

Audited Financial Statements

Legacy Education Savings Plan

(formerly Global Educational Trust Plan)

For the years ended March 31, 2016 and 2015

Legacy Education Savings Plan

March 31, 2016 and March 31, 2015

Table of contents

Management’s Responsibility for Financial Reporting 3

Independent Auditor’s Report..... 4-5

Statements of Financial Position 6

Statements of Comprehensive Income 7

Statements of Changes in Net Assets attributable to Subscribers and Beneficiaries 7

Statements of Cash Flows 8

Schedule of Investment Portfolio..... 9-13

Notes to the Financial Statements..... 14-20

Schedule 1- Educational assistance payment agreements 21

Schedule 2- Reconciliation of educational assistance agreements 22

Management's Responsibility for Financial Reporting

The accompanying audited financial statements of Legacy Education Savings Plan (formerly known as Global Educational Trust 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.



David Prestwich
Chief Executive Officer

Toronto, Ontario

Independent Auditor's Report

To the Planholders of Legacy Education Savings Plan (formerly known as Global Educational Trust Plan),

We have audited the accompanying financial statements of Legacy Education Savings Plan, which comprise the statements of financial position as at March 31, 2016 and March 31, 2015, 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 March 31, 2016 and March 31, 2015, 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 audits. We conducted our audits 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 Legacy Education Savings Plan as at March 31, 2016 and March 31, 2015, and its financial performance, changes in its net assets attributable to subscribers and beneficiaries and its cash flows for the years then ended in accordance with International Financial Reporting Standards.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
June 10, 2016

Legacy Education Savings Plan

Statements of Financial Position

	As at Mar. 31, 2016	As at Mar. 31, 2015
	\$	\$
Assets		
Cash and cash equivalents	60,879,924	56,507,866
Investments - at fair value (Note 6)	606,378,333	572,137,654
Due from the Global Educational Trust Foundation (Note 4)	579,989	1,056,264
Due from the Fund Manager - Global Growth Assets Inc. (Note 4)	80,186	-
Grants receivable (Note 2b)	1,868,521	1,923,930
Receivable for securities sold	-	5,182,059
Interest receivable	2,925,055	2,945,633
	672,712,008	639,753,406
Liabilities		
Accounts payable	877,857	258,615
Payable for securities purchased	13,179,744	11,462,513
Due to the Distributor - GRESP (Note 4)	3,234,701	1,908,452
Due to the Fund Manager - Global Growth Assets Inc. (Note 4)	-	423,901
Net assets attributable to Subscribers and Beneficiaries	655,419,706	625,699,925
Net assets attributable to Subscribers and Beneficiaries represented by:		
Subscriber contributions (Note 5)	405,581,320	377,083,340
Accumulated government grants	162,992,327	151,186,319
Unrealized appreciation of investments	10,942,046	21,322,686
Accumulated and undistributed investment income and realized gains on investments	75,904,013	76,107,580
	655,419,706	625,699,925

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



Allan Smith
Director



Harold Wolkin
Director

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

Legacy Education Savings Plan

Statements of Comprehensive Income

For the years ended March 31

	2016	2015
	\$	\$
Revenue		
Interest income for educational assistance payments	16,241,089	16,774,114
Realized gains on disposal of investments	1,155,923	5,715,622
Change in unrealized (depreciation) appreciation on investments	(10,380,640)	18,706,191
	7,016,372	41,195,927
Expenses		
Administration fees	8,568,651	7,906,405
Audit costs	159,465	150,962
Other	78,543	93,560
Independent review committee	20,825	8,500
	8,827,484	8,159,427
(Decrease) Increase in Net Assets attributable to Subscribers and Beneficiaries from operations	(1,811,112)	33,036,500

Statements of Changes in Net Assets Attributable to Subscribers and Beneficiaries

For the years ended March 31

	2016	2015
	\$	\$
Net assets attributable to Subscribers and Beneficiaries, beginning of year	625,699,925	553,442,484
Increase (Decrease) in Net Assets attributable to Subscribers and Beneficiaries from operations	(1,811,112)	33,036,500
Increase in Net Assets Attributable to Subscribers and Beneficiaries		
Subscriber contributions received	63,800,236	64,196,903
Government grants received(Note 2):		
Canada Education Savings Grants (CESG)	15,267,916	15,935,638
Canada Learning Bond (CLB)	2,885,775	3,172,520
British Columbia Training and Education Savings Grant (BCTESG)	627,600	-
Quebec Education Savings Incentive (QESI)	566,881	441,228
Saskatchewan an Advantage Grant for Education Savings (SAGES)	32,871	23,792
Alberta Centennial Education Savings Plan (ACES)	9,150	18,250
	83,190,429	83,788,331
Decrease in Net Assets Attributable to Subscribers and Beneficiaries		
Refund of subscriber contributions	(35,302,257)	(31,643,526)
Payments to Beneficiaries:		
Government grants	(7,584,185)	(6,258,491)
Income earned on Government grants	(2,112,044)	(1,521,312)
Income earned on Subscriber contributions	(6,661,050)	(5,144,061)
	(51,659,536)	(44,567,390)
Net assets attributable to Subscribers and Beneficiaries, end of year	655,419,706	625,699,925

