Scotia Wealth Management
Private Investment Counsel

January 15, 2019

Mr. David MacNicol
Chairman, Investment Committee
Anglican Diocese of Toronto

Dear Mr. MacNicol:

The Incorporate Synod of the Diocese of Toronto Quarterly Report
Consolidated Care and Maintenance Fund

Attached is the quarterly package for the Consolidated Care & Maintenance Fund for the period Oct 1, 2018 to Dec 31, 2018.

The quarterly package includes:

Short Summary – 1 page
Scotia Wealth Management research piece – 4 pages
Portfolio Valuation Summary – 3 pages
Portfolio Valuation Details – 6 pages
Investment Performance Summary– 2 pages
Capital Gains Report Oct 1 – Dec 31, 2018 – one page
Transaction Summary – 1 page
Transaction Details Oct 1 – Dec 31, 2018 – 3 pages
Duration Report – 1 page

Yours truly,

Anthony Kosir,
Portfolio Manager
Phone: (416) 933 - 5568

Encls.
Cc. VIA EMAIL FOR COMMITTEE MEMBERS

Scotia Wealth Management
Private Investment Counsel

SHORT SUMMARY
December 31, 2018

Anglican Diocese of Toronto, Cemetery Fund

I understand the investment objective of the account is ***Conservative Balanced***.

The assets of the portfolio may be summarized as follows:

ASSET MIX

ASSET	BOOK VALUE	MARKET VALUE	PROJECTED INCOME
Cash Reserve	$892,212	$892,212	$16,508
Fixed Income	$5,676,920	$5,506,964	$195,764
Canadian Equities	$2,101,704	$3,474,234	$152,570
American Equities	$766,865	$1,338,469	$27,381
International Equities	$109,536	$139,439	$4,652
	$9,547,444	$11,354,121	$396,875

Totals do not include accrued income of $31,016

ASSET MIX

ASSET	CURRENT	MINIMUM	MAXIMUM
Cash Reserve	8%	0%	10%
Fixed Income	48%	50%	70%
Can. Equities	31%	20%	40%
US Equities	12%	0%	10%
Int'l Equities	1%		
	100%		

Portfolio Perspectives

WINTER 2019

Private Investment Counsel, 1832 Asset Management L.P.

Market Review

2018 was tough on investors as markets faced a myriad of issues including trade concerns, global inflation risks, excessive corporate leverage and emerging market stresses. In the fourth quarter, Canadian and U.S. equities, as represented by the S&P/TSX Composite Index and the S&P 500 Index, returned -10.11% and -8.86% (C$) respectively. International equities, as represented by the MSCI EAFE Index, returned -7.78% (C$) while emerging markets, as represented by the MSCI Emerging Markets Index, also struggled, down -2.41% (C$). On the currency front the Canadian dollar was severely challenged, down -5.34% against the U.S. Dollar.

Canadian dollar ends year down. The Canadian dollar had its worst annual performance in three years, ending 2018 at $1.36 versus the U.S. dollar. The depreciation was due to a flight to safety as well as the decline in oil prices. According to Statistics Canada, gross domestic product (GDP) increased 0.3% in October from September, pushed higher by strength in manufacturing, finance and insurance. The Bank of Canada has raised interest rates five times since July, 2017 to 1.75%. But expectations for further tightening were lessened after the central bank left rates on hold in December and suggested future hikes could be more gradual.

U.S. economy mixed. The U.S. economy was mixed as it rounded out the year with high consumer confidence and robust household spending, however manufacturing data came in weaker than expected. According to the Commerce Department, personal-consumption expenditures increased 0.4% in November, the ninth straight monthly increase. On the other hand, demand for durable goods produced by U.S. factories showed signs of weakening. Orders for machinery, electrical equipment and motor vehicles and parts orders all fell in November. New orders for nondefense capital goods excluding aircraft, a common gauge of underlying business investment, fell 0.6% from October, the third decline in four months.

Protectionism key risk for eurozone. The European Central Bank (ECB) identified protectionism as a key risk for the euro area in 2019. Eurozone exporters pulled back amid global protectionism concerns, which have added to domestic problems in the auto and banking industries. Brexit also cast a shadow with British companies putting off investment on concerns that the country will leave the European Union without an agreement. The clouded outlook has prompted investors to bet that the ECB and Bank of England (BOE) may be unable to raise interest rates at all in 2019.

China's economic slowdown hits Asia. The Chinese economy has had a knock-on effect throughout Asia, with many emerging markets suffering a weak end to 2018. Manufacturing data for December disappointed in Malaysia, Myanmar, Taiwan and Thailand, suggesting weak production across the board over the fourth quarter. China's Caixin purchasing managers index, which tracks the activities of small and medium-sized enterprises, dipped below 50 for the first time since May 2017, down 0.5 points to 49.7. Confidence has been hit hard by the China-U.S. trade tensions. All eyes are on an expected meeting between China and the U.S. later this month.

