

**FINANCIAL
STATEMENTS
AND FINANCIAL
STATISTICS
1987**

CAISSE
DE DÉPÔT
ET PLACEMENT
DU QUÉBEC

**INVESTMENTS
IN CORPORATE
SHARES AND
BONDS
1987**

CAISSE
DE DÉPÔT
ET PLACEMENT
DU QUÉBEC

INVESTMENTS IN CORPORATE SHARES AND BONDS

as at December 31, 1987
(at market value - in millions of dollars)

ENTERPRISES	Designation	Shares		Convertible securities	Bonds	Subtotal	Total
		Number	Amount				
Abtibi-Price Inc.	common warrants	1,083,548	29.3			29.3	29.6
Air Products and Chemicals, Inc.		57,713	0.3			0.3	5.7
Alcan Aluminum Limited		107,200	5.7			5.7	238.7
Altamira Capital Corporation	common preferred	6,867,726	238.7			238.7	
American Barrick Resources Corporation		12,940	0.4			0.4	5.4
American Home Products Corporation		501,900	5.0			5.0	55.4
American International Group, Inc.		2,051,100	55.4			55.4	5.2
Artope International Inc. ¹		55,500	5.2			5.2	6.3
Asamera Inc.		80,700	6.3			6.3	7.0
Atlantic Richfield Company		978,854	7.0			7.0	13.9
Auberges des Gouverneurs Inc. ¹	common participating	1,608,469	13.9			13.9	5.9
Auto Point Inc. ¹		65,000	5.9			5.9	9.2
Avcorp Industries Inc.		1,417,654	3.6			3.6	2.1
		2,206,889	5.6			5.6	7.5
		1,686,798	2.1			2.1	7.5
B.A.T. Industries		140,100	0.7	7.5		7.5	0.7
BCE Inc. ²		508,333	5.5			5.5	560.6
B.S.N. - Gervais Danone		14,993,533	556.7		3.9	3.9	5.2
Bank of Montreal	common warrants	48,900	5.2			5.2	166.2
		6,333,771	166.2			166.2	0.1
		59,338	0.1			0.1	12.4
Bank of Montreal, Mortgage Corporation					12.4	12.4	178.0
Bank of Nova Scotia		13,311,085	173.0		5.0	5.0	8.6
Bank of Nova Scotia Mortgage Corporation					8.6	8.6	5.8
Bausch & Lomb, Inc.		129,700	5.8			5.8	7.0
Beecham		650,000	7.0			7.0	7.3
Boeing Company		149,300	7.3			7.3	2.8
Bois Franc Royal Ltée ¹		1,842,008	2.8			2.8	35.9
Bow Valley Industries Ltd. ²	common warrants	2,478,660	35.9			35.9	6.0
		208,900	6.0			6.0	2.1
Brascade Holdings Inc.	common preferred A, B, C, D	126,000	2.1			2.1	304.1
		447,000	304.1			304.1	69.9
Brascade Resources Inc.		2,758,621	69.9			69.9	43.8
Brascan Limited	class A	1,616,250	43.8			43.8	10.9
Bristol-Myers Company		202,200	10.9			10.9	34.2
British Columbia Telephone Company		1,234,412	32.4		1.8	1.8	47.2
CAE Industries Ltd.		7,411,000	47.2			47.2	93.0
CDC Life Sciences Inc. ^{1,2}		4,352,350	93.0			93.0	6.6
C-I-L Inc.		242,821	6.6			6.6	13.6
Caisse Centrale Desjardins du Québec, La Campeau Corporation				1.5	13.6	13.6	29.8
		188,700	3.5		29.8	29.8	3.5
Canada Northwest Energy Limited				6.8		6.8	8.7
	common warrants	489,937	8.7			8.7	0.4
		207,551	0.4			0.4	9.5
Canada Packers Inc.		652,800	9.5			9.5	96.7
Canadian Imperial Bank of Commerce		4,699,216	91.6		5.1	5.1	25.2
Canadian Occidental Petroleum Ltd.		1,636,812	25.2			25.2	321.2
Canadian Pacific Limited ²		15,572,512	321.2			321.2	69.1
Canadian Tire Corporation Limited		5,074,163	69.1			69.1	9.2
