

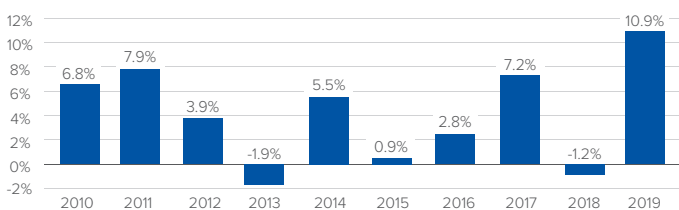
ABOUT THE PLAN

Managed by:	Heritage Education Funds International Inc.
Portfolio Advisers:	Scotia Institutional Asset Management, a division of 1832 Management L.P., Fiera Capital Corporation
Inception Date:	Sept 1, 1988
Assets Under Management ²	U.S. \$142 million
Fees ³ :	
Membership Fee	\$110/unit
Depository Fee	\$1.00 - \$5.00/unit per year based on frequency of contributions
Administration fee ⁴	Up to 1% per annum of principal and income. 0.81% in 2019 (incl. portfolio management fee).

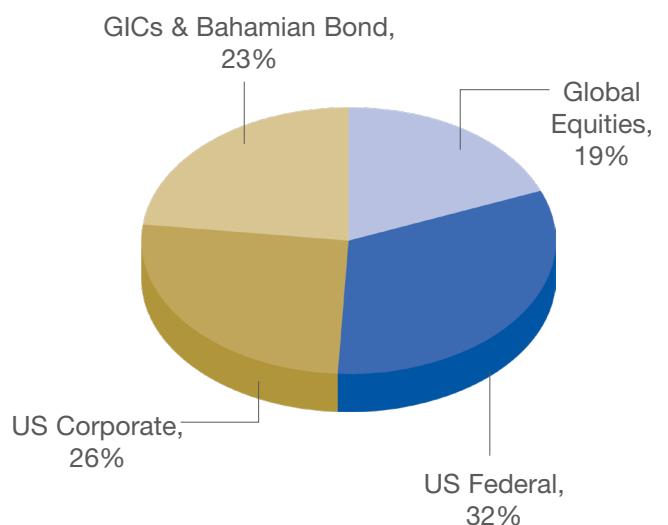
TOP 10 INVESTMENTS²

NAME	%
VANGUARD S&P 500 ETF	12.3
U.S. Treasury Notes, 2.75% coupon 2042-08-15	10.5
U.S. Treasury Notes, 1.75% coupon 2020-09-11	6.9
RBC Finco Term Deposit, 0.35% coupon 2020-10-29	6.5
RBC Finco Term Deposit, 0.35% coupon 2020-11-12	6.5
VANGUARD EAFE ETF	6.2
RBC Finco Term Deposit, 0.35% coupon 2020-12-29	6.2
RBC Finco Term Deposit, 0.35% coupon 2020-09-29	6.2
RBC Finco Term Deposit, 0.75% coupon 2020-10-29	4.9
U.S. Treasury Notes, 2.375% coupon 2024-08-15	3.2

ANNUAL PORTFOLIO RETURNS AS OF DECEMBER 31^{2,5}



ASSET WEIGHTINGS AS AT SEPTEMBER 30, 2020²



PERFORMANCE ANALYSIS AS OF SEPTEMBER 30, 2020²

The following table illustrates the annual compounded returns for the periods shown. Investment returns have been calculated using market values and time-weighted cash flows during the periods.

Estimated unaudited Net Returns ⁶	YTD	1 year	3 years	5 years	10 years
	4.8%	10.9%	5.5%	4.0%	4.2%

INVESTMENT POLICIES

Subscribers' Contributions will be, as directed by the Foundation, invested in term deposits, debentures and bonds, most of which are guaranteed by the Government of the United States of America or the Government of Canada, and any state, province or municipality thereof. Contributions may also be invested in corporate bonds with a minimum credit rating of BBB or equivalent, as directed by the Foundation. Income earned on Contributions may be invested in: (a) Equities listed on a stock exchange in Canada or the United States; (b) Index participation units of a Canadian or U.S. Exchange-Traded Fund ("ETF") whose objective is to replicate the performance of a specified widely quoted index of Canadian, U.S. or Global Equity Securities; (c) Corporate Bonds issued in Canada and the United States, with a minimum credit rating of BBB, and/or (d) Derivatives for hedging and liquidity purposes.

INVESTMENT COMMENTARY²

In Q3 2020, with knowledge gained in combating the virus, as well as broad acceptance of social distancing and preventative measures, the need for widespread economic shutdown resulting from COVID-19 has diminished. The economic activity bounced back from the record-breaking economic contraction, and government and central bank policy measures remained in place to aid in the recovery.

Global equity markets continued to rebound. The MSCI All Country World Index (ACWI) gained 7.1%, Canadian equities (TSX) were up 4.7%, and US equities (S&P 500) gained 8.9% in the third quarter as equity markets continue to reflect the belief that the economy will improve, and better-than-expected corporate earnings will follow.

Volatility in bond markets declined as central banks injected significant liquidity to smooth market functioning through close-to-zero interest rates, as well as large-scale asset purchase programs. Corporate credit spreads tightened as a result of strong inflows, a search for yield, and ongoing central bank support. The Canadian Government bonds (FTSE Gov Universe) were up 0.1% in Q3 2020, and 8.5% since the start of the year. The Canadian Corporate bonds (FTSE Corp Universe) were up 1.3% in Q3, 2020 and 6.8% YTD. The US Corporate and Government bonds (ICE BAML US Corp & Govt Master Index) were up 8.1% since the start of the year.

¹ The Heritage International Scholarship Trust Plan is a scholarship plan administered by Heritage Education Funds International Inc., and sponsored by the Heritage International Scholarship Trust Foundation.

² Source: Heritage Education Funds International Inc. Contributions from Bahamian subscribers are required to be invested in Bahamian securities only, in accordance with requirements of The Central Bank of The Bahamas. Please see the Bahamas' prospectus for more information.

³ Please refer to the plan's prospectus for full details.

⁴ This fee is calculated based on the total amount of money all subscribers have in the Heritage International Scholarship Trust Plan and is deducted from total income before income is allocated to subscribers' plans.

⁵ The bar chart illustrates the annual performance of the Heritage International Scholarship Trust Plan in each of the past ten years to December 31, 2019. Past performance is not indicative of future returns.

⁶ The YTD return is the unaudited compounded rate of return as of September 30, 2020. The 1, 3, 5 and 10-year returns are audited annually compounded rate of returns as of December 31, 2019.

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