774	10%	\$133,898	5%
Royal Bank 1 Day BA		\$147,877 }					
Toronto Dominion (R-1 Mid)	Open	\$60,479	2%	\$281,774	10%	\$221,295	8%
Corporations & their Guarantees	Closed						
TOTAL CASH & EQUIVALENTS		\$2,817,744	98%				
FIXED (Bonds, etc. over one year)							
Federal Government & its Guarantees							
Federal Government		\$54,175	2%				
TOTAL FIXED							
EQUITIES							
Bank of Montreal		\$6,410	0%				
TOTAL EQUITIES							
Total Investments		\$2,878,329	102%				