Canadian Utilities Limited		475,325	9.2			9.2	26.8
Canam Manac Inc., Le Groupe ¹		3,200,000	26.8			26.8	41.5
Cascades Inc.		126,850	0.8	40.7		40.7	11.1
Celanese Canada Inc.		560,100	11.1			11.1	6.8
Central & South West Corporation		177,800	6.8			6.8	1.7
Central Capital Corporation	common class A	153,105	1.7			1.7	20.9
		2,089,700	20.9			20.9	7.0
Coca-Cola Company		140,500	7.0			7.0	6.7
Cominco Ltd.		437,502	6.7			6.7	1.7
Comterm Inc. ¹		2,557,437	1.7			1.7	63.3
Consolidated-Bathurst Inc.		3,467,928	63.3			63.3	2.0
Cover Industries Inc. ¹	common warrants	166,667	0.5	2.0		2.0	0.5
		83,333	-			-	6.0
Crédit Industriel Desjardins Inc.					6.0	6.0	7.1
Crown Cock & Seal Company, Inc.		51,900	7.1			7.1	5.0
Datamark Ltée, Les Formules d'Affaires ¹		453,000	1.9	3.1		3.1	8.0
Denison Mines Limited	class A	1,678,401	8.0			8.0	0.1
	class B	14,236	0.1			0.1	10.2
Digital Equipment Corporation		58,400	10.2			10.2	45.8
Dofasco Inc.		1,746,224	45.8			45.8	4.4
Domco Industries Limited ¹		626,100	4.4			4.4	5.9
Dominion Resources Inc.		108,900	5.9			5.9	0.5
Dominion Textile Inc. ¹	common preferred	2,006,695	34.6		0.5	0.5	34.6
		200,000	3.4			3.4	201.0
Domtar Inc. ¹		14,106,032	201.0			201.0	25.3
Donohue Inc.		641,675	18.4		6.9	6.9	6.4
Duke Power Company		114,300	6.4			6.4	5.1
Du Pont Canada Inc.		178,195	5.1			5.1	12.4
Du Pont (E.I.) De Nemours & Company		109,200	12.4			12.4	35.4
Dylex Limited	preferred	4,286,272	35.4			35.4	12.3
Eastman Kodak Company		193,750	12.3			12.3	117.6
Echo Bay Mines Ltd.		3,841,243	117.6			117.6	9.0
Emerson Electric Co.		197,000	9.0			9.0	7.6
Enerplus Resources Corporation		800,000	7.6			7.6	22.0
Entraide-Coopérants Inc., Financière ¹		5,492,289	22.0			22.0	5.0
Ethyl Corporation		209,200	5.0			5.0	14.4
Exxon Corporation		289,500	14.4			14.4	61.4
Falconbridge Limited		2,556,610	61.4			61.4	16.8
Fédération des Caisses populaires de Montréal et de l'ouest du Québec					16.8	16.8	9.0
Fédération des Caisses populaires de Québec					9.0	9.0	5.4
Fujitsu, Ltd.		462,000	5.4			5.4	9.9
G.T.C. Ltée, Groupe Transcontinental		1,691,000	9.9			9.9	19.3
Galactic Resources Ltd. ²		2,112,334	19.3			19.3	8.2
Gaz Métropolitain, inc.					8.2	8.2	10.6
General Electric Company		184,600	10.6			10.6	6.9
General Mills, Inc.		116,000	6.9			6.9	20.0
General Motor Acceptance Corporation					20.0	20.0	17.0
General Trustco of Canada Inc.		2,269,592	17.0			17.0	13.8
Grafton Group Limited	class A	1,419,150	13.8			13.8	5.0
Great Atlantic & Pacific Tea Company Inc.		102,800	5.0			5.0	26.3
Gulf Canada Resources Ltd.		1,659,214	26.3			26.3	5.3
Hanson Trust		1,700,000	5.3			5.3	5.9
Hemlo Gold Mines Inc.		300,000	5.9			5.9	5.2
Hewlett-Packard Company		69,000	5.2			5.2	79.7
ICG Utilities (Ontario) Ltd.				79.7		79.7	140.4