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

Legacy Education Savings Plan

Statements of Cash Flows

For the years ended March 31

	2016	2015
	\$	\$
Cash provided by (used in):		
Operating Activities		
(Decrease) increase in Net assets attributable to Subscribers and Beneficiaries from operations	(1,811,112)	33,036,500
Adjustments for:		
Change in unrealized losses (gains) on investments	10,380,640	(18,706,191)
Realized gains on disposal of investments	(1,155,923)	(5,715,622)
Decrease in due from Foundation	476,275	1,102,279
Increase in due to the Fund Manager - Global Growth Assets Inc.	(80,186)	-
Decrease in grants receivable	55,409	221,955
Decrease (increase) in receivable for securities sold	5,182,059	(5,182,059)
Decrease in interest receivable	20,578	629,940
Increase (decrease) in accounts payable	619,242	(218,386)
Increase (decrease) in due to the Distributor - GRESP	1,326,249	(39,540)
(Decrease) increase in due to the Fund Manager - Global Growth Assets Inc.	(423,901)	11,240
Increase in payable for securities purchased	1,717,231	11,462,513
Purchase of investments	(833,707,019)	(1,197,828,835)
Proceeds from sale of investments	790,241,623	1,161,983,688
	(27,158,835)	(19,242,518)
Financing Activities		
Subscriber contributions received, net	28,497,979	32,553,377
Government grants received	19,390,193	19,591,428
Educational assistance payments made to beneficiaries	(16,357,279)	(12,923,864)
	31,530,893	39,220,941
Increase in cash	4,372,058	19,978,423
Cash and cash equivalents, beginning of year	56,507,866	36,529,443
Cash and cash equivalents, end of year	60,879,924	56,507,866
Supplemental cash flow information:		
Interest received	16,372,561	17,426,783

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

Legacy Education Savings Plan

Schedule of Investment Portfolio

As at March 31, 2016

	Par Value	Cost	Fair value
	\$	\$	\$
Subscribers' contribution invested - (65.90%)			
Government Securities - 13.68%			
Canada Government 0.25% May 1, 2017	49,025,000	48,872,319	48,873,023
Canada Housing Trust 2.75% January 12, 2048	6,645,000	7,628,178	7,789,468
Canada Government 5.75% June 1, 2029	3,925,000	5,704,519	5,841,067
Canada Government 5.75% June 1, 2033	3,555,000	5,480,603	5,579,786
Canada Housing Trust 2.90% June 15, 2024	5,000,000	5,065,361	5,476,150
Canada Housing Trust 2.35% September 15, 2023	3,920,000	4,024,942	4,144,263
Government of Canada 2.75% September 1, 2016	2,730,000	2,759,348	2,754,461
Government of Canada 3.75% June 1, 2019	2,480,000	2,733,704	2,725,768
NHA Mortgage Backed Security 2.00% December 1, 2017	3,700,000	2,674,726	2,668,662
Canada Housing Trust 3.80% June 15, 2021	2,275,000	2,524,925	2,574,959
Canada Housing Trust 2.40% December 15, 2022	2,030,000	2,013,212	2,156,550
Government of Canada 2.50% June 1, 2024	610,000	674,965	674,556
		<u>90,156,802</u>	<u>91,258,713</u>
Provincial Securities - 17.91%			
Province of Ontario 6.50% March 8, 2029	9,355,000	13,433,709	13,314,410
Province of Ontario 4.00% June 2, 2021	10,745,000	11,527,272	12,111,549
Province of Quebec 6.00% October 1, 2029	6,050,000	8,221,950	8,308,102
Province of Alberta 2.90% September 20, 2029	7,945,000	7,918,782	8,059,329
Province of Ontario 3.50% June 2, 2043	6,890,000	7,016,659	7,365,203
Province of Ontario 5.60% June 2, 2035	5,230,000	7,547,634	7,195,434
Province of British Columbia 2.70% December 18, 2022	6,430,000	6,369,416	6,863,285
Province of Ontario 2.85% June 2, 2023	5,330,000	5,346,517	5,688,270
Province of British Columbia 5.70% June 18, 2029	3,275,000	3,787,223	4,431,566
Province of Nova Scotia 1.01% August 15, 2018	4,250,000	4,258,205	4,243,625
Province of Quebec 5.00% December 1, 2041	2,925,000	3,690,369	3,874,543
Hydro-Quebec 11.00% August 15, 2020	2,545,000	3,961,093	3,588,475
Province of Saskatchewan 3.20% March 6, 2024	3,300,000	3,357,090	3,567,696
Province of Saskatchewan 1.95% March 1, 2019	3,200,000	3,282,880	3,280,896
Province of Manitoba 1.02% April 2, 2019	2,100,000	3,199,644	3,185,458
Province of Quebec 3.75% September 1, 2024	2,765,000	2,898,284	3,125,805
Province of British Columbia 3.70% December 18, 2020	2,775,000	2,736,372	3,084,857
Province of Manitoba 4.15% June 3, 2020	2,300,000	2,535,060	2,564,270
Province of New Brunswick 2.85% June 2, 2023	2,030,000	2,004,300	2,136,392
Financement Quebec 2.45% December 1, 2019	2,030,000	2,036,896	2,120,640
Financement Quebec 1.26% June 1, 2018	2,100,000	2,124,885	2,113,650
Province of Ontario 1.07% September 22, 2017	2,100,000	2,111,999	2,105,670
British Columbia Municipal Fin Auth 4.60% April 23, 2018	1,785,000	1,778,074	1,911,432
Province of Ontario 4.20% March 8, 2018	1,675,000	1,842,500	1,781,279
Province of Alberta 2.55% December 15, 2022	1,500,000	1,573,500	1,572,120
Province of Saskatchewan 5.00% May 3, 2037	855,000	1,136,723	1,088,603
Province of Ontario 4.40% June 2, 2019	770,000	802,879	848,502
		<u>116,499,915</u>	<u>119,531,061</u>

