Audited Financial Statements

Advanced Education Savings Plan

For the years ended March 31, 2018 and March 31, 2017

Advanced Education Savings Plan

March 31, 2018

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Management's Responsibility for Financial Reporting

The accompanying audited financial statements of the Advanced Education Savings Plan (the "Plan") have been prepared by management and approved by the Board of Directors of the Global Educational Trust Foundation (the "Foundation") and Global Growth Assets Inc. ("GGAI"). Management is responsible for the information and representations contained in these financial statements.

The Board of Directors is responsible for reviewing and approving the financial statements and overseeing management's performance of its financial reporting responsibilities. GGAI, which administers the Plan, maintains appropriate processes to ensure that relevant and reliable financial information is produced.

The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments. The significant accounting policies, which management believes are appropriate for the Plan, are described in Note 2 to the Financial Statements.

Deloitte LLP is the external auditor of the Plan. It has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the Planholders of the Plan its opinion on the financial statements.

Alex Manickaraj
Chief Executive Officer

Toronto, Ontario
June 11, 2018

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Independent Auditor’s Report

To the Planholders of Advanced Education Savings Plan,

We have audited the accompanying financial statements of the Advanced Education Savings Plan (“AESP”), which comprise the statements of financial position as at March 31, 2018 and March 31, 2017, and the statements of comprehensive income, statements of changes in net assets attributable to subscribers and beneficiaries, and statements of cash flows for the years ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Advanced Education Savings Plan as at March 31, 2018 and March 31, 2017, and its financial performance, changes in its net assets attributable to subscribers and beneficiaries and its cash flows for the years then ended March 31, 2018 and year ended March 31, 2017 in accordance with International Financial Reporting Standards.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
June 11, 2018

Advanced Education Savings Plan

Statements of Financial Position

As at March 31, 2018 and 2017

	2018	2017
	$	**$**
Assets		
Cash and cash equivalents	**935,024**	1,165,093
Investments - at fair value, Note 7	**1,445,142**	-
Due from Legacy Education Savings Plan, Note 4	**198,882**	83,858
Due from Global Growth Assets Inc. (GGAI), Note 4	**2,627**	4,374
Accrued interest	**3,029**	-
Grants Receivable	**24,870**	19,740
	2,609,574	1,273,065
Liabilities		
Accounts Payable	**3,957**	4,050
Due to Global RESP (GRESP), Note 4	**54,784**	31,381
Net assets attributable to Subscribers and Beneficiaries	**2,550,833**	1,237,634
Net assets attributable to Subscribers and Beneficiaries represented by:		
Subscriber Contributions , Note 5	**1,850,500**	885,355
Government Grants, Note 3	**602,727**	307,915
Income on Grant, net transferred	**21,417**	10,303
Income on Subscriber Contributions, net transferred	**76,189**	34,061
	2,550,833	1,237,634

Approved by the Board of Directors of Global Educational Trust Foundation and Global Growth Assets Inc.

Peter Ostapchuk
Director

Ronald Brooks
Director

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

Advanced Education Savings Plan

Statement of Comprehensive Income

For the year ended March 31, 2018 and 2017

	2018	2017
	$	$
Revenue		
Interest income for educational assistance payments	**16,456**	549
Change in unrealized appreciation on cash equivalents	**4,727**	243
	21,183	792
Expenses		
Administration fees	**42,079**	16,775
Other charges	**3,071**	384
Audit costs	**18,137**	16,050
Absorption of Plan's expenses	**(63,287)**	(33,209)
	-	-
Increase in Net Assets Attributable to Subscribers and Beneficiaries from Operations	**21,183**	**792**

Statement of Changes in Net Assets Attributable to Subscribers and Beneficiaries

For the year ended March 31, 2018 and 2017

	2018	2017
	$	$
Net Assets Attributable to Subscribers and Beneficiaries, beginning of year	**1,237,634**	142,510
Increase in Net Assets attributable to Subscribers and Beneficiaries from Operations	**21,183**	792
Increase in Net Assets Attributable to Subscribers and Beneficiaries		
Subscriber contributions received net of fees, Note 5	**1,002,915**	805,536
Government grants received (Note 2):		
Canada Education Savings Grants (CESG)	**219,528**	174,735
Canada Learning Bond (CLB)	**75,200**	92,395
British Columbia Training and Education Savings Grant (BCTESG)	**2,000**	5,200
Saskatchewan Advantage Grant for Education Savings (SAGES)		372
Income on grants, net transferred	**6,707**	9,463
Income on subscriber contributions, net transferred	**25,465**	31,595
Decrease in Net Assets attributable to Subscribers and Beneficiaries		
Refund of Subscriber contributions	**(37,882)**	(24,964)
Government grants	**(2,315)**	-
	1,291,618	1,094,332
Net assets attributable to Subscribers and Beneficiaries, end of year	**2,550,435**	1,237,634