Imasco Limited		5,426,831	140.4			140.4	150.1
Imperial Oil Limited	class A	2,603,687	144.8		5.3	5.3	118.4
Inco Limited		4,153,685	118.4			118.4	9.8
Indal Limited		978,925	9.8			9.8	12.4
Innopac Inc. ¹		1,418,740	12.4			12.4	3.9
Inter-City Gas Corporation	common preferred	247,802	3.9			3.9	2.8
		97,000	2.8			2.8	18.2
International Business Machines Corporation		121,300	18.2			18.2	3.9
International Corona Resources Ltd.	common warrants	86,452	3.9			3.9	2.3
		50,000	2.3			2.3	12.8
International Specialty Fund		1,000,000	12.8			12.8	42.1
International Thomson Organisation Limited		3,546,111	42.1			42.1	22.7
Interprovincial Pipeline Limited		607,583	22.7		22.7	22.7	48.9
Ito-Yokado Ltd.		167,000	6.6			6.6	13.7
Ivaco Inc.	preferred	282,949	5.8	13.7		13.7	5.8
							9.8
Jannock Limitée		523,800	9.8			9.8	6.1
Kao Corp.		330,500	6.1			6.1	5.8
K Mart Corporation		149,100	5.8			5.8	194.0
Labatt Limitée, John		5,870,938	133.6	60.4		60.4	13.3
LAC Minerals Ltd.		1,020,476	13.3			13.3	1.1
Laidlaw Transportation Limited	class A	57,900	1.1			1.1	83.1
	class B	4,780,593	83.1			83.1	33.9
	preferred	1,357,000	33.9			33.9	0.5
	warrants	300,000	0.5			0.5	15.1
Laurentian Bank of Canada		475,708	6.1		9.0	9.0	7.8
Loblaw Companies Limited		706,685	7.8			7.8	1.7
Logistec Corporation ¹	class A	202,125	1.7			1.7	25.3
Lonvest Corporation		1,669,920	25.3			25.3	77.7
Maclean Hunter Limited	class X	3,961,103	77.7			77.7	4.9
	class Y	283,850	4.9			4.9	49.0
MacMillan Bloedel Limited		1,543,518	35.7	13.3		13.3	10.1
Marconi Canada, Compagnie		628,648	10.1			10.1	5.6
Mascot Gold Mines Limited		422,184	5.6			5.6	5.0
McGraw-Hill Inc.		80,200	5.0			5.0	68.3
Memotec Data Inc. ¹		831,676	11.8	56.5		56.5	11.6
Mobil Corporation		227,600	11.6			11.6	43.0
Molson Companies Limited, The	class A	1,870,771	43.0			43.0	0.3
	class B	11,396	0.3			0.3	19.3
Montreal Trustco Inc.		1,544,050	19.3			19.3	201.4
Moore Corporation Limited ²		7,744,488	201.4			201.4	6.1
Mount Charlotte Investments P.L.C.		2,300,000	6.1			6.1	114.8
N.A. Unit Holders Trust (America)		1,193,820	114.8			114.8	114.5
N.A. Unit Holders Trust (Asia)		873,820	114.5			114.5	77.0
N.A. Unit Holders Trust (Europe)		894,669	77.0			77.0	55.8
N.A. Unit Holders Trust (United Kingdom)		424,891	55.8			55.8	10.2
National Bank Mortgage Corporation					10.2	10.2	87.6
National Bank of Canada		7,886,179	87.6		1.8	1.8	9.1
National Victoria and Grey Trustco Limited, The		491,500	9.1			9.1	9.4
Nippon Electric Glass Co., Ltd.		475,000	9.4			9.4	30.5
Nippon Telegraph and Telephone Corp.		100,000	30.5			30.5	5.4
Nomura Securities Co., Ltd. (The)		190,000	5.4			5.4	5.7
Noranda Inc.	common preferred	2,689,986	69.9	5.7		5.7	65.9
		207,700	6.5			6.5	82.1
Noranda Forest Inc.		875,800	17.3			17.3	21.4
Norcen Energy Resources Limited ¹				21.4		21.4	50.1
		2,					