Legacy Education Savings Plan

Schedule of Investment Portfolio

As at March 31, 2016

	Par Value	Cost	Fair value
	\$	\$	\$
Subscribers' contribution invested - (65.90%)			
Financial Institution Securities - 15.67%			
Pacific & Western Bank GIC 4.50% August 3, 2021	10,000,000	10,000,000	10,000,000
Pacific & Western Bank 8.00% March 11, 2021	10,000,000	10,000,000	10,000,000
Pacific & Western Bank 11.00% February 27, 2019	4,500,000	4,500,000	4,500,000
Bank of Nova Scotia 3.04% October 18, 2024	4,180,000	4,232,500	4,294,156
TD Bank 3.23% July 24, 2024	3,200,000	3,200,000	3,411,136
Royal Bank of Canada 1.97% March 2, 2022	3,300,000	3,248,279	3,286,635
TD Bank Fixed rate Deposit Note, 2.95% August 2, 2016	3,260,000	3,346,584	3,281,614
Bank of Nova Scotia 2.27% January 13, 2020	3,200,000	3,198,784	3,262,144
Bank of Montreal 1.88% March 31, 2021	3,200,000	3,199,840	3,206,944
Manulife Insurance 2.64% January 15, 2025	3,000,000	3,098,760	3,010,217
Royal Bank of Canada SR Dep Note 2.82% July 12, 2018	2,885,000	2,952,616	2,971,233
Great West Lifeco 6.67% March 21, 2033	2,085,000	2,291,415	2,786,790
Royal Bank of Canada 4.93% July 16, 2025	2,090,000	2,166,348	2,522,296
Bank of Montreal 3.21% September 13, 2018	2,360,000	2,359,882	2,462,235
TD Bank Fixed rate Deposit Note, 2.17% April 2, 2018	2,425,000	2,434,825	2,461,060
RBC Montreal Que SR Dep Note, 2.07% June 17, 2016	2,410,000	2,424,787	2,415,567
National Bank 2.40% October 28, 2019	2,255,000	2,255,000	2,309,346
Royal Bank of Canada 2.03% March 15, 2021	2,255,000	2,254,143	2,273,965
General Electric Capital Canada Inc. 2.42% May 31, 2018	2,190,000	2,238,193	2,233,384
Omers Realty Corporation 2.50% June 5, 2018	2,190,000	2,239,600	2,230,077
Royal Bank of Canada 2.86% March 4, 2021	2,100,000	2,121,630	2,200,254
Bank of Nova Scotia 2.87% June 4, 2021	2,100,000	2,179,821	2,195,319
Toronto Dominion Bank 2.56% June 24, 2020	2,100,000	2,103,990	2,172,618
Bank of Montreal 2.24% December 11, 2017	2,100,000	2,114,204	2,131,983
Sun Life Financial 4.95% June 1, 2036	2,085,000	2,130,662	2,093,590
Enbridge 3.19% December 5, 2022	2,100,000	2,069,375	2,074,758
Royal Bank of Canada 3.66% January 25, 2017	2,000,000	2,049,525	2,041,140
HSBC Bank of Canada 2.08% November 26, 2018	2,000,000	2,010,400	2,006,140
TD Bank 2.05% March 8, 2021	1,740,000	1,740,000	1,757,452
CIBC Capital Trust 9.98% June 30, 2108	1,390,000	1,855,692	1,683,665
Scotiabank Tier I Trust 7.80% June 30, 2108	1,250,000	1,369,600	1,430,950
PSP Capital Inc. 2.26% February 16, 2017	1,300,000	1,328,730	1,315,652
Wells Fargo Financial Canada 2.94% July 25, 2019	1,190,000	1,217,965	1,238,850
GE Capital Canada Funding 4.55% January 17, 2017	1,190,000	1,244,584	1,221,523
Daimler Canada Finance Inc 3.28% September 15, 2016	1,190,000	1,228,675	1,199,937
Canadian Imperial Bank 1.70% October 9, 2018	2,100,000	1,108,899	1,107,546
National Bank of Canada 1.74% March 3, 2020	1,100,000	1,101,320	1,099,351
Royal Bank of Canada 1.97% March 2, 2022	1,045,000	1,045,000	1,040,768
General Electric Capital Corp. 4.60% January 26, 2022	695,000	694,833	793,231
Canadian Imperial Bank 1.75% June 1, 2016	475,000	478,562	475,632
Bank of Montreal Deposit Note 2.24% December 11, 2017	375,000	382,200	380,895
		103,217,223	104,580,053