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

Advanced Education Savings Plan

Statement of Cash Flows

For the year ended March 31, 2018 and 2017

	2018	2017
		$
Operating Activities		
Increase in Net assets Attributable to Subscribers and Beneficiaries from Operations	**21,183**	792
Adjustment for:		
Change in unrealized appreciation on cash equivalents	**(4,727)**	(243)
(Increase) decrease in receivable from Legacy Education Savings Plan	**(115,024)**	39,655
Increase in due to Global RESP ("GRESP")	**23,403**	31,381
Decrease (increase) in due from Global Growth Assets Inc. ("GGAI")	**1,747**	(4,374)
(Decrease) increase in Accounts Payable	**(93)**	4,050
Purchase of investments	**(1,443,662)**	(949,607)
Proceeds from sale & maturity of investment	**645,379**	-
Increase in Grant Receivable	**(5,130)**	(743)
	(876,924)	(879,089)
Financing Activities		
Subscriber contributions received, net of fees	**1,002,915**	805,536
Return of Subscriber contributions	**(37,882)**	(24,964)
Government grants received	**294,812**	272,702
Income on grants received	**6,707**	9,463
Income on subscriber contributions received	**25,465**	31,595
	1,292,017	1,094,332
Increase in cash	**415,093**	215,243
Cash, beginning of year	**215,243**	-
Cash, end of year	**630,336**	215,243

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

Advanced Education Savings Plan

Schedule of Investment Portfolio

As at March 31, 2018

	Par Value	Cost	Fair value
	$	$	$
Subscribers' contribution invested - (45.90%)			
Provincial Securities - 37.50%			
Province of British Columbia Floating Rate Note January 10, 2020	280,000	280,504	281,048
Province of Quebec Floating Rate Note June 10, 2020	165,000	166,832	168,614
Province of Manitoba Floating Rate Note May 15, 2020	165,000	165,957	166,227
Province of Alberta Floating Rate Note June 17, 2020	165,000	165,611	166,033
Province of Nova Scotia Floating Rate Note June 15, 2020	110,000	110,242	110,544
		889,146	892,466
Financial Institution Securities - 8.40%			
Royal Bank of Canada Floating Rate Note April 9, 2019	50,000	50,236	50,167
National Bank of Canada Floating Rate Note June 14, 2018	50,000	50,165	50,049
Toronto Dominion Bank Floating Rate Note July 31, 2019	50,000	50,000	49,978
Canadian Imperial Bank of Commerce Floating Rate Note February 7, 2020	50,000	50,000	49,966
		200,401	200,160
Total Subscriber contributions invested		1,089,547	1,092,626
Government Grants invested - (14.80%)			
Provincial Securities - 12.30%			
Province of British Columbia Floating Rate Note January 10, 2020	90,000	90,162	90,337
Province of Quebec Floating Rate Note June 10, 2020	55,000	55,611	56,205
Province of Manitoba Floating Rate Note May 15, 2020	55,000	55,319	55,409
Province of Alberta Floating Rate Note June 17, 2020	55,000	55,204	55,344
Province of Nova Scotia Floating Rate Note June 15, 2020	35,000	35,077	35,173
		291,373	292,468
Financial Institution Securities - 2.50%			
Royal Bank of Canada Floating Rate Note April 9, 2019	15,000	15,071	15,050
National Bank of Canada Floating Rate Note June 14, 2018	15,000	15,049	15,015
Toronto Dominion Bank Floating Rate Note July 31, 2019	15,000	15,000	14,993
Canadian Imperial Bank of Commerce Floating Rate Note February 7, 2020	15,000	15,000	14,990
		60,120	60,048
Total Government Grants Invested		351,493	352,516
Total Subscriber contributions and Government Grants invested - (60.70%)		1,441,040	1,445,142
Cash - 26.50%		630,336	630,336
Cash equivalent - 12.8%		303,822	304,688
Total Investment Portfolio - 100.00%		2,375,198	2,380,166

1. Organization and general

Advanced Education Savings Plan (the “Plan”) was established on January 27, 2016. Global Educational Trust Foundation (the “Foundation”) is the sponsor of the Plan. The Foundation is a not-for-profit organization, incorporated without share capital, under the laws of Canada. The Foundation retained Global Growth Assets Inc. (“GGAI”) as administrator and Investment Fund Manager of the Plan. The Plan’s registered place of business is 100 Mural Street, Suite 201, Richmond Hill, Ontario, L4B 1J3.

