

Toronto Atmospheric Fund - Consolidated
Unaudited Summary of Revenues and Expenditures
For 6 months ending June 30, 2017 - \$ in 000's

Revenues	Ref	Actual	Budget-6 months	Variance	Comments
Revenue from Securities Portfolio-realized & unrealized gains	A1	\$ 4,055	\$ 1,045		Strong performance in TAF's publicly-traded equity holdings
Direct Investments - loans and ESPA contracts	A2	\$ 489	\$ 166		Growing contracts & interest revenues vs conservative budget
External Funding - recognized	A3	\$ 308	\$ 200		\$596K of external revenue committed to TAF was brought forward
Total Revenues	A4	\$ 4,852	\$ 1,411	\$ 3,441	Total revenues are considerably ahead of budget
Program Expenses					
Program expenditures - including program staff	B1	\$ 845	\$ 947		
Grants	B2	\$ 573	\$ 403		Actual grants are "lumpy" in nature - the budget is "linear".
Program Expenses	B3	\$ 1,418	\$ 1,350	-\$ 69	Actual program expenses are tracking budget
Corporate Expenses					
Staff	C1	\$ 145	\$ 172		
Other	C2	\$ 48	\$ 198		Under-budget due to deferred expenditures related to premises, IT
Corporate Expenses	C3	\$ 193	\$ 370	\$ 176	Actual corporate expenses below budget
Total Expenses = Programs + Corporate	D1	\$ 1,612	\$ 1,719	\$ 107	Actual total operations below budget
Depreciation	D2	\$ 135	\$ 134	\$ 1	Depreciation on energy retrofit (ESPA) assets
Net Revenues over Expenditures	D3	\$ 3,105	-\$ 444	\$ 3,549	Large positive variance after 6 months
					\$ 3,549

Notes - Referencing specific lines above

A1 - Revenue variability due to financial market fluctuations (positive and negative) is expected given TAF's strong reliance on investment returns.

During for the first half of the year, all five funds (four global equity and one fixed income fund) delivered positive results -

In particular, Generation fund, which is TAF's largest single holding totalling \$20 million, gained nearly 24% during the first half of 2017.

TAF reports both realized gains from sold investments and unrealized (ie. paper) gains from securities held.

C3 - Corporate Expenses include activities related to Communications, Governance, Development and Administration

D3 - our 2017 budget was based on conservative assumptions for investment portfolio performance thereby showing an operating deficit for 2017

to be covered from capital - ie. Stabilization Fund which totalled just over \$7 million at end of fiscal 2016.

Since investment portfolio performance was strong as of the mid-year, we do not expect to be drawing on the Stabilization Fund for fiscal year 2017.

into 2017

"and other