INVESTMENTS IN CORPORATE SHARES AND BONDS

as at December 31, 1987
(at market value - in millions of dollars)

ENTERPRISES	Designation	Shares		Convertible securities	Bonds	Subtotal	Total	
		Number	Amount					
Steinberg Inc.	common	209,996	5.8			5.8		
	preferred	55,519	0.2			0.2		
	class A	895,909	24.6			24.6	30.6	
Stelco Inc.		614,340	11.7				11.7	
T.C.C. Ltée, Les Breuvages		1,876,927	9.6				9.6	
Tandem Computers, Inc.		179,000	6.4				6.4	
Teck Corporation	class B	1,720,632	59.4				59.4	
Télé-Métropole inc.		394,489	8.8				8.8	
Tembec Inc.	class A	813,300	5.7				5.7	
Texaco Canada Inc.		2,039,334	60.4				60.4	
Thomson Newspapers Limited	class A	5,798,668	160.2				160.2	
Tokio Marine & Fire Insurance Company, Ltd., The		309,000	5.5				5.5	
Toronto-Dominion Bank, The		10,856,798	304.0				304.0	
Torstar Corporation	class B	1,104,228	26.2				26.2	
TransAlta Utilities Corporation	class A	5,215,054	149.9				149.9	
TransCanada Pipelines Limited		3,594,956	56.6				56.6	
Trilon Financial Corporation	class A	1,549,539	23.6			23.6		
	warrants	146,000	0.9			0.9	24.5	
Trizec Corporation Ltd.					2.8	2.8		
	class A	337,430	8.8			8.8	11.6	
Unilever, P.L.C.		1,075,000	12.1				12.1	
Veba AG		51,520	11.1				11.1	
Vidéotron Itée, Le Groupe ¹	class A	8,688,155	77.9				77.9	
Weston Limited, George		628,624	20.1				20.1	
Weyerhaeuser Company		216,300	11.0				11.0	
Whirlpool Corporation		209,400	6.7				6.7	
Yamanouchi Pharmaceutical Co., Ltd.		130,000	5.4				5.4	
2437-8085 Québec Inc.	preferred	6,000,100	6.0				6.0	
Difference between investments reflected in the annual list and those on record at the Caisse								nil

¹ Enterprise where the Caisse is considered an insider within the meaning of applicable Canadian laws.

² Enterprise where the Caisse would be considered an insider only within the meaning of applicable American laws.

Note

In this table are listed the major investments in corporate shares and bonds generally assessed at a market value of more than \$5 million, together with those of a similar nature in enterprises where the Caisse owns more than 10% of voting rights. This table is subject to the disclosure standards applicable to the annual list of such investments.

The annual list must not provide any information deemed to be detrimental to the operations of the Caisse, to its economic interests or competitiveness or which may reveal an intended transaction, a transaction or series of transactions in process or which may cause prejudice to an enterprise. Consequently, there may occasionally exist differences between the investments in the annual list and those recorded in the books of the Caisse, at December 31. However, whenever possible and without transgressing the above standards, the annual list states the total amount of these differences.

Investments in any closed company (according to the definition of the Québec Securities Act) do not appear in this list unless the company has agreed to such disclosure.

For information: (514) 842-3261

Communications

Inter-Corporate Relations –

Québec, Canada and International Sector

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**FINANCIAL
STATEMENTS
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1987**

CAISSE
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HIGHLIGHTS OF THE YEAR

(in millions of dollars)

	1987	1986
ASSETS UNDER MANAGEMENT		
Total book value	\$ 27,459	\$ 25,073
Excess market value over book value of investments	1,455	3,007
Total market value	\$ 28,914	\$ 28,080
BREAKDOWN OF ASSETS UNDER MANAGEMENT		
Investments		
Bonds	\$ 15,760	\$ 15,704
Shares and convertible securities	9,187	8,474
Mortgages	1,699	1,486
Real estate investments	598	531
Short-term investments	1,173	1,405
Total investments	28,417	27,600
Other assets	497	480
Total market value	\$ 28,914	\$ 28,080
DEPOSITORS' HOLDINGS		
Régie des rentes du Québec	\$ 13,500	\$ 13,558
Commission administrative des régimes de retraite et d'assurances	6,883	6,332
Régie de l'assurance automobile du Québec	4,051	3,843
Commission de la santé et de la sécurité du travail	2,235	2,287
Commission de la construction du Québec	2,100	1,915
Other depositors	30	13
Total depositors' holdings	28,799	27,948
Liabilities	115	132
Total market value	\$ 28,914	\$ 28,080
NET DEPOSITORS' INCOME	\$ 2,868	\$ 2,965
NET DEPOSITORS' WITHDRAWALS	\$ 465	\$ 415
INTERNAL RATE OF RETURN ON TOTAL DEPOSITORS' HOLDINGS	4.7%	13.5%

COMBINED BALANCE SHEET

as at December 31, 1987
(in millions of dollars)