The Plan provides post-secondary education financial assistance to beneficiaries named in the Educational Assistance Payment (“EAP”) Contracts. Global RESP Corporation (“GRESP”), a company incorporated under the Canada Business Corporations Act, is the registered distributor of the Plan. The Foundation, GRESP and GGAI are under common management and control.

The Foundation has had a specimen copy of the EAP Contract approved by the Canada Revenue Agency (“CRA”) such that subscribers’ EAP Contracts may be submitted to CRA on the subscriber’s behalf by the Foundation for registration as Registered Education Savings Plans (“RESP”). A subscriber’s plan is an education savings plan and not a RESP until the applicable conditions of the Income Tax Act (Canada) (the “ITA”) are met and registered.

Subscribers to the Plan enter into EAP Contracts with the Foundation. Under an EAP Contract, the subscriber purchases units in the Plan. The subscriber authorizes the Foundation to deduct fees, as outlined in the prospectus, for the purpose of providing services to the Plan. At maturity, payments are made to the beneficiary after meeting the conditions as set out in the EAP Contract.

The financial statements of the Plan were authorized for issuance by the Board of Directors of the Foundation and GGAI on June 11, 2018.

2. Summary of significant accounting policies

Basis of presentation

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”). These financial statements have been prepared on a going concern and historical cost basis, except for certain financial assets and liabilities which have been presented at fair value at the end of each reporting period as described below.

Financial Instruments

(a) Recognition, measurement and classification

The Plan’s investment portfolio is designated at fair value through profit or loss (“FVTPL”) and is measured at fair value. All other financial assets/liabilities are measured at amortized cost, and are classified as loans and receivables and other financial liabilities.

Financial assets and liabilities are recognized when the Plan becomes a party to the contractual provisions of the instrument and are initially measured at fair value with transaction costs recorded immediately through profit or loss. Investments are recorded on a trade date basis.

Gains or losses due to the revaluation are recorded in net earnings for the period in which they arise. Financial assets classified as “loans and receivables” and financial liabilities classified as “other liabilities” are measured at their amortized cost using the effective interest method.

(b) Fair value measurement

The fair value of cash, grants receivable, accrued interest, accounts receivable and accounts payable approximates their carrying value, due to their short-term maturities. Investments in bonds are stated at fair values, determined using the bid price at year-end.

(c) Offsetting

Financial assets and liabilities are offset and the net amount is presented in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. No amounts have been offset in the statement of financial position.

(d) Impairment of financial assets

At each reporting date, the Plan assesses whether there is objective evidence that financial assets at amortized cost are impaired. If such evidence exists, the Plan recognizes an impairment loss as the difference between the amortized cost of the financial asset and the present value of the estimated future cash flows, discounted using the instrument’s original effective interest rate. Impairment losses on financial assets at amortized cost are reversed in subsequent periods if the amount of the loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized.

2. Summary of significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents consist of investments in money market securities and Government of Canada treasury bills maturing within ninety days from the date of purchase. These investments are carried at fair value.

Investment transactions and income recognition

The interest for educational assistance payments shown on the statements of comprehensive income represents the coupon interest received by the Plan accounted for on an accrual basis, by reference to the principal outstanding and the nominal interest rate applicable. The Plan does not amortize premiums paid or discounts received on the purchase of fixed income securities.

Realized gains and losses on disposal of investments and changes in unrealized appreciation and depreciation on investments are recognized in the Statements of Comprehensive Income in the year when such gains or losses occur. Realized gains (losses) on disposal of investments are computed on an average cost basis. Unrealized appreciation and depreciation are not allocated to specific beneficiaries until they are realized by the Plan.

Income taxes

The Plan is exempt from income taxes under Section 146.1 of the ITA.