Legacy Education Savings Plan

Schedule of Investment Portfolio

As at March 31, 2016

	Par Value \$	Cost \$	Fair value \$
Subscribers' contribution invested - (65.90%)			
Principle Protected Notes - 18.64%			
Bank of Nova Scotia Yorkville Canadian Equity PPN June 3, 2020	20,000,000	20,000,000	22,124,000
BAC Canada Finance Ser 1 PPN August 24, 2017	15,000,000	15,000,000	15,024,000
Bank of Nova Scotia Yorkville Guaranteed Top-up Yield Seeker May 1, 2020	15,000,000	15,000,000	14,601,000
Bank of Nova Scotia Yorkville Guaranteed Top-up Yield Seeker August 25, 2021	11,250,000	11,250,000	11,322,000
Bank of Nova Scotia Yorkville Canadian Equity PPN January 24, 2019	10,000,000	10,000,000	10,112,000
National Bank of Canada Yorkville Canadian PPN March 21, 2018	10,000,000	10,000,000	9,805,000
TD Bank Index Linked Dolphin NT August 16, 2021	7,100,000	7,100,000	7,439,380
JP Morgan S&P 500 Low Index Variable Return PPN January 25, 2021	7,100,000	7,100,000	7,371,930
JP Morgan ETF Efficiente PPN February 26, 2020	7,100,000	7,100,000	7,016,930
JP Morgan ETF Efficiente 5 Index PPN May 19, 2021	7,100,000	7,100,000	6,860,730
JP Morgan S&P 500 Low Volatility Index PPN March 14, 2019	4,260,000	4,260,000	4,843,194
BAC Canada Finance PPN September 15, 2016	4,260,000	4,260,000	4,410,378
JP Morgan STOXX Europe Large 200 PPN August 26, 2020	3,550,000	3,550,000	3,437,465
		121,720,000	124,368,007
Total Subscriber contributions invested		431,593,940	439,737,834
Government Grants invested - (24.97%)			
Government Securities - 6.57%			
Canada Government 0.25% May 1, 2017	23,830,000	23,755,785	23,756,127
Canada Housing Trust 2.75% January 12, 2048	3,495,000	4,009,719	4,096,944
Canada Government 5.75% June 1, 2029	1,985,000	2,884,942	2,954,017
Canada Housing Trust 2.90% June 15, 2024	2,660,000	2,694,747	2,913,312
Canada Government 5.75% June 1, 2033	1,465,000	2,258,070	2,299,405
Government of Canada 2.75% September 1, 2016	1,455,000	1,470,641	1,468,037
Government of Canada 3.75% June 1, 2019	1,330,000	1,466,059	1,461,803
NHA Mortgage Backed Security 2.00% December 1, 2017	2,000,000	1,445,798	1,442,520
Canada Housing Trust 3.80% June 15, 2021	1,075,000	1,190,645	1,216,739
Canada Housing Trust 2.35% September 15, 2023	920,000	943,284	972,633
Canada Housing Trust 2.40% December 15, 2022	870,000	862,805	924,236
Government of Canada 2.50% June 1, 2024	320,000	354,080	353,866
		43,336,575	43,859,639
Provincial Securities - 8.81%			
Province of Ontario 6.50% March 8, 2029	5,840,000	8,341,848	8,311,722
Province of Ontario 4.00% June 2, 2021	5,030,000	5,348,056	5,669,715
Province of Ontario 3.50% June 2, 2043	3,860,000	3,923,800	4,126,224
Province of Quebec 6.00% October 1, 2029	2,950,000	4,009,050	4,051,058
Province of Alberta 2.90% September 20, 2029	3,890,000	3,877,163	3,945,977
Province of Ontario 5.60% June 2, 2035	2,635,000	3,802,672	3,625,233
Province of Quebec 5.00% December 1, 2041	1,667,000	2,100,720	2,208,158
Province of Saskatchewan 3.20% March 6, 2024	1,775,000	1,805,603	1,918,988
Province of British Columbia 2.70% December 18, 2022	2,995,000	2,966,865	3,196,785
Province of Ontario 2.85% June 2, 2023	2,575,000	2,592,531	2,748,060
Province of Nova Scotia 1.01% August 15, 2018	1,784,000	1,787,504	1,781,324

