

# NEWSLETTER

## PASQUA FIRST NATION LEGACY TRUST



### NEWSLETTER

#### CONTENTS

- Financials
- Performance Monitoring
- Market Update

### STATEMENT OF FINANCIAL POSITION

As at November 30, 2016

ASSETS	2016	2015
Guardian Capital	\$8,425,747	\$8,379,685
Leith Wheeler	8,695,905	8,217,094
	<b>\$17,121,652</b>	<b>\$16,596,779</b>
<b>LIABILITIES</b>		
Accounts payable	5,114	4,983
<b>NET ASSETS</b>	<b>\$17,116,538</b>	<b>\$16,591,796</b>

### Performance Monitoring

#### Investment Protection

#### Investment Management—Monitoring Process

- Peace Hills monitors the managers' performance and compliance on a monthly and quarterly basis vs. the standards set in the IPS and Trust.
- We also monitor the firms to ensure there is no 'style drift', staff or ownership changes that may negatively affect the performance.
- Results are reported to Council quarterly and Peace Hills and the Investment Manager meet with Council semi-annually.
- We also provide the results at the annual community meeting.



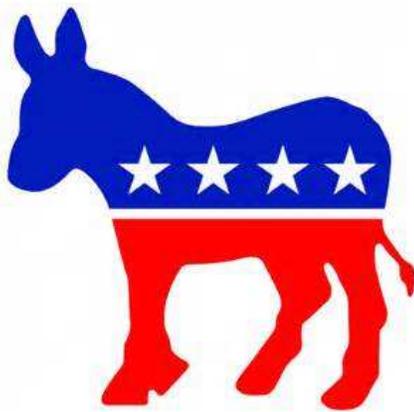
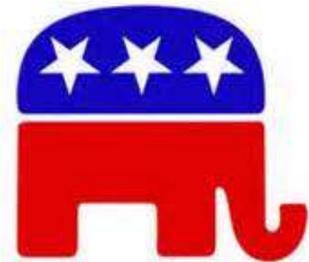
## MARKET

### The Trump Election



The results of the recent US Presidential election were a shock to almost everyone. Certainly most people thought that Hillary Clinton would win and Donald Trump would lose. We all know how that worked out. If there is anything to learn from the results it is this: it is very difficult to predict future events, even those that seem to be 'obvious' to all concerned.

Something else happened immediately after the election: the stock markets went up, continuing to do so until they reached all time highs in the United States. Virtually everyone predicted that if Trump won, stock markets around the world would immediately fall in value, perhaps as much as 10%. Again, this did not happen.



This all goes to show, once again, that it is crucial to have professional money managers looking after the Trust's money. Their job is to try to look through all the day to day 'noise' that goes on in the news and the markets and look at the long term economic picture. They try to buy companies with solid business models that produce a lot of cash each and every year. The companies should be of the type that will do well year after year no matter who is leading Canada, the US, or any other country.

It is the long term success of these companies that will provide Trust with the income and growth necessary to benefit the First Nation for several generations to come. The managers, and the Nation, have to be concerned about what happens today, but as important, they must worry about the health and welfare of the generations yet to come.