IN THIS ISSUE

- Global economy expected to continue along upward path over the next year
- Loss of confidence seen as key risk to markets
- Canadian dollar ends 2018 significantly lower

Index (C$/TR)	% Change (C$) 1 Mth	3 Mth	YTD	1 Yr	Index Level (PR)
FTSE TMX Canada 60 Day T-Bill	0.14	0.42	1.35	1.35	162.20
FTSE TMX Canada Bond Universe	1.36	1.76	1.41	1.41	1,051.44
S&P/TSX Composite	-5.40	-10.11	-8.89	-8.89	14,322.86
S&P 500	-6.70	-8.86	3.98	3.98	3,419.99
MSCI EAFE	-2.39	-7.78	-5.78	-5.78	2,346.36
MSCI Emerging Markets	-0.10	-2.41	-6.75	-6.75	1,317.42
Commodities	**1 Mth**	**3 Mth**	**YTD**	**1 Yr**	**Price (USD)**
Gold Spot ($/oz)	5.08	7.69	-1.56	-1.56	1282.49
Oil WTI ($/barrel)	-11.12	-37.54	-20.89	-20.89	45.41
Natural Gas ($/MMBtu)	-33.47	-4.70	-3.95	-3.95	2.94
Currency	**1 Mth**	**3 Mth**	**YTD**	**1 Yr**	**Rate**
CAD/USD	-2.54	-5.34	-7.83	-7.83	0.7332
CAD/EUR	-3.78	-4.21	-3.50	-3.50	0.6395
CAD/GBP	-2.63	-3.33	-2.40	-2.40	0.5746

Source: Bloomberg. As at December 31, 2018.

Scotia Wealth Management®

Enriched Thinking®

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Current Outlook

To be blunt, 2018 was a tough year for investors. The markets have had a hard time adjusting to central bank tightening, trade war rhetoric and a global growth slowdown. This has led to sharp valuation compression.

Almost 90% of all global asset classes have generated negative returns, the highest proportion recorded in over a century. Meanwhile, cash is outperforming global equities and bonds for the first time since 1994 (figure 1).

We believe the global economy seems set to continue along its upward path over the next year. This will be aided, in large part, by ongoing growth in the world's two largest economies, the United States and China.

Labour demand in the U.S. remains strong, with the unemployment rate at 3.9% in December. This sets a good foundation for the consumer and should help to hold GDP growth near 2.5%. Meanwhile, near-term indicators for the economy, (e.g., ISM manufacturing index and Purchasing Managers Index) have yet to rollover to a level that has historically been concerning for GDP growth (figure 2).

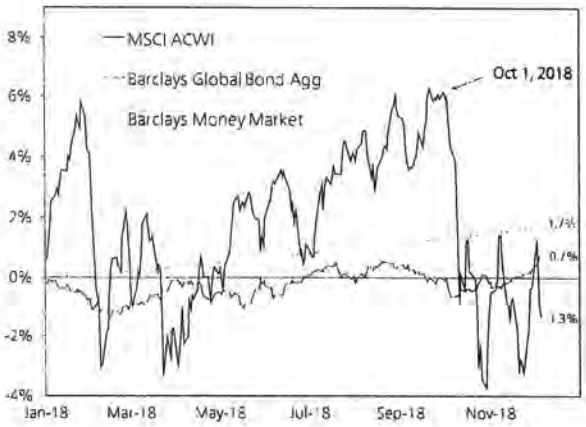
As for China, its monetary easing united by the fiscal and macro-prudential measures already undertaken may help to stabilize the profile of GDP growth at close to its current pace of 6.4%. Japan and the European Union are expected to continue to muddle along, with growth in the 1%-2% range.

Global GDP growth is slowing, but is expected to remain at comfortable levels through the year ahead with low odds for a recession.

Uncertainty surrounding trade peaked in the second half of 2018 but has begun to ease. There was a truce called in the Sino-American trade war as the two sides have indicated that they will work hard over the next three months to find common ground on contentious issues such as autos, agriculture and intellectual property. Furthermore, trade talks between the two economic giants are scheduled to take place in early January.

A new deal, referred to as the USMCA, was signed by America, Mexico and Canada. And, we recently had the ratification of a free trade deal between the European Union (EU) and Japan, thereby becoming the world's largest bilateral free trade agreement covering 33% of global GDP. There have been lots of smaller bilateral deals popping up such as the ones between the EU and Vietnam, and S. Korea and America.

Figure 1: Cumulative total return index. Dec. 31, 2017=100.



Source: 1832 Asset Management L.P., Bloomberg. As of December 4, 2018.

Figure 2: GDP slowdown but no 2019 U.S./global recession

Source: 1832 Asset Management L.P., Haver Analytics

While saber rattling between nations has most definitely been on the rise, perhaps economic insularity has not. To reduce the noise, it is important to watch what people do rather than what they say, and we expect global export growth to continue expanding throughout 2019.

Equities

A positive outlook for the economy lends support to a positive earnings outlook for 2019. Cheapened equity markets supported by what we expect will be high single-digit earnings per share growth (figure 3) sets up for high single-digit total returns. The ongoing economic and earnings expansion is likely to favour a slight bias towards equities over bonds in a balanced portfolio.

Based on a historical comparison back to the 1800s, we have entered a more "normal" experience with regards to equity volatility. However, it is important to keep in mind that after nearly 10 years into an economic expansion, we are probably in the later-stages of the business cycle.

According to one of the many gauges for the economy (i.e., the U.S. Treasury yield curve), this is when one must be prepared for more frequent and intermittent volatility bursts. For 2019, we expect further normalization in equity price volatility (figure 4).

The key risk to the financial markets outlook, in our opinion, is a generalized loss in confidence. Investors have become accustomed to, or maybe even psychologically reliant upon, hyper-stimulative central bank policy.

There were more than 700 interest rate cuts and US$12 trillion dollars of assets purchased directly from secondary markets by the global monetary authorities since the failure of Lehman Brother's over a decade ago. This has now changed.

Even a gradual reversal in long-standing price supportive central bank behaviour could lead to greater pressure on asset valuations. There is perhaps collective concern that economies are at risk without the open-ended promise of direct central bank support.

Many investors, after all, have firmly etched memories of the 2008 financial crisis and at this juncture appear fatigued with the most recent data points from a survey suggesting that there is waning support for higher equity prices.