	1987	1986
ASSETS		
Investments (Notes 3 and 4)		
Bonds	\$ 15,627	\$ 14,724
Shares and convertible securities	7,957	6,543
Mortgages	1,714	1,467
Real estate investments (Note 5)	491	454
Short-term investments	1,173	1,405
	26,962	24,593
Investment income, accrued and receivable	477	445
Other assets	20	35
	\$ 27,459	\$ 25,073
LIABILITIES		
Mortgage loans payable	\$ 70	\$ 70
Other liabilities	45	62
	115	132
DEPOSITORS' HOLDINGS (Note 6)		
General Fund	16,774	15,643
Individual Funds	10,570	9,298
	27,344	24,941
	\$ 27,459	\$ 25,073

On behalf of the Board of Directors,
Jean Campeau
Claude Legault

AUDITOR'S REPORT

I have examined the combined balance sheet of the Funds of the Caisse de dépôt et placement du Québec as at December 31, 1987, the combined statement of income, and the combined statement of changes in net assets for the year then ended. My examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these combined financial statements present fairly the financial position of these Funds as at December 31, 1987 and the results of their transactions and changes in net assets for the year then ended, in accordance with the accounting policies disclosed in Note 2, applied on a basis consistent with that of the preceding year.

Rhéal Chatelain, F.C.A.
Auditor General of Québec
Québec City, February 26, 1988

COMBINED STATEMENT OF INCOME

for the year ended December 31, 1987
(in millions of dollars)

	1987	1986
INCOME		
Investment income		
Interest on bonds	\$ 1,619	\$ 1,513
Dividends, interest on convertible securities	277	238
Interest on mortgages	169	152
Income from real estate investments	30	25
Interest on short-term investments – net	176	261
	<u>2,271</u>	<u>2,189</u>
Gains and losses on sale of investments		
Bonds	(98)	284
Shares and convertible securities	703	498
Mortgages	–	1
Real estate investments	7	4
Short-term investments	1	3
	<u>613</u>	<u>790</u>
Other income	1	1
	<u>2,885</u>	<u>2,980</u>
EXPENDITURE		
Administrative expenses (Note 7)	17	15
Net depositors' income	2,868	2,965
Interest on demand and term deposits – net	16	13
Net income allocated to participation deposit holders	<u>\$ 2,852</u>	<u>\$ 2,952</u>

COMBINED STATEMENT OF CHANGES IN NET ASSETS

for the year ended December 31, 1987
(in millions of dollars)

	1987	1986
NET ASSETS, BEGINNING OF YEAR	<u>\$ 24,941</u>	<u>\$ 22,391</u>
Net depositors' income	2,868	2,965
Net depositors' withdrawals	(465)	(415)
Increase in net assets for the year*	<u>2,403</u>	<u>2,550</u>
NET ASSETS, END OF YEAR	<u>\$ 27,344</u>	<u>\$ 24,941</u>
*Increase in net assets for the year		
Net change in investments		
Bonds	\$ 903	\$ 1,021
Shares and convertible securities	1,415	1,517
Mortgages	247	209
Real estate investments	37	136
Short-term investments	(232)	(395)
	<u>2,370</u>	<u>2,488</u>
Net change in other assets and liabilities	33	62
	<u>\$ 2,403</u>	<u>\$ 2,550</u>

NOTES TO FINANCIAL STATEMENTS

December 31, 1987
(in millions of dollars)

1

CONSTITUTION AND OPERATIONS

The Caisse de dépôt et placement du Québec is a corporation within the meaning of the Civil Code, created by a special act (R.S.Q., chapter C-2 and amendment). It receives funds, the deposit of which is provided for under a particular act.

GENERAL FUND

The General fund is a pooled fund for demand, term and participation deposits. The General Fund's net assets as at December 31 were shared among participation deposit holders as follows:

	1987		1986	
	Number of units	%	Number of units	%
Régie des rentes du Québec	16,188,153	77.1	15,404,074	78.0
Régie de l'assurance automobile du Québec	4,779,102	22.8	4,338,023	21.9
Fonds d'assurance-prêts agricoles et forestiers	12,871	0.1	12,871	0.1
	<u>20,980,126</u>	<u>100.0</u>	<u>19,754,968</u>	<u>100.0</u>

INDIVIDUAL FUNDS

The Individual Funds each have only one depositor who exclusively makes participation deposits therein. The various Individual Funds are:

Fund 301

For the Government and Public Employees Retirement Plan – unionized level – administered by the Commission administrative des régimes de retraite et d'assurances.