Future accounting changes

In July 2014, the International Accounting Standard Board ("IASB'") issued IFRS 9, "Financial Instruments", which replaces IAS 39, "Financial Instruments: Recognition and Measurement". IFRS 9 adds a requirement dealing with expected credit losses (impairment), amends classification and measurement requirements based on an entities business models for its financial assets and by adding a new measurement category of fair value through other comprehensive income and introduces a new hedge accounting model with corresponding disclosures about risk management activity. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. The Plan is still in the process of assessing the impact of this new standard on its financial statements.

Net assets attributable to subscribers and beneficiaries

The Net Assets Attributable to Subscribers and Beneficiaries are a financial liability resulting from a unique contract and the Plan details the composition of this liability as a note to the financial statements, according to its use (whether for subscriber contributions, EAP account, government grants).

(a) Subscriber contributions

Subscribers' contributions reflect all amounts received from the subscribers and do not include any amounts receivable on subscribed units, as subscribers may terminate their plan at any time. As the contributions are due on demand, the amounts are recorded at face value in net assets attributable to subscribers and beneficiaries. The Foundation deducts sales charges, account maintenance fees, special services fees, where applicable, and insurance premiums where applicable from contributions made by subscribers in accordance with the terms of the prospectus. Refer to Note 5 for further details.

(b) Government grants

The Federal government encourages saving for post-secondary education by providing Canada Education Savings Grants ("CESG") on RESP contributions made subsequent to 1997 for children under 18 years of age. The maximum basic CESG per child is 20% of RESP contributions of up to $2,500 (prior to 2007, it was based on $2,000) made on behalf of each beneficiary in a year. Effective in 2004, additional CESG can be added based on up to the first $500 of RESP yearly contributions at a rate of 10% or 20% when there is eligibility based on family net income. The maximum lifetime CESG is $7,200; prior to 2007, it was $7,000. Upon maturity of an EAP Contract and fulfillment of certain criteria established by the Federal government, the CESG contributions and accumulated investment income thereon will be added to EAPs made to qualified students.

The Saskatchewan Advantage Grant for Education Savings ("SAGES") is a grant from the government of Saskatchewan offered to each resident beneficiary who is 17 years of age or under. The SAGES amount is 10% of annual contributions made into an RESP on or after January 1, 2013 and has an annual maximum amount of $250 per eligible beneficiary. The cumulative lifetime maximum for the SAGES is $4,500 per eligible beneficiary.

Each child born on or after January 1, 2004 will be eligible for a Canada Learning Bond ("CLB") in each year that child's family is entitled to the National Child Benefit ("NCB") supplement, up to and including the year in which the child turns 15 years of age. CLB is $500 in the first year of entitlement and $100 in each subsequent year that the child remains eligible for NCB supplement until the year the child turns 15 years of age. Maximum CLB payments per child total up to $2,000.

The government of British Columbia has introduced the new British Columbia Training and Education Savings Grant ("BCTESG")

2. Summary of significant accounting policies (continued)

Net assets attributable to subscribers and beneficiaries (continued)

(c) Government grants (continued)

offered to each resident beneficiary born on or after January 1, 2007. After the beneficiary turns six years of age, the Province of British Columbia will deposit $1,200 into the beneficiary's RESP. To qualify for the BCTESG, a subscriber must open the RESP and complete an application for the BCTESG within the following timeframes: (i) prior to August 14, 2018 for children born in 2007 and 2008, (ii) prior to August 14, 2018 for children born between January 1, 2009 and August 15, 2009 or (iii) prior to the beneficiary's ninth birthday for children born on or after August 16, 2009. The beneficiary and the custodial parent/legal guardian must be a resident of British Columbia when applying for the BCTESG and the application must be made between the beneficiary's sixth and ninth birthday. No matching or additional contributions are required.

Government grants received by the Plan with respect to a beneficiary are invested by the Plan and will ultimately be paid out to the beneficiary when the beneficiary becomes entitled to receive EAP. Under various circumstances, including the case where a plan is cancelled by the subscriber, the grant must be repaid.