We will be watching these developments closely, particularly as to how asset prices react to further improvements in economic and earnings fundamentals. The failure to respond positively to these advances would suggest a deepening loss of confidence. Further action to protect capital might then be required.

Fixed Income

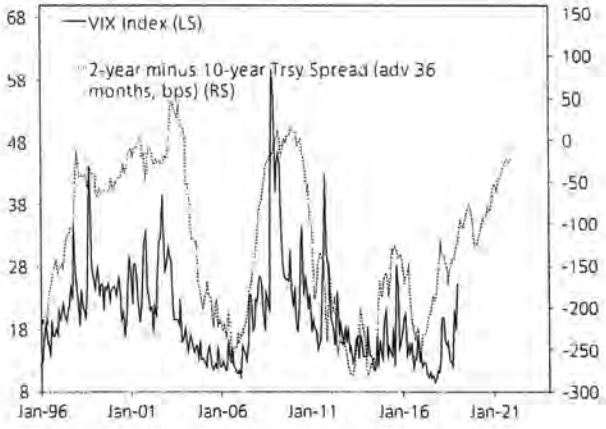
Our outlook for fixed-income is based on stable economic growth and a moderate pickup in inflation. Both trends suggest short-term interest rates will increase gradually, with the Bank of Canada (BoC) likely pursuing a slightly slower pace to rate hikes versus the U.S. Federal Reserve (the Fed).

Figure 3: Consensus estimates

	GDP Growth (%)		EPS Growth (%)	
	2018E	2019E	2018E	2019E
World	3.7	3.6	15.7	8.4
U.S.	2.9	2.6	24.2	8.6
Canada	2.1	2.1	13.6	10.9
Europe	2.0	1.8	7.2	9.0
Japan	1.0	1.0	3.4	4.3
Emerging Markets	5.0	5.0	13.1	9.9
China	6.6	6.2	13.2	14.4
India	7.5	7.3	18.1	24.2
Brazil	1.3	2.4	20.9	18.2

Source: BofA Merrill Lynch, Bloomberg. As of November 30, 2018.

Figure 2: Further normalization in equity price volatility



Source: 1832 Asset Management L.P., Haver Analytics

Inflation has firmed recently, trending near the BoC and the Fed's target of 2%. Tight labour markets and faster wage growth should support inflation expectations as we advance in the cycle, supporting the case for further central bank rate hikes.

We believe rates will increase more slowly in Canada, where economic imbalances support a more cautious tightening approach. Positively, we think there is still sufficient room for rates to increase before they will begin to curb economic expansion. Contained inflation will be key in allowing the BoC and the Fed flexibility to maintain this cushion.

We know that the yield curve is the most reliable long-term

indicator used to gauge the risk of economic recession. The spread between longer and shorter dated Treasury yields has turned negative many months ahead of almost every recession since the early 1960s. Recently the spread between the five-year and three-year Treasury yield has moved into the negative domain (figure 5).

This shorter-dated curve inversion has occurred, on average, 17 months ahead of recession and 12 months ahead of a major market top. Using history as a guide, this would mean that a major market top doesn't appear until sometime around December 2019 with the potential for something like +22% upside in market prices from here to the top. There have been some false signals along the way, like that which occurred during the Asian currency/ Long-Term Capital Management (LTCM) debacle. But even assuming this recent inversion is not a false signal, the range of outcomes is wide. We could be as little as eight months ahead of recession and already one month past the market top (e.g., 1973) or 27 months ahead of recession (e.g., 1967) and 29 months from the market cycle's end (e.g., 1978).

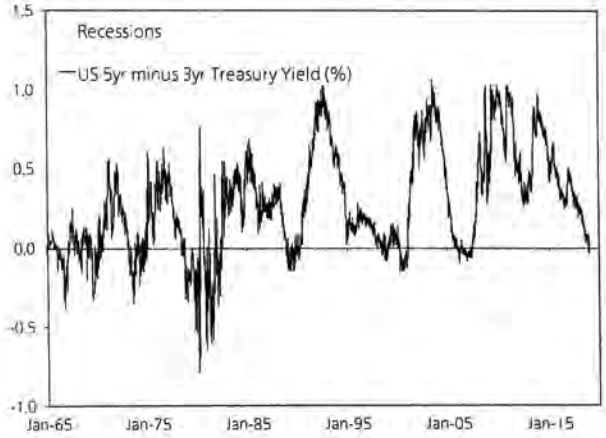
We believe a yellow flag on the economy should be raised; conditions have started to fall into place that increases downside economic risks. In other words, we have probably entered the later-cycle phase of the business cycle which, in a 10 year expansion, might still be measured in years. However, it still seems too soon to batten down the hatches.

Canadian Dollar

The Canadian dollar ended 2018 with its worst annual performance in three years, trading at 1.36 to the U.S. dollar, or 73.32 U.S. cents. The loonie was hammered, first by fears over the trading relationship with the U.S., then by a bust in the oil market, and more recently by mixed messages from the BoC.

The BoC raised its interest rate 25 basis points to 1.75% in October and said it will go on lifting its benchmark rate

Figure 5: Five-year minus three-year Treasury spread



Source: 1832 Asset Management L.P., Haver Analytics

over coming quarters. However, it backed away from that guidance in December following a series of disappointing economic figures and a rout in oil prices.

Investors had until then anticipated that January's BoC meeting would yield what would then be a fourth rate hike inside of 12 months. However, the BoC announced that it is putting its planned higher interest rates on hold for now, citing lower oil prices, weaker housing activity and the U.S.-China trade clash.