Fund 302

For the Government and Public Employees Retirement Plan – non-unionized level – administered by the Commission administrative des régimes de retraite et d'assurances.

Fund 303

For the individual plans, administered by the Commission administrative des régimes de retraite et d'assurances.

Fund 304

For the General Retirement Plan for Mayors and Councillors of Municipalities, administered by the Commission administrative des régimes de retraite et d'assurances.

Fund 311

For the Supplemental Pension Plan for Employees of the Québec Construction Industry – active participants – administered by the Commission de la construction du Québec.

Fund 312

For the Supplemental Pension Plan for Employees of the Québec Construction Industry – retired participants – administered by the Commission de la construction du Québec.

Fund 313

For the Supplemental Pension Plan for Employees of the Québec Construction Industry – additional contributions – administered by the Commission de la construction du Québec.

Fund 330

For the Commission de la santé et de la sécurité du travail.

SPECIFIC PORTFOLIOS

All Funds can subscribe participation units of specific portfolios which are pooled Funds grouping investments of the same category. As at December 31, 1986 and 1987, only one specific real estate investments portfolio was in operation. The net equity and net income of this portfolio as at December 31 were distributed as follows:

	1987		1986	
	Number of units	%	Number of units	%
General Fund	310,703	62.6	252,970	63.5
Individual Fund 301	88,402	17.8	67,897	17.1
Individual Fund 302	21,154	4.3	16,697	4.2
Individual Fund 303	255	0.1	-	-
Individual Fund 304	178	-	-	-
Individual Fund 311	22,910	4.6	18,637	4.7
Individual Fund 312	9,859	2.0	7,921	2.0
Individual Fund 313	1,201	0.2	945	0.2
Individual Fund 330	41,435	8.4	33,066	8.3
	<u>496,097</u>	<u>100.0</u>	<u>398,133</u>	<u>100.0</u>

2

ACCOUNTING POLICIES

The combined financial statements of the Caisse have been prepared by Management on the accrual basis and according to the accounting policies disclosed below. These statements include amounts based on best judgement and estimates.

COMBINED FINANCIAL STATEMENTS

The combined financial statements of the Caisse comprise the accounts of the General Fund and those of the Individual Funds. The summary financial statements pertaining to these Funds are provided as supplementary information. They also include the accounts of the specific real estate investments portfolio.

INVESTMENTS

Investments in bonds, mortgages, real estate and short-term investments are carried at amortized cost. Shares, land and convertible securities are carried at cost.

RECORDING OF TRANSACTIONS

Purchases and sales of investments are recorded as at the settlement date.

DIVIDEND INCOME

Dividend income is accounted for on the record date.

INTEREST ON SHORT-TERM INVESTMENTS - NET

This item includes interest earned on short-term investments, interest expenses on loans and foreign exchange gains and losses.

FIXED ASSETS

Material and equipment purchases are charged to administrative expenses, except those costs related to the purchase of telephone, computer and office automation equipment, which have been capitalized since January 1, 1984 and depreciated over their estimated useful lives. Set-up costs for the premises and other leasehold improvement costs are amortized over the lease term.

FOREIGN CURRENCY TRANSLATION

Current assets and liabilities in foreign currencies are translated into Canadian dollars at the exchange rate prevailing on the balance sheet date. Long-term investments are translated at the rates in effect on the date of each transaction or at the value determined by forward exchange contracts. Income is translated at the average rate prevailing each quarter.

ADMINISTRATIVE EXPENSES

Administrative expenses are paid out of the General Fund and charged to the various Funds on a pro rata basis according to the market value of the weighted assets of each.

3

INVESTMENTS – AT MARKET VALUE

	1987	1986
Bonds	\$ 15,760	\$ 15,704
Shares and convertible securities	9,187	8,474
Mortgages	1,699	1,486
Real estate investments	598	531
Short-term investments	1,173	1,405
	<u>\$ 28,417</u>	<u>\$ 27,600</u>

4

INVESTMENTS – FOREIGN SECURITIES

	1987		1986	
	At book value	At market value	At book value	At market value
Bonds	\$ 1,516	\$ 1,541	\$ 1,412	\$ 1,423
Shares	1,220	1,228	904	1,022
Short-term investments	1	1	2	2
	<u>\$ 2,737</u>	<u>\$ 2,770</u>	<u>\$ 2,318</u>	<u>\$ 2,447</u>

The foreign exchange position for bonds and short-term investments is hedged by forward exchange contracts with a net maturity value of \$ 1,579 as at December 31, 1987 (1986, \$ 1,458).