Legacy Education Savings Plan

Schedule of Investment Portfolio

As at March 31, 2016

	Par Value \$	Cost \$	Fair value \$
Government Grants invested - (24.97%) - continued			
Provincial Securities - 8.81% - continued			
Province of Quebec 3.75% September 1, 2024	1,375,000	1,443,835	1,554,424
Hydro-Quebec 11.00% August 15, 2020	1,055,000	1,641,876	1,487,561
Province of Ontario 4.20% March 8, 2018	1,335,000	1,423,868	1,419,706
Province of Manitoba 4.15% June 3, 2020	1,225,000	1,350,108	1,365,753
Province of Manitoba 1.02% April 2, 2019	1,349,500	1,349,226	1,343,157
Province of Saskatchewan 1.95% March 1, 2019	1,300,000	1,333,670	1,332,864
Province of British Columbia 5.70% June 18, 2029	765,000	889,873	1,035,160
Province of Ontario 4.40% June 2, 2019	905,000	945,568	997,265
Province of New Brunswick 2.85% June 2, 2023	870,000	858,986	915,597
Financement Quebec 2.45% December 1, 2019	870,000	873,996	908,846
Financement Quebec 1.26% June 1, 2018	900,000	910,665	905,850
Province of Ontario 1.07% September 22, 2017	900,000	905,203	902,430
Province of British Columbia 3.70% December 18, 2020	805,000	793,794	894,886
Province of Alberta 2.55% December 15, 2022	850,000	891,650	890,868
British Columbia Municipal Fin Auth 4.60% April 23, 2018	710,000	707,245	760,289
Province of Saskatchewan 5.00% May 3, 2037	385,000	511,858	490,190
		57,387,233	58,788,090
Financial Institution Securities - 5.76%			
Bank of Nova Scotia 2.27% January 13, 2020	1,800,000	1,799,316	1,834,956
TD Bank Fixed rate Deposit Note, 2.95% August 2, 2016	1,810,000	1,857,621	1,822,000
Bank of Montreal 1.88% March 31, 2021	1,800,000	1,799,910	1,803,906
TD Bank 3.23% July 24, 2024	1,500,000	1,500,000	1,598,970
Manulife Insurance 2.64% January 15, 2025	1,500,000	1,549,380	1,505,108
Royal Bank of Canada SR Dep Note 2.82% July 12, 2018	1,420,000	1,453,442	1,462,444
Great West Lifeco 6.67% March 21, 2033	1,050,000	1,201,935	1,403,420
Royal Bank of Canada 1.97% March 2, 2022	1,350,000	1,328,841	1,344,533
Royal Bank of Canada 4.93% July 16, 2025	1,085,000	1,152,435	1,309,421
TD Bank Fixed rate Deposit Note, 2.17% April 2, 2018	1,290,000	1,295,324	1,309,182
RBC Montreal Que SR Dep Note, 2.07% June 17, 2016	1,265,000	1,272,858	1,267,922
National Bank 2.40% October 28, 2019	1,225,000	1,225,000	1,254,523
Bank of Montreal 3.21% September 13, 2018	1,195,000	1,194,940	1,246,767
Royal Bank of Canada 2.03% March 15, 2021	1,155,000	1,154,561	1,164,714
Bank of Nova Scotia 3.04% October 18, 2024	1,050,000	1,050,000	1,078,676
Royal Bank of Canada 2.86% March 4, 2021	900,000	909,270	942,966
Bank of Nova Scotia 2.87% 4 June 2021	900,000	933,903	940,851
General Electric Capital Canada Inc. 2.42% May 31, 2018	918,000	938,023	936,186
Omers Realty Corporation 2.50% June 5, 2018	918,000	938,604	934,799
Toronto Dominion Bank 2.56% June 24, 2020	900,000	901,710	931,122
Bank of Nova Scotia 3.04% October 18, 2024	900,000	922,500	924,579
TD Bank 2.05% March 8, 2021	915,000	915,000	924,177
Bank of Montreal 2.24% December 11, 2017	900,000	906,570	913,707
Enbridge 3.19% December 5, 2022	900,000	886,890	889,182
CIBC Capital Trust 9.98% June 30, 2019-2108	700,000	933,889	847,889
Royal Bank of Canada 3.66% January 25, 2017	813,000	833,276	829,723
HSBC Bank of Canada 2.08% November 26, 2018	750,000	753,900	752,303

Legacy Education Savings Plan

Schedule of Investment Portfolio

As at March 31, 2016

	Par Value \$	Cost \$	Fair value \$
Government Grants invested - (24.97%) - continued			
Financial Institution Securities - 5.76% - continued			
PSP Capital Inc. 2.26% February 16, 2017	700,000	715,470	708,428
Sun Life Financial 4.95% June 1, 2036	700,000	715,330	702,884
Scotiabank Tier I Trust 7.80% June 30,2108	565,000	643,542	646,789
General Electric Capital Corp. 4.60% January 26,2022	525,000	524,874	599,204
Wells Fargo Financial Canada 2.94% July 25, 2019	510,000	521,985	530,936
Canadian Imperial Bank 1.75% June 1, 2016	525,000	528,938	525,698
GE Capital Canada Funding 4.55% January 17, 2017	510,000	534,085	523,510
Daimler Canada Finance Inc 3.28% September 15, 2016	510,000	526,653	514,337
Canadian Imperial Bank 1.70% October 9, 2018	450,000	453,641	453,087
National Bank of Canada 1.74% March 3, 2020	450,000	450,540	449,735
Royal Bank of Canada 1.97% March 2,2022	420,000	420,000	418,299
Bank of Montreal Deposit Note 2.24% December 11, 2017	200,000	203,840	203,144
		37,847,996	38,450,077
Principle Protected Notes - 3.83%			
Bank of Nova Scotia Yorkville Guaranteed Top-up Yield Seeker May 1, 2020	5,000,000	5,000,000	4,867,000
Bank of Nova Scotia Yorkville Guaranteed Top-up Yield Seeker August 25, 2021	3,750,000	3,750,000	3,774,000
TD Bank Index Linked Dolphin NT August 16,2021	2,900,000	2,900,000	3,038,620
JP Morgan S&P 500 Low Index Variable Return PPN January 25, 2021	2,900,000	2,900,000	3,011,070
JP Morgan ETF Efficiente PPN February 26, 2020	2,900,000	2,900,000	2,866,070
JP Morgan ETF Efficiente 5 Index PPN May 19, 2021	2,900,000	2,900,000	2,802,270
JP Morgan S&P 500 Low Volatility Index PPN March 14, 2019	1,740,000	1,740,000	1,978,206
BAC Canada Finance PPN September 15, 2016	1,740,000	1,740,000	1,801,422
JP Morgan STOXX Europe Large 200 PPN August 26, 2020	1,450,000	1,450,000	1,404,035
		25,280,000	25,542,693
Total Government Grants Invested		163,851,804	166,640,499
Total Subscriber contributions and Government Grants invested - (90.87%)		595,445,744	606,378,333
Cash - 5.16%		34,411,652	34,411,652
Cash equivalent - 3.97%		26,458,815	26,468,272
Total Investment Portfolio		656,316,211	667,258,257