The BoC insisted that it is still committed to getting interest rates back up to neutral – the level where they are neither driving the economy forward nor slowing it down – but only "over time."

The bank's new qualified commitment to raise rates "over time" is meant to "inject ambiguity" into what it will do in the months ahead, BoC Governor Stephen Poloz explained. He said the bank is hoping to have a clearer picture of how the economy is evolving by the time it releases its next forecast in April.

For more information on your specific investment strategy, please contact a member of your portfolio investment team.

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Diocese of Toronto Anglican Ch

Portfolio Valuation Summary
December 31, 2018
Acct # 60691G
CD Currency

Description	Total cost $	Total Market Value $	% of Portfolio	Yield @ Market	Estimated Annual Income $
CASH & SHORT TERM					
CASH	94,712	94,712	0.8%		
OTHER	797,500	797,500	7.0%	2.1%	16,508
Total CASH & SHORT TERM	892,212	892,212	7.8%	1.9%	16,508
FIXED INCOME					
CANADIAN					
GOVERNMENT	202,472	204,372	1.8%	1.9%	7,500
PROVINCIAL	489,364	501,325	4.4%	2.3%	15,330
CORPORATE	517,128	514,820	4.5%	2.8%	23,400
OTHER	1,606,844	1,540,080	13.5%	2.5%	38,197
MUTUAL FUNDS	1,776,589	1,706,975	15.0%	3.5%	59,609
Total CANADIAN	4,592,397	4,467,572	39.2%	2.9%	144,036
PREFERRED SHARES	1,084,523	1,039,392	9.1%	5.0%	51,728
Total FIXED INCOME	5,676,920	5,506,964	48.4%	3.3%	195,764
REAL ESTATE					
REAL ESTATE MANAGEMENT & DEV.					
REAL ESTATE SERVICES	130	2,803			
Total REAL ESTATE MANAGEMENT & DEV.	130	2,803			
Total REAL ESTATE	130	2,803			0
EQUITIES					

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Description	Total cost $	Total Market Value $	% of Portfolio	Yield @ Market	Estimated Annual Income $
CANADA					
ENERGY	456,350	615,598	5.4%	5.0%	30,978
MATERIALS	99,333	52,400	0.5%	11.5%	6,000
INDUSTRIALS	23,716	202,220	1.8%	1.8%	3,640
CONSUMER STAPLES	64,903	117,570	1.0%	1.7%	1,980
FINANCIALS	973,074	1,717,110	15.1%	4.4%	76,140
TELECOMMUNICATION SERVICES	378,543	587,296	5.2%	4.5%	26,632
UTILITIES	105,785	182,040	1.6%	4.0%	7,200
Total CANADA	2,101,704	3,474,234	30.5%	4.4%	152,570
UNITED STATES					
INDUSTRIALS	236,789	291,088	2.6%	2.7%	7,880
HEALTH CARE	167,953	300,117	2.6%	2.5%	7,639
INFORMATION TECHNOLOGY	362,200	747,264	6.6%	1.6%	11,862
Total UNITED STATES	766,942	1,338,469	11.8%	2.0%	27,381
INTERNATIONAL EQUITIES					
INTERNATIONAL EQUITIES	109,536	139,439	1.2%	3.3%	4,652
Total INTERNATIONAL EQUITIES	109,536	139,439	1.2%	3.3%	4,652
Total EQUITIES	2,978,182	4,952,142	43.5%	3.7%	184,603

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Description	*Total cost* $	*Total Market Value* $	*% of Portfolio*	*Yield @ Market*	*Estimated Annual Income* $
Total Portfolio Value	9,547,444	11,354,121	99.7%	3.4%	396,875
Accrued Income	31,016	31,016	0.3%		
Net Pending Trade					
Total Market Value	9,578,460	11,385,137			396,875

Weighted Average Yield: 2.44%
Weighted Average Coupon: 3.89%
Weighted Average Term: 2.32yrs
Weighted Average Duration 2.19yrs

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Portfolio Valuation Details
December 31, 2018
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Par/Shares/Units	Description	Unit Cost $	Total Cost $	Market Price $	Total Market Value $	% of Portfolio	% of Sector	Yield @ Market	Estimated Annual Income $
Cash & Short Term									
Cash									
90,500	Canadian Dollar (Revenue)		90,500	1.0000	90,500	0.8%	0.8%		
4,212	Canadian Dollars		4,212	1.0000	4,212	0.0%			
Total Cash			94,712		94,712	0.8%	0.8%	0.0%	0
Other									
79,750	Scotiatrust Money Market CTF	10.000	797,500	10.0000	797,500	7.0%	7.0%	2.1%	16,508
Total Other			797,500		797,500	7.0%	7.0%	2.1%	16,508
Total Cash & Short Term			892,212		892,212	7.8%	7.8%	1.9%	16,508
FIXED INCOME									
Canadian									
Government									
$200,000	Canada Housing Trust 3.75% March 15,2020	101.236	202,472	102.1861	204,372	1.8%	1.8%	1.9%	7,500
Total Government			202,472		204,372	1.8%	1.8%	1.9%	7,500
Provincial									
$100,000	Alberta Province 2.55% December 15,2022	98.983	98,983	100.5024	100,502	0.9%	0.9%	2.4%	2,550
$90,000	BC Province 3.7% December 18,2020	100.123	90,111	103.1323	92,819	0.8%	0.8%	2.1%	3,330
$300,000	Ontario Province 3.15% June 2,2022	100.090	300,270	102.6679	308,004	2.7%	2.7%	2.3%	9,450
Total Provincial			489,364		501,325	4.4%	4.4%	2.3%	15,330

