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Invest Toronto Inc.: Annual Report to Shareholder

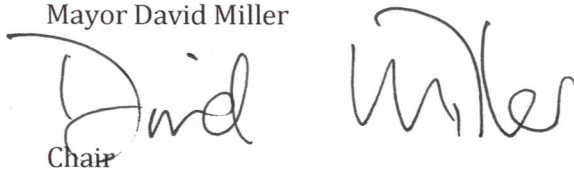
The *New Model to Enhance Toronto's Economic Competitiveness* report was approved by City Council in October 2008. The report recommended the creation of Build Toronto Inc. and Invest Toronto Inc, and Invest Toronto was incorporated under the Ontario Business Corporations Act. A transitional board of directors was appointed in November 2008 as well as an Acting President and CEO. A Shareholder Direction was issued by City Council in August 2009.

Following the appointment of a Board of Directors and the selection of a Chief Executive Officer who joined the organization in June 2009, the organization was positioned to begin operations and the hiring of operations staff. However, due to the unfortunate and sudden resignation of the CEO in September, 2009, a new search for a CEO was initiated. A new CEO was selected in December of 2009 and joined Invest Toronto at the start of January 2010.

During the fall of 2009, the Board of Directors continued strategic initiatives and research with existing staff. During 2009, corporate and administrative services were shared with Build Toronto Inc. and the Toronto Port Lands Company.

The audit firm of Ernst & Young was appointed by City Council for 2009 and the audited 2009 financial statements were approved by the Invest Toronto Board in May 2010.

Mayor David Miller



Chair

Dated: July 30, 2010