

STANDING COMMITTEE ON THE ALBERTA HERITAGE SAVINGS TRUST FUND

your fund *your future*

You're invited! OCTOBER 24, 2019, 7 P.M.

Public Meeting

Edmonton Federal Building, 2nd Floor, 9820 - 107 Street, Edmonton

Attend in person, watch live on Alberta Assembly TV or online at assembly.ab.ca or visit the Legislative Assembly social media channels.

Join the conversation #abheritagefund Have your say!

The Standing Committee on the Alberta Heritage Savings Trust Fund is a nine-member Committee of the Legislative Assembly of Alberta. It approves the annual report and reviews the quarterly reports on the Fund as well as holds public meetings with Albertans on its investment activities and performance. The Committee also reports back to the Legislative Assembly on whether the mission of the Fund is being fulfilled.

The Fund was created in 1976 with savings from Alberta's nonrenewable resources. For over 40 years the Fund has been invested with the aim to deliver the greatest financial returns for Alberta. While its capital has always been earmarked for the future, the Fund has been used to diversify the economy and meet the needs of a growing province. Since its inception it has contributed over \$43 billion to support spending in areas such as health care, education, infrastructure and social programs.

The Fund is managed to provide the greatest returns over the long term. Its diversified portfolio of investments includes bonds, mortgages, public and private equities, real estate, infrastructure investments, timberland and hedge funds. Diversification is the key tool by which risk is managed. The Fund's portfolio is also global, with investments in Canada, the United States, Europe, Australia, Asia and emerging markets.



2018-19 *stats*

The Fund earned a net income of \$937 million for the year ended March 31, 2019. The net assets held in the Fund totalled \$18.2 billion at fair value. The investment breakdown includes 42.3% in equities, 19.1% in fixed income and money market and 37.6% in inflation-sensitive and alternative investments.

An 8% rate of return was achieved. At a broad level the investment strategy is to take a series of calculated risks that will pay a premium over time.

Excerpted from the Alberta Heritage Savings Trust Fund 2018-19 annual report.

Alberta Heritage Savings Trust Fund – Fair Value as at March 31, 2019 (in billions)