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Par/Shares/Units	Description	Unit Cost $	Total Cost $	Market Price $	Total Market Value $	% of Portfolio	% of Sector	Yield @ Market	Estimated Annual Income $
Corporate									
$100,000	Hydro One Inc. 3.2% January 13,2022	100.600	100,600	101.0885	101,089	0.9%	0.9%	2.8%	3,200
$400,000	Telus Corp. 5.05% July 23,2020	104.132	416,528	103.4326	413,731	3.6%	3.6%	2.8%	20,200
Total Corporate			517,128		514,820	4.5%	4.5%	2.8%	23,400
Other									
145,637	Scotiatrust Bond CTF	11.033	1,606,844	10.5748	1,540,080	13.5%	13.5%	2.5%	38,197
Total Other			1,606,844		1,540,080	13.5%	13.5%	2.5%	38,197
Mutual Funds									
174,336	ScotiaTrust Canadian Corporate Bond CTF	10.191	1,776,589	9.7913	1,706,975	15.0%	15.0%	3.5%	59,609
Total Mutual Funds			1,776,589		1,706,975	15.0%	15.0%	3.5%	59,609
Total Canadian			4,592,397		4,467,572	39.2%	39.2%	2.9%	144,036
Preferred Shares									
10,000	BROOKFIELD ASSET MAN INC 5.00% - PFD SERIES 44	26.390	263,897	25.7600	257,600	2.3%	2.3%	4.9%	12,500
10,000	CANADIAN UTILITIES PFD 4.50% SERIES FF	26.520	265,203	26.0000	260,000	2.3%	2.3%	4.3%	11,250
4,200	Power Financial Corp 4.8% Pfd Series S	25.330	106,386	20.9600	88,032	0.8%	0.8%	5.7%	5,040
10,000	ROYAL BANK NON CUM FIRST 5.5%-PFD SR BK	26.878	268,776	25.7500	257,500	2.3%	2.3%	5.3%	13,750
7,000	WESTCOAST ENERGY 5.25% -PFD SERIES 10	25.752	180,261	25.1800	176,260	1.5%	1.5%	5.2%	9,188
Total Preferred Shares			1,084,523		1,039,392	9.1%	9.1%	5.0%	51,728
Total FIXED INCOME			5,676,920		5,506,964	48.4%	48.4%	3.3%	195,764

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Portfolio Valuation Details
December 31, 2018
Acct # 60691G
CD Currency

Par/Shares/Units	Description	Unit Cost $	Total Cost $	Market Price $	Total Market Value $	% of Portfolio	% of Sector	Yield @ Market	Estimated Annual Income $
Real Estate									
Real Estate Management & Dev.									
Real Estate Services									
100	Resideo Technologies Inc	1.000US	130	20.5500 US	2,803	0.0%			
Total Real Estate Services			130		2,803			0.0%	0
Total Real Estate Management & Dev.			130		2,803			0.0%	0
Total Real Estate			130		2,803				
Equities									
Canada									
Energy									
3,200	Canadian Natural Resources Ltd.	12.513	40,042	32.9400	105,408	0.9%	0.9%	4.1%	4,288
2,500	Enbridge Inc.	19.946	49,866	42.4100	106,025	0.9%	0.9%	6.3%	6,710
2,000	Pembina Pipeline Corp.	39.694	79,389	40.5100	81,020	0.7%	0.7%	5.6%	4,560
4,000	Suncor Energy, Inc	47.069	188,277	38.1300	152,520	1.3%	1.3%	3.8%	5,760
3,500	TransCanada Corporation	28.222	98,776	48.7500	170,625	1.5%	1.5%	5.7%	9,660
Total Energy			456,350		615,598	5.4%	5.4%	5.0%	30,978
Materials									

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Par/Shares/Units	Description	Unit Cost $	Total Cost $	Market Price $	Total Market Value $	% of Portfolio	% of Sector	Yield @ Market	Estimated Annual Income $
5,000	Chemtrade Logistics Income Fund -Units	19.867	99,333	10.4800	52,400	0.5%	0.5%	11.5%	6,000
Total Materials			99,333		52,400	0.5%	0.5%	11.5%	6,000
Industrials									
2,000	Canadian National Railway Company	11.858	23,716	101.1100	202,220	1.8%	1.8%	1.8%	3,640
Total Industrials			23,716		202,220	1.8%	1.8%	1.8%	3,640
Consumer Staples									
3,000	Saputo Inc.	21.634	64,903	39.1900	117,570	1.0%	1.0%	1.7%	1,980
Total Consumer Staples			64,903		117,570	1.0%	1.0%	1.7%	1,980
Financials									
3,000	Bank of Montreal	51.505	154,515	89.1900	267,570	2.4%	2.4%	4.3%	11,520
2,100	Canadian Imperial Bank of Commerce	72.070	151,347	101.6800	213,528	1.9%	1.9%	5.4%	11,424
1,500	Intact Financial Corp.	39.420	59,130	99.1900	148,785	1.3%	1.3%	2.8%	4,200
6,000	Manulife Financial Corporation	24.584	147,505	19.3700	116,220	1.0%	1.0%	5.2%	6,000
5,000	Power Corporation of Canada	28.804	144,021	24.5300	122,650	1.1%	1.1%	6.2%	7,640
3,000	Royal Bank of Canada	25.307	75,922	93.4400	280,320	2.5%	2.5%	4.2%	11,760
5,500	Sun Life Financial Services of Canada Inc.	26.087	143,477	45.2900	249,095	2.2%	2.2%	4.4%	11,000
4,700	Toronto-Dominion Bank	20.672	97,157	67.8600	318,942	2.8%	2.8%	4.0%	12,596
Total Financials			973,074		1,717,110	15.1%	15.1%	4.4%	76,140
Telecommunication Services									