3. Critical accounting estimates and judgements

The preparation of the financial statements in conformity with IFRS requires management to make certain critical accounting estimates and use judgement that affect the reported amounts of assets, liabilities, income and expenses during the year. Actual results could differ from those estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The following discusses the most significant accounting judgements and estimates that the Plan has made in preparing the financial statements:

a) Classification and measurement of investments and application of the fair value option

In classifying and measuring financial instruments held by the Plan, management is required to make significant judgments regarding the instruments' characteristics. The most significant judgment rests with the designation of the investment portfolio designated as at FVTPL. The classification provides reliable and more relevant information about the effects of transactions, the financial position and the Plan's cash flows. This classification is in line with the Plan's strategy described in the continuous offering prospectus. The Plan's activity consists of investing in financial assets with a view to profiting from their total return in the form of interest and changes in fair value.

4. Related party transactions

a. In consideration for administrative services received, the Plan pays the fund manager (GGAI) administration fees of 2.35% per annum of the Plan's assets. During the fiscal year, GGAI has absorbed the administration fees.

b. The Plan's assets include $198,882 (March 31, 2017 - $83,858) receivable from Legacy Education Savings Plan for subscriber contributions and grants not yet allocated to the Plan and $2,627 (March 31, 2017 - $4,374) receivable from GGAI for bank charges. The Plan's payables include $54,784 (March 31, 2017 - $31,381) payable to GRESP for processing and service fees.

c. Special services fees paid from subscribers' contributions are remitted by the Foundation to GRESP. The fees principally relate to amounts charged to subscribers in respect of processing fees and for cheques returned and not honored.

5. Subscriber contributions

The changes in the subscriber contributions for the year ended March 31, 2018 and March 31, 2017 are as follow:

	March 31, 2018	March 31, 2017
	$	$
Balance, beginning period	**885,355**	103,991
Amount contributed by subscribers	**1,022,669**	828,794
Account maintenance fees	**(10,512)**	(6,948)
Insurance premiums	**(1,105)**	(248)
Special service fees	**(8,025)**	(15,270)
Refund of subscriber deposit	**(37,882)**	(24,964)
Balance, end of period	**1,850,500**	885,355

6. Capital risk management

The Plan's capital consists of the components of the net assets attributable to subscribers and beneficiaries as per the statement of financial position. The Plan has obligations to return subscriber contributions upon maturity or termination as well as pay EAPs of investment income, grants and income on grants. The Plan endeavors to invest subscriber contributions and government grants received in appropriate investments while maintaining sufficient liquidity to meet subscribers' obligations.

7. Fair value of financial instruments

Fair value measurements are classified in accordance within a fair value hierarchy (i.e. Level 1,2,3). Investments measured at fair value are classified in one of three fair value hierarchy levels, based on the lowest level input that is significant to the fair value measurement in its entirety. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The three fair value hierarchy levels are as follows:

Level 1 – Valuation based on bid prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 -Significant inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table presents the Plan's financial instruments measured at fair value classified using the fair value hierarchy:

Assets measured at fair value as of March 31, 2018	Level 1	Level 2	Level 3	Total
	$	**$**	**$**	**$**
Cash equivalents	**304,688**	**-**	**-**	**304,688**
Fixed income securities	**1,445,142**	**-**	**-**	**1,445,142**
Total	**1,749,830**	**-**	**-**	**1,749,830**

Assets measured at fair value as of March 31, 2017	Level 1	Level 2	Level 3	Total
	$	$	$	$
Cash equivalents	949,850	-	-	949,850
Total	949,850	-	-	949,850

8. Risk management

In the normal course of operations the Plan may be exposed to a variety of risks arising from financial instruments. The Plan's exposures to such risks are concentrated in its receivable balances and are related to liquidity risk.

The Plan's risk management process includes monitoring compliance with the Plan's investment policy as outlined in the Plan's prospectus. The Plan manages the effects of these financial risks to the Plan portfolio performance by retaining and overseeing professional external portfolio advisors. The portfolio advisors regularly monitor the Plan's positions, market events and manage the investment portfolio within the constraints of the investment policy.

(a) Liquidity risk

Liquidity risk is the risk that the Plan may not be able to meet its obligations on time. In mitigation of these risks, the Plan retains sufficient cash on hand, or receivables that can be readily convertible into cash.

(b) Market risk

Market risk is the risk that changes in market prices could affect the Plan's income or the value of the investment holdings. The Plan's Portfolio Advisers attempt to mitigate this risk by periodically reviewing the market conditions and the performance of the portfolio and by making necessary changes to the portfolio in accordance with the Plan's investment objectives. Management has identified two main market risk factors: interest rate risk related to the fixed income portfolio and price risk related to the PPNs.