5

REAL ESTATE INVESTMENTS

	1987	1986
Land and buildings held directly by the Funds	\$ 8	\$ 9
Land and buildings held through the specific real estate investments portfolio*	483	445
	<u>\$ 491</u>	<u>\$ 454</u>

*The Funds subscribe to participation deposit units of the portfolio and share its net equity and net income in proportion with the number of units held.

6

DEPOSITORS' HOLDINGS

Demand and term deposits constitute the Caisse's indebtedness towards the depositors and bear interest.

Participation deposits are expressed in units and each unit gives its holder a proportionate share in the net equity and net income of a particular Fund. At the end of the quarter, the net income is distributed to participation deposit holders. At the beginning of the following quarter, this net income is paid out to the depositors' demand deposit accounts.

	1987	1986
Indebtedness towards depositors		
Demand deposits	\$ 95	\$ 38
Interest on demand deposits	1	1
Net income to be paid out	637	643
	733	682
Participation deposit holders' holdings		
Participation deposits	26,611	24,259
	\$ 27,344	\$ 24,941

7

ADMINISTRATIVE EXPENSES

	1987	1986
Salaries and employee benefits	\$ 9.0	\$ 8.2
Travelling expenses	0.5	0.4
Professional fees	2.0	1.1
Insurance	0.3	0.3
Premises	2.0	1.5
Material and equipment	0.8	0.7
Stationery and office supplies	0.2	0.1
Documentation and information	0.5	0.5
Communications	0.9	0.7
Depreciation of fixed assets	1.2	1.1
	\$ 17.4	\$ 14.6

**SUPPLEMENTARY INFORMATION
SUMMARY FINANCIAL STATEMENTS FOR THE FUNDS**

(in millions of dollars)

BALANCE SHEET

as at December 31, 1987

	GENERAL FUND	
	1987	1986
	\$	\$
ASSETS		
Investments		
Bonds	10,745.5	10,430.8
Shares and convertible securities	4,131.5	3,305.5
Mortgages	647.0	532.1
Real estate investments	259.7	200.1
Short-term investments	736.5	944.9
Demand deposits in the General Fund	-	-
	16,520.2	15,413.4
Investment income, accrued and receivable	323.0	304.7
Other assets	4.0	21.2
	16,847.2	15,739.3
LIABILITIES		
Demand deposits	149.5	124.1
Income to be paid out to depositors	406.0	412.6
Other liabilities	18.3	9.9
	573.8	546.6
PARTICIPATION DEPOSIT HOLDERS' HOLDINGS	16,273.4	15,192.7
	16,847.2	15,739.3

STATEMENT OF INCOME

for the year ended December 31, 1987

INCOME		
Investment income		
Interest on bonds	1,124.7	1,059.3
Dividends, interest on convertible securities	143.4	118.2
Interest on mortgages	60.4	52.1
Income from real estate investments	18.2	21.2
Interest on short-term investments - net	118.9	186.6
Interest on deposits in the General Fund	-	-
	1,465.6	1,437.4
Gains and losses on sale of investments	306.0	486.5
Other income	0.5	0.4
Total income	1,772.1	1,924.3
EXPENDITURE		
Administrative expenses	10.3	8.8
Interest on demand and term deposits - net	20.2	22.9
NET INCOME	1,741.6	1,892.6

MARKET VALUE OF INVESTMENTS

as at December 31, 1987

Bonds	10,792.6	11,059.1
Shares and convertible securities	4,820.9	4,391.9
Mortgages	632.4	525.5
Real estate investments	355.2	274.6
Short-term investments	736.8	945.0
Demand deposits in the General Fund	-	-
	17,337.9	17,196.1