Par/Shares/Units	Description	Unit Cost $	Total Cost $	Market Price $	Total Market Value $	% of Portfolio	% of Sector	Yield @ Market	Estimated Annual Income $
5,000	BCE Inc.	31.894	159,472	53.9300	269,650	2.4%	2.4%	5.6%	15,100
2,600	Rogers Communications Inc. -Cl B	38.979	101,345	69.9600	181,896	1.6%	1.6%	2.7%	4,992
3,000	Telus Corp.	39.242	117,726	45.2500	135,750	1.2%	1.2%	4.8%	6,540
Total Telecommunication Services			378,543		587,296	5.2%	5.2%	4.5%	26,632
Utilities									
4,000	Fortis Inc.	26.446	105,785	45.5100	182,040	1.6%	1.6%	4.0%	7,200
Total Utilities			105,785		182,040	1.6%	1.6%	4.0%	7,200
Total Canada			2,101,704		3,474,234	30.5%	30.5%	4.4%	152,570
United States									
Industrials									
700	3M Company	139.117US	130,523	190.5400 US	181,942	1.6%	1.6%	2.9%	5,195
60	Garret Motion Inc	1.000US	77	12.3400 US	1,010	0.0%			
600	Honeywell International Inc.	141.680US	106,189	132.1200 US	108,136	0.9%	0.9%	2.5%	2,685
Total Industrials			236,789		291,088	2.6%	2.6%	2.7%	7,880
Health Care									
1,000	Johnson & Johnson	71.557US	70,828	129.0500 US	176,038	1.5%	1.5%	2.8%	4,911
1,000	Medtronic PLC	77.753US	97,125	90.9600 US	124,079	1.1%	1.1%	2.2%	2,728
Total Health Care			167,953		300,117	2.6%	2.6%	2.5%	7,639

Diocese of Toronto Anglican Ch

Portfolio Valuation Details
December 31, 2018
Acct # 60691G
CD Currency

Par/Shares/Units	Description	Unit Cost $	Total Cost $	Market Price $	Total Market Value $	% of Portfolio	% of Sector	Yield @ Market	Estimated Annual Income $
Information Technology									
100	Alphabet Inc. - Class A Common Stock	887.031US	115,345	1044.9600 US	142,544	1.3%	1.3%		
600	Apple Inc.	117.138US	94,748	157.7400 US	129,105	1.1%	1.1%	1.9%	2,390
800	Automatic Data Processing Inc.	78.052US	89,741	131.1200 US	143,089	1.3%	1.3%	2.4%	3,448
2,400	Microsoft Corporation	26.400US	62,366	101.5700 US	332,526	2.9%	2.9%	1.8%	6,024
Total Information Technology			362,200		747,264	6.6%	6.6%	1.6%	11,862
Total United States			766,942		1,338,469	11.8%	11.8%	2.0%	27,381
International Equities									
International Equities									
Netherlands									
1,900	Unilever NV -NY Shares ADR	44.638US	109,536	53.8000 US	139,439	1.2%	1.2%	3.3%	4,652
Total Netherlands			109,536		139,439	1.2%	1.2%	3.3%	4,652
Total International Equities			109,536		139,439	1.2%	1.2%	3.3%	4,652
Total International Equities			109,536		139,439	1.2%	1.2%	3.3%	4,652
Total Equities			2,978,182		4,952,142	43.5%	43.5%	3.7%	184,603
Total Portfolio Value			9,547,444		11,354,121	99.7%	99.7%	3.4%	396,875
Accrued Income			31,016		31,016				
Net Pending Trade									
Total Market Value			9,578,460		11,385,137				396,875

Diocese of Toronto – Cemetery Trust Fund
Historical Annual Performance to December 31

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Canadian Equities	**-29.49%**	**32.90%**	**13.76%**	**-5.89%**	**10.13%**	**15.23%**	**13.16%**	**-3.20%**	**19.42%**	**9.45%**	**-9.00%**
S&P/TSX Composite Index	-32.93%	35.05%	17.61%	-8.71%	7.16%	12.99%	10.55%	-8.32%	21.08%	9.10%	-8.89%
U. S. Equities *	n/a	n/a	n/a	n/a	n/a	**46.99%**	**24.94%**	**23.56%**	**7.48%**	**12.07%**	**10.69%**
S&P 500 CD$ Index						41.53%	24.00%	20.96%	8.61%	13.84%	3.98%
Fixed Income	**6.40%**	**10.19%**	**6.55%**	**7.98%**	**4.21%**	**0.59%**	**5.06%**	**0.51%**	**1.67%**	**1.62%**	**0.86%**
DEX Universe Index	6.39%	5.41%	6.74%	9.67%	3.60%	-1.19%	8.79%	3.52%	1.66%	2.52%	1.41%
Total Portfolio	**-7.85%**	**18.00%**	**9.61%**	**1.79%**	**6.43%**	**9.14%**	**9.73%**	**1.46%**	**7.82%**	**5.79%**	**-1.31%**
Cemetery Trust Benchmark	-9.87%	15.80%	10.49%	2.27%	5.71%	8.15%	10.53%	0.97%	9.09%	5.86%	-1.94%