Legacy Education Savings Plan

Notes to the financial statements

March 31, 2016 and 2015

1. Organization and general

Legacy Education Savings Plan (formerly known as Global Educational Trust Plan) (the "Plan") was established on October 14, 1998. It was administered by the Global Educational Trust Foundation (the "Foundation") up to September 28, 2010. The Foundation is a not-for-profit organization, incorporated without share capital, under the laws of Canada. The Foundation continues to be the sponsor of the Plan. 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 an 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. Education assistance payments are paid from the income earned on the subscriber's contributions.

The financial statements of the Plan were authorized for issuance by the Board of Directors of the Foundation and GGAI on June 10, 2016.

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.

The Pacific & Western Bank of Canada ("PWB") bonds held by the Plan are not traded in an active market. Principal Protected Notes ("PPNs") are hybrid financial debt instruments issued by governments, Canadian chartered banks and licensed trust and loan companies that have embedded components that change the risk/return profile of the security. Included in this class are structured notes that are debt instruments whose returns are based on indices or underlying assets rather than typical interest payments. PPNS are carried at fair value using pricing methodologies established by management and use, among others, historical or implied volatility and historical correlation, to compute the present value of the note. The PWB bonds are valued using contractual terms, market inputs and industry standard calculation methodologies.

Legacy Education Savings Plan

Notes to the financial statements

March 31, 2016 and 2015

2. Summary of significant accounting policies (continued)

(c) *Offsetting*

Financial assets and liabilities are offset and the net amount presented in the statements 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 statements 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 is 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.

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

(a) *Financial instruments*

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 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.

(b) *Presentation of Financial Statements*

In December 2014, the IASB issued Disclosure Initiative Amendments to IAS 1 as part of the IASB's Disclosure Initiative. These amendments encourage entities to apply professional judgment regarding disclosure and presentation in their financial statements. These amendments are effective for annual periods beginning on or after January 1, 2016. The Plan is assessing the implications of these amendments.

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).

Legacy Education Savings Plan

Notes to the financial statements

March 31, 2016 and 2015

2. Summary of significant accounting policies (continued)

(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 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.

On March 26, 2015, the Alberta Government announced the closure of the Alberta Centennial Education Savings ("ACES") Plan Grant program and the last day to apply for the grant was July 31, 2015. For residents of Alberta, the program provided an initial ACES grant of \$500, which was paid into an RESP for every child born in Alberta on or after January 1, 2005. Additional grants of \$100 were paid into the RESPs of eligible beneficiaries when they turned 8, 11 and 14 in the year 2005 or later and (i) were attending school at that time; (ii) had a parent or guardian who was a resident of Alberta at the time of the application or at the time of the child's particular birthday; and (iii) had met minimum contribution levels required by the Government of Alberta.

For residents of Quebec, the provincial government provides the Quebec Education Savings Incentive ("QESI"), which applies to contributions made on or after February 21, 2007 into the RESP, where a child named as a beneficiary is a resident of Quebec. The basic credit is 10% of the net annual contribution to a maximum of \$250 per eligible beneficiary. The total lifetime maximum is \$3,600 per eligible beneficiary. Families within Quebec's annual income threshold may qualify up to 10% of the first \$500 in RESP contributions to a maximum of \$50 in QESI. Family income thresholds are indexed for inflation and will be revised annually by the Quebec Ministry of Revenue.

The Government of British Columbia has introduced the new British Columbia Training and Education Savings Grant ("BCTESG") 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 15, 2018 for children born in 2007 and 2008, (ii) prior to August 15, 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 residents 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.

Legacy Education Savings Plan

Notes to the financial statements

March 31, 2016 and 2015

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) *Measurement of fair value of investments not quoted in an active market*

The Plan holds financial assets that are not traded in an active market such as PPN and PWB bonds and PWB guaranteed investment certificates. These are valued using pricing models that use both observable and unobservable inputs requiring estimates and assumptions to be made. Changes in assumptions about these factors could affect the reported fair values. Refer to Note 6 for more information on the fair value measurement of the Plan's financial instruments.