(i) Interest rate risk

Interest rate risk is the risk of a decrease in the Plan's yield on interest-bearing investments as a result of fluctuations in market interest rates. There is an inverse relationship between changes in interest rates and changes in the fair value of fixed income securities. This risk is actively managed using duration, yield curve analysis, sector and credit selection. There is reduced risk to interest rate changes for cash and short term investments due to their short-term nature. The table below summarizes the Plan's exposure to interest rate risks by remaining term to maturity as at March 31, 2018 and March 31, 2017:

	March 31, 2018	March 31, 2017
	%	%
Less than 1 year	**5.0**	nil
1-3 years	**95.0**	nil
	100.0	nil

As at March 31, 2018, management estimates that if prevailing interest rates had increased or decreased by 1% (March 31, 2017 - 1%), the total investment portfolio value would decrease by approximately $1,750 (March 31, 2017 - $nil), or increase by approximately $1,750 (March 31, 2017 - $nil), respectively. This 1% change assumes a parallel shift in the yield curve along with all other variables held constant. In practice the actual trading results may differ materially.

(c) Credit risk

Credit risk refers to the ability of the issuer of debt securities to make interest payments and repay principal and sector risk relates to the exposure to changes in a particular industrial, commercial or service sector by virtue of concentration. The Plan's portfolio comprises bonds issued or guaranteed by federal and provincial governments along with Canadian financial institution corporate debt instruments which constitute its most significant exposure to credit risk.

The debt securities are invested according to the standard investment restrictions and practices in National Policy 15 of the Canadian Securities Administrators. The Plan has a concentration of investments in Canadian Government and Provincial Government guaranteed bonds, which are considered by management to be high credit quality investments thereby moderating its credit risk. All of the Plan's assets are exposed to credit risk.

As at March 31, 2018 and March 31, 2017, the Plan's credit exposure to long term debt instruments is as follows:

Bond Ratings	**March 31, 2018**	March 31, 2017
	%	%
AAAH/AAA/AAH/AAL	**30.0**	nil
AA/AH/A	**70.0**	nil
Total debt securities	**100.0**	nil

Dominion Bond Rating Service was the primary source for obtaining credit ratings.

Advanced Education Savings Plan

Schedule 1- Educational Assistance Payment Agreements

As at March 31, 2018

Year of eligibility	Number of units outstanding		Principal plus accumulated income	Government grants plus accumulated income	Total
			$	**$**	**$**
2016	49		9,595	4,051	13,646
2017	114		52,318	10,221	62,539
2018	293		152,443	29,616	182,059
2019	424		148,697	27,843	176,540
2020	610		146,253	29,494	175,747
2021	672		128,697	26,924	155,621
2022	810		172,405	63,401	235,806
2023	899		162,050	52,260	214,310
2024	637		66,424	28,396	94,820
2025	1,022		105,350	35,336	140,686
2026	950		122,387	45,281	167,668
2027	719		74,094	26,998	101,092
2028	867		89,154	29,016	118,170
2029	839		74,387	28,051	102,438
2030	1,126		64,306	28,087	92,393
2031	1,072		68,194	28,280	96,474
2032	917		54,750	22,228	76,978
2033	1,958		116,180	43,837	160,017
2034	1,978		94,404	32,936	127,340
2035	987		20,502	11,117	31,619
March 31,2018	**16,943**	**#**	**1,922,590**	**603,373**	**2,525,963**
March 31,2017	11,802		919,416	298,478	1,217,894

Advanced Education Savings Plan

Schedule 2- Reconciliation of Educational Assistance Agreements

As at March 31, 2018

		Opening agreements	Inflow agreements	Outflow agreements	Closing agreements
The following is a summary of Educational Assistance Payment contracts	**2018**	**421**	**240**	**57**	**604**
	2017	**54**	387	**20**	421

The following reconciles Schedule 1 to the statements of financial position	**2018**	2017
	$	$
Total principal, government grants and accumulated income (Schedule 1)	**2,525,963**	1,217,894
Represented in the statements of financial position by		
Subscriber contributions	**1,850,500**	885,355
Accumulated government grants	**602,727**	307,915
Income earned on Subscriber contributions and government grants, net transferred	**97,606**	44,364
	2,550,833	1,237,634
Less: Government grants receivable	**24,870**	19,740
	2,525,963	1,217,894

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