* **US equity exposure begins Nov 5/2012**

Diocese of Toronto – Cemetery Trust Fund
Performance to December 31, 2018

	Three Months	Year to Date	One Year	Two Years	Five Years	Seven Years	Ten Years	Since Inception Apr 1/00
Canadian Equities	**-8.88%**	**-9.00%**	**-9.00%**	**-0.20%**	**5.43%**	**7.44%**	**8.93%**	**7.90%**
S&P/TSX Composite Index	-10.11%	-8.89%	-8.89%	-0.30%	4.05%	5.73%	7.91%	4.84%
U. S. Equities *	**-8.17%**	**10.69%**	**10.69%**	**11.38%**	**15.52%**	n/a	n/a	n/a
S&P 500 CD$ Index	-8.86%	3.98%	3.98%	8.80%	14.02%			
Fixed Income	**0.16%**	**0.86%**	**0.86%**	**1.24%**	**1.93%**	**2.06%**	**3.87%**	**5.01%**
DEX Universe Index	1.76%	1.41%	1.41%	1.96%	3.54%	2.86%	4.16%	5.30%
Total Portfolio	**-3.77%**	**-1.31%**	**-1.31%**	**2.18%**	**4.61%**	**5.51%**	**6.72%**	**6.70%**
Cemetery Trust Benchmark **	-3.52%	-1.94%	-1.94%	1.83%	4.84%	5.85%	6.53%	4.76%

Returns greater than one year have been annualized

* **US equity exposure begins Nov 5/2012**

** **Benchmark composition: 5% SC 31-day T-Bill Index**
50% Dex Universe Index
35% S&P/TSX Composite Index
10% S&P 500 CD$ Index

New benchmark implemented July 1/2014

Capital Gains Report - Trade Date
Diocese of Toronto Anglican Ch (60691G)
Trade Dates
01/Oct/2018 to 31/Dec/2018

Issuer	Shares or Par	Trade Date of Sale	Settle Date of Sale	Average Cost $	Total Proceeds $	Realized Gain/Loss $
Canada Housing Trust 4.1% December 15,2018	100,000.000	Dec/15/2018	Dec/15/2018	102,050.00	100,000.00	-2,050.00
Totals				102,050.00	100,000.00	-2,050.00

Diocese of Toronto Anglican Ch

Transaction Summary
From Oct 01 2018
To Dec 31 2018

CD Currency

CANADIAN

Opening Cash Balance	98,507.72
Purchases	(98,000.00)
Maturities	100,000.00
Interest from Domestic Sources	9,811.24
Dividends from Domestic Source	78,440.28
Dividends from Foreign Sources	6,461.58
Cash Withdrawals	(88,906.54)
Management Fees and Expenses	(11,603.09)
On a Trade Date Basis Cash Balance	94,711.19

Diocese of Toronto Anglican Ch

Transaction Details
From Oct 01 2018
To Dec 31 2018
Acct # 60691G
CD Currency

Date	Shares or Par Value	Description	Gross Amount $	Interest Amount $	Net Debit $	Net Credit $	Realized Gains (Losses) $
CANADIAN							
Opening Cash Balance							
					0.00	98,507.72	
Purchases							
Dec/28/18	9,800	Scotiatrust Money Market CTF	98,000.00		98,000.00		
					98,000.00		
Maturities							
Dec/15/18	100,000	Canada Housing Trust 4.1% 121518	100,000.00			100,000.00	
						100,000.00	
Interest from Domestic Sources							
Oct/01/18		AT 0.850% 09/01 THRU 09/30	69.36			69.36	
Nov/01/18		AT 0.650% 10/01 THRU 10/31	10.13			10.13	
Dec/02/18	300,000	Ontario Province 3.15% June 2,2022	4,725.00			4,725.00	
Dec/03/18		AT 0.650% 11/01 THRU 11/30	16.75			16.75	
Dec/15/18	100,000	Alberta Province 2.55% December 15,2022	1,275.00			1,275.00	
Dec/15/18	100,000	Canada Housing Trust 4.1% December 15,2018	2,050.00			2,050.00	
Dec/18/18	90,000	BC Province 3.7% December 18,2020	1,665.00			1,665.00	
						9,811.24	
Dividends from Domestic Sources							
Oct/01/18	3,200	Canadian Natural Resources Ltd.	1,072.00			1,072.00	
Oct/01/18	3,000	Telus Corp.	1,575.00			1,575.00	
Oct/03/18	2,600	Rogers Communications Inc. -Cl B	1,248.00			1,248.00	
Oct/15/18	5,000	BCE Inc.	3,775.00			3,775.00	
Oct/15/18	2,000	Pembina Pipeline Corp.	380.00			380.00	
Oct/15/18	7,000	WESTCOAST ENERGY 5.25% -PFD SERIES 10	2,296.88			2,296.88	
Oct/29/18	2,100	Canadian Imperial Bank of Commerce	2,856.00			2,856.00	
Oct/31/18	1	Scotiatrust Money Market CTF	1,177.55			1,177.55	
Oct/31/18	1	Scotiatrust Bond CTF	3,203.43			3,203.43	