b) *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 judgement 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 administrator (GGAI) administration fees of 1.95% per annum of the assets of EAP contracts entered subsequent to January 27, 2016. For Plan assets related to EAP contracts entered prior to January 27, 2016, the Plan pays the administrator administration fees of 1.20% per annum.
- b) The Plan's receivables include \$579,989 (March 31, 2015 - \$1,056,264) receivable from the Foundation for discretionary EAP payments made to subscribers and \$80,186 (March 31, 2015 - \$Nil) receivable from GGAI for administration fee rebate. The Plan's payables include \$3,234,701 (March 31, 2015 - \$1,908,452) payable to GRESP settled through the Foundation for sales charges and \$Nil (March 31, 2015 - \$423,901) payable to GGAI settled through the Foundation for administration fees.
- c) GRESP receives sales charges from subscribers that are deducted from contributions made by subscribers. EAP contracts entered subsequent to January 27, 2016 include sales charges of \$30 per unit. Prior to that date the sales charge was at \$60 per unit. In addition, 20% to 40% of insurance premiums collected from subscribers who optionally take insurance are remitted by the Foundation to GRESP.
- d) Special services fees paid from subscribers' savings accounts are remitted by the Foundation to GRESP. The fees principally relate to amounts charged to subscribers in respect of cheques returned and not honored.

5. Subscriber contributions

The changes in the subscriber contributions for the years ended March 31, 2016 and March 31, 2015 are as follows:

	March 31, 2016	March 31, 2015
	\$	\$
Balance, beginning of year	377,083,340	344,529,963
Amount contributed by subscribers	73,107,727	74,978,966
Sales Charges	(7,297,408)	(8,614,053)
Account maintenance fees	(1,099,708)	(1,081,584)
Insurance premiums	(387,047)	(406,272)
Special service fees	(523,327)	(680,154)
Principal withdrawals on terminations or return of contribution	(35,302,257)	(31,643,526)
Balance, end of year	405,581,320	377,083,340

Legacy Education Savings Plan

Notes to the financial statements

March 31, 2016 and 2015

6. Fair value of financial instruments

Fair value measurements are classified in accordance within a fair value hierarchy (ie. 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, 2016	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Cash equivalents	-	26,468,272	-	26,468,272
Fixed income securities	-	431,967,633	24,500,000	456,467,633
PPNs	-	-	149,910,700	149,910,700
Total	-	458,435,905	174,410,700	632,846,605

Assets measured at fair value as of March 31, 2015	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Cash equivalents	-	43,024,478	-	43,024,478
Fixed income securities	-	394,724,354	24,500,000	419,224,354
PPNs	-	-	152,913,300	152,913,300
Total	-	437,748,832	177,413,300	615,162,132

There were no financial instruments that were transferred into or out of Levels 1 or 2 during the years ended March 31, 2016 and March 31, 2015.

Financial instruments classified as Level 3 represent the Plan's investment in certain PPNs and the PWB bonds. These securities are priced based on valuation models. The most significant unobservable input used in the valuation model is the yield used to value the securities. Management estimates that a 1% increase or decrease in the yields used by management would decrease or increase net assets attributable to subscribers and beneficiaries by approximately 580,150 (March 31, 2015 - \$680,260).

The reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	March 31, 2016	March 31, 2015
	\$	\$
Opening balance	177,413,300	141,581,738
Purchases	10,000,000	45,000,000
Proceeds from Maturity and Sale	(10,000,000)	(15,000,000)
(Decrease) increase in unrealized gains	(3,002,600)	5,831,562
Closing balance	174,410,700	177,413,300

7. Capital risk management

The Plan's capital consists of the components of the net assets attributable to subscribers and beneficiaries as per the Statements 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.

Legacy Education Savings Plan

Notes to the financial statements

March 31, 2016 and 2015

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 investment holdings and are related to market risk (which includes interest rate risk and other price risk), credit risk and 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) *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, 2016 and March 31, 2015:

	March 31, 2016	March 31, 2015
	%	%
Less than 1 year	13.2	4.1
1-3 years	20.3	20.4
3-5 years	23.2	16.6
Greater than 5 years	43.3	58.9
	100.0	100.0

As at March 31, 2016, management estimates that if prevailing interest rates had increased or decreased by 1% (March 31, 2015 - 1%), the total investment portfolio value would decrease by approximately \$27 million (March 31, 2015 - \$31 million) or increase by approximately \$33 million (March 31, 2015 - \$34 million), 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.

(ii) *Price risk*

Other price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, other than those arising from interest rate risk. The asset class that is most impacted by other price risk are PPNs which represent 22.9% (March 31, 2015 - 24.5%) of the portfolio. The return on PPNs are not determinable prior to maturity and instead are linked to the performance of their underlying index and will depend on the extent to which the index return is positive or negative at maturity. A negative return will result in a return of only the principal amount which is protected by the issuer. The risk is managed by security selection and active management by external managers within approved investment policies and manager mandates.

As at March 31, 2016, if underlying indices prices had increased or decreased by 1% with all other variables held constant, the portfolio amount would have increased or decreased by approximately \$580,150 (March 31, 2015 - \$680,260). In practice, the actual trading results may differ materially.

Legacy Education Savings Plan

Notes to the financial statements

March 31, 2016 and 2015

8. Risk management (continued)

(b) 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, 2016 and March 31, 2015, the Plan's credit exposure to long term debt instruments is as follows:

Bond Ratings	March 31, 2016	March 31, 2015
	%	%
AAAH/AAA/AAH/AAL	46.7	51.2
AA/AH/A	49.2	44.6
Unrated	4.1	4.2
Total debt securities	100.0	100.0

Dominion Bond Rating Service was the primary source for obtaining credit ratings. Secondary sources used include Moody's Investors Service and Standard & Poor's. Unrated debt instruments are composed of the PWB bonds and PWB GIC.

(c) 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 and cash equivalent positions and primarily invests in securities that are traded in active markets and can be readily disposed to meet expected cash requirements. The Plan's exposure to liquidity risk is concentrated in principal repayment to subscribers and payments of EAPs. Other financial liabilities are all due within one month.

9. Ontario Securities Commission Review

In 2014, the Ontario Securities Commission ("OSC") completed a compliance review of GGAI and GRESP (collectively, the "Global Entities"), and noted deficiencies that have been referred to the enforcement branch. An independent consultant worked with the Global Entities to develop and implement improved compliance systems. The remaining terms and conditions imposed by the OSC as part of the compliance review were revoked on April 24, 2014.

The Global Entities and certain officers received letters dated December 4, 2012 from the OSC in which the OSC stated that it is of the view that these companies and a certain officer made investment decisions on behalf of the Plan without being registered to do so, and (i) failed to refer conflicts of interest in connection with the Plan to the Investment Review Committee; (ii) failed to provide full, true and plain disclosure of material conflicts of interest in the Plan's 2009 and 2011 prospectuses; (iii) failed to meet the standard required of an investment Plan manager; and (iv) failed to establish and maintain suitable compliance systems.

On April 14, 2014, the Global Entities and Sam Bouji, then Chief Executive Officer of the Plan, entered into a settlement agreement with the OSC. With respect to GGAI, the settlement agreement permanently suspended Mr. Bouji as the Ultimate Designated Person ("UDP") of the Global Entities. GGAI was required to create and maintain an independent board of directors to be approved by the OSC and to appoint a new independent CEO. During the fiscal year, Mr. Bouji has resigned as director and two independent directors were appointed to the Board. Mr. Bouji has resigned as an officer on January 16, 2015 and was replaced by David Prestwich.

Legacy Education Savings Plan

Schedule 1- Educational assistance payment agreements

As at March 31, 2016 and March 31, 2015

Year of eligibility	Number of units outstanding	Principal plus accumulated income	Government grants plus accumulated income	Total
		\$	\$	\$
2002	31	5,384	2,042	7,426
2003	259	59,843	9,815	69,658
2004	856	143,255	21,233	164,488
2005	1,306	245,032	57,828	302,860
2006	2,594	328,096	75,253	403,349
2007	5,067	491,920	107,678	599,598
2008	8,566	593,739	141,164	734,903
2009	12,781	817,707	242,209	1,059,916
2010	19,144	1,555,649	428,805	1,984,454
2011	26,372	2,383,692	651,349	3,035,041
2012	38,574	4,155,562	1,115,161	5,270,723
2013	46,004	6,866,005	1,905,662	8,771,667
2014	59,968	11,227,890	3,100,443	14,328,333
2015	85,570	20,305,984	5,703,766	26,009,750
2016	103,413	37,308,817	9,921,856	47,230,673
2017	109,922	38,617,495	10,687,359	49,304,854
2018	124,128	39,466,242	11,315,033	50,781,275
2019	130,347	38,092,561	11,265,769	49,358,330
2020	144,298	38,606,651	11,705,676	50,312,327
2021	147,325	35,712,193	11,420,087	47,132,280
2022	161,660	34,625,137	14,827,709	49,452,846
2023	166,175	31,650,937	15,060,311	46,711,248
2024	177,913	30,156,595	14,925,448	45,082,043
2025	184,917	27,399,017	14,448,247	41,847,264
2026	169,971	21,696,569	12,502,197	34,198,766
2027	151,632	15,295,077	9,906,541	25,201,618
2028	130,169	10,373,669	7,582,334	17,956,003
2029	115,313	6,768,596	5,887,015	12,655,611
2030	87,583	3,331,447	4,001,016	7,332,463
2031	54,113	1,072,536	2,473,985	3,546,521
2032	4,607	187,634	1,207,594	1,395,228
2033	860	27,043	336,357	363,400
2034	89	2,455	1,768	4,223
March 31, 2016	2,471,527	459,570,429	183,038,710	642,609,139
March 31, 2015	2,977,661	430,775,867	171,677,442	602,453,309

Legacy Education Savings Plan

Schedule 2- Reconciliation of educational assistance agreements

As at March 31, 2016 and March 31, 2015

	Opening agreements	Inflow agreements	Outflow agreements	Closing agreements
The following is a summary of Educational Assistance Payment contracts				
2016	82,939	3,452	4,348	82,043
2015	83,075	3,908	4,044	82,939
The following reconciles Schedule 1 to the statements of financial position				
			2016	2015
			\$	\$
Total principal, government grants and accumulated income (Schedule 1)			642,609,139	602,453,309
Represented in the statements of financial position by				
Subscriber contributions			405,581,320	377,083,340
Accumulated government grants			162,992,327	151,186,319
Accumulated and undistributed investment income and realized gains on investments			75,904,013	76,107,580
			644,477,660	604,377,239
Less: Government grants receivable			1,868,521	1,923,930
			642,609,139	602,453,309

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