Diocese of Toronto Anglican Ch

Transaction Details
From Oct 01 2018
To Dec 31 2018
Acct # 60691G
CD Currency

Date	Shares or Par Value	Description	Gross Amount $	Interest Amount $	Net Debit $	Net Credit $	Realized Gains (Losses) $
Dividends from Domestic Sources							
Oct/31/18	5,000	Chemtrade Logistics Income Fund -Units	500.00			500.00	
Oct/31/18	4,200	Power Financial Corp 4.8% Pfd Series S	1,260.00			1,260.00	
Oct/31/18	1	ScotiaTrust Canadian Corporate Bond CTF	4,688.93			4,688.93	
Oct/31/18	4,700	Toronto-Dominion Bank	3,149.00			3,149.00	
Oct/31/18	3,500	TransCanada Corporation	2,415.00			2,415.00	
Nov/22/18	2,000	Pembina Pipeline Corp.	380.00			380.00	
Nov/23/18	3,000	Royal Bank of Canada	2,940.00			2,940.00	
Nov/23/18	10,000	ROYAL BANK NON CUM FIRST 5.5%-PFD SR BK	3,437.50			3,437.50	
Nov/27/18	3,000	Bank of Montreal	2,880.00			2,880.00	
Nov/30/18	1	Scotiatrust Money Market CTF	1,120.28			1,120.28	
Nov/30/18	1	Scotiatrust Bond CTF	3,039.73			3,039.73	
Nov/30/18	5,000	Chemtrade Logistics Income Fund -Units	500.00			500.00	
Nov/30/18	1	ScotiaTrust Canadian Corporate Bond CTF	4,427.43			4,427.43	
Dec/01/18	10,000	CANADIAN UTILITIES PFD 4.50% SERIES FF	2,812.50			2,812.50	
Dec/01/18	2,500	Enbridge Inc.	1,677.50			1,677.50	
Dec/01/18	4,000	Fortis Inc.	1,800.00			1,800.00	
Dec/14/18	2,000	Pembina Pipeline Corp.	380.00			380.00	
Dec/14/18	3,000	Saputo Inc.	495.00			495.00	
Dec/19/18	6,000	Manulife Financial Corporation	1,500.00			1,500.00	
Dec/24/18	4,000	Suncor Energy, Inc	1,440.00			1,440.00	
Dec/28/18	2,000	Canadian National Railway Company	910.00			910.00	
Dec/31/18	10,000	BROOKFIELD ASSET MAN INC 5.00% - PFD SERIES 44	3,125.00			3,125.00	
Dec/31/18	1	Scotiatrust Money Market CTF	1,240.09			1,240.09	
Dec/31/18	1	Scotiatrust Bond CTF	3,298.38			3,298.38	
Dec/31/18	5,000	Chemtrade Logistics Income Fund -Units	500.00			500.00	
Dec/31/18	1,500	Intact Financial Corp.	1,050.00			1,050.00	
Dec/31/18	5,000	Power Corporation of Canada	1,910.00			1,910.00	
Dec/31/18	5,500	Sun Life Financial Services of Canada Inc.	2,750.00			2,750.00	
Dec/31/18	1	ScotiaTrust Canadian Corporate Bond CTF	5,230.08			5,230.08	
						78,440.28	
Dividends from Foreign Sources							
Oct/01/18	800	Automatic Data Processing Inc.	709.04			602.68	
Oct/19/18	1,000	Medtronic PLC	609.88			518.40	
Nov/15/18	600	Apple Inc.	575.75			489.39	

Diocese of Toronto Anglican Ch

Transaction Details
From Oct 01 2018
To Dec 31 2018
Acct # 60691G
CD Currency

Date	Shares or Par Value	Description	Gross Amount $	Interest Amount $	Net Debit $	Net Credit $	Realized Gains (Losses) $
Dividends from Foreign Sources							
Dec/05/18	1,900	Unilever NV -NY Shares ADR	1,121.94			953.65	
Dec/07/18	600	Honeywell International Inc.	656.33			557.88	
Dec/11/18	1,000	Johnson & Johnson	1,196.09			1,016.68	
Dec/12/18	700	3M Company	1,266.16			1,076.24	
Dec/13/18	2,400	Microsoft Corporation	1,466.66			1,246.66	
						6,461.58	
Cash Withdrawals							
Oct/01/18		ELECTRONIC FUND TRANSFER OTHER DISBURSEMENTS SYNOD DIOC	88,906.54		88,906.54		
					88,906.54		
Management Fees and Expenses							
Nov/14/18		Applicable Taxes on Fees	1,334.87		1,334.87		
Nov/14/18		AS OF 10/31/18 FEE= 10268.22 HST= 1334.87 MANAGEMENT FE	10,268.22		10,268.22		
					11,603.09		
On a Trade Date Basis Cash Balance					0.00	94,711.19	0.00
NON-CASH ACTIVITIES							
Oct/01/18	60	Garret Motion Inc Unit Spin-Off for Ex Date - Oct/01/20					
Oct/29/18	100	Resideo Technologies Inc Unit Spin-Off for Ex Date - Oc					
					0.00	0.00	0.00

M P O W E R S Y S T E M 5 . 0
Bond Duration Report as of Dec/31/2018
Diocese of Toronto Anglican Ch (60691G)

Security	Par Value	Yield	Price		Market Value	% of Total	Years to Maturity	Duration	Convexity
Domestic Bonds - Canadian Dollar (1.00000)									
Canada Housing Trust 3.75% 031	200,000	1.91	102.186188	CD	204,372	16.7	1.21	1.17	0.020
Telus Corp. 5.05% 072320	400,000	2.79	103.432698	CD	413,731	33.9	1.56	1.47	0.030
BC Province 3.7% 121820	90,000	2.06	103.132342	CD	92,819	7.6	1.97	1.89	0.046
Hydro One Inc. 3.2% 011322	100,000	2.82	101.088536	CD	101,089	8.3	3.04	2.83	0.097
Ontario Province 3.15% 060222	300,000	2.33	102.667949	CD	308,004	25.2	3.42	3.23	0.123
Alberta Province 2.55% 121522	100,000	2.42	100.502450	CD	100,502	8.2	3.96	3.74	0.162
Total Domestic Bonds		2.44			1,220,517	100.0	2.32	2.20	0.069
Portfolio Totals		2.44			1,220,517	100.0	2.32	2.20	0.069

------ End of Report ------