INDIVIDUAL FUNDS

301	302	303	304	311	312	313	330	Total	
								1987	1986
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
2,610.2	604.2	15.8	11.0	346.7	162.0	21.2	1,057.8	4,828.9	4,293.6
2,045.2	463.9	10.5	7.6	412.9	157.4	15.2	698.5	3,811.2	3,236.3
290.2	62.4	1.0	0.6	456.6	163.4	25.0	121.2	1,120.4	973.8
89.7	21.4	0.2	0.2	23.3	11.7	1.2	42.0	189.7	147.7
49.4	19.4	0.2	-	148.0	13.1	12.2	191.3	433.6	456.4
7.1	3.1	-	-	13.6	0.9	1.2	5.8	31.7	52.1
5,091.8	1,174.4	27.7	19.4	1,401.1	508.5	76.0	2,116.6	10,415.5	9,159.9
84.0	19.3	0.5	0.3	17.7	6.8	1.0	33.8	163.4	144.8
-	-	-	-	-	-	-	-	-	2.6
<u>5,175.8</u>	<u>1,193.7</u>	<u>28.2</u>	<u>19.7</u>	<u>1,418.8</u>	<u>515.3</u>	<u>77.0</u>	<u>2,150.4</u>	<u>10,578.9</u>	<u>9,307.3</u>
-	-	-	-	-	-	-	-	-	-
110.4	26.6	0.6	0.4	31.3	12.5	1.7	49.1	232.6	231.6
3.9	0.6	0.2	-	2.2	0.9	0.4	0.7	8.9	9.6
114.3	27.2	0.8	0.4	33.5	13.4	2.1	49.8	241.5	241.2
5,061.5	1,166.5	27.4	19.3	1,385.3	501.9	74.9	2,100.6	10,337.4	9,066.1
<u>5,175.8</u>	<u>1,193.7</u>	<u>28.2</u>	<u>19.7</u>	<u>1,418.8</u>	<u>515.3</u>	<u>77.0</u>	<u>2,150.4</u>	<u>10,578.9</u>	<u>9,307.3</u>
-	-	-	-	-	-	-	-	-	-
262.9	58.5	1.6	1.3	36.1	16.5	2.0	114.2	493.1	450.8
72.3	16.2	0.4	0.2	14.3	5.7	0.4	24.0	133.5	120.2
28.2	6.5	-	-	45.1	17.5	2.5	12.8	112.6	101.8
4.9	1.2	-	-	1.3	0.6	-	2.3	10.3	7.4
18.5	5.4	0.2	0.1	12.0	3.1	1.2	17.0	57.5	74.4
1.7	0.6	-	-	0.6	0.2	0.1	0.8	4.0	6.0
388.5	88.4	2.2	1.6	109.4	43.6	6.2	171.1	811.0	760.6
172.2	40.6	1.1	0.1	25.9	12.6	0.3	53.6	306.4	304.0
0.3	-	-	-	0.3	0.1	-	-	0.7	0.3
<u>561.0</u>	<u>129.0</u>	<u>3.3</u>	<u>1.7</u>	<u>135.6</u>	<u>56.3</u>	<u>6.5</u>	<u>224.7</u>	<u>1,118.1</u>	<u>1,064.9</u>
-	-	-	-	-	-	-	-	-	-
3.6	0.8	-	-	1.0	0.4	-	1.3	7.1	5.8
-	-	-	-	-	-	-	-	-	-
<u>557.4</u>	<u>128.2</u>	<u>3.3</u>	<u>1.7</u>	<u>134.6</u>	<u>55.9</u>	<u>6.5</u>	<u>223.4</u>	<u>1,111.0</u>	<u>1,059.1</u>
-	-	-	-	-	-	-	-	-	-
2,672.1	615.2	16.1	11.3	352.6	161.6	21.8	1,063.5	4,914.2	4,645.0
2,367.1	519.2	10.7	7.1	472.9	179.8	14.2	774.1	4,345.1	4,077.3
288.7	62.3	1.0	0.6	457.1	163.8	25.1	121.1	1,119.7	998.7
99.0	23.7	0.3	0.2	25.6	12.3	1.3	46.4	208.8	155.0
49.4	19.4	0.2	-	148.1	13.1	12.2	191.5	433.9	456.6
7.1	3.1	-	-	13.6	0.9	1.2	5.8	31.7	52.1
<u>5,483.4</u>	<u>1,242.9</u>	<u>28.3</u>	<u>19.2</u>	<u>1,469.9</u>	<u>531.5</u>	<u>75.8</u>	<u>2,202.4</u>	<u>11,053.4</u>	<u>10,384.7</u>

FINANCIAL STATISTICS

1

DEPOSITORS' HOLDINGS

as at December 31, 1987
(at market value – in millions of dollars)

DEPOSITORS	Participation deposits			Demand and term deposits (net)	Accrued interest and income	Depositors' holdings		Net change in 1987
	General Fund	Individual Funds	Sub-total			Amount	%	
Régie des rentes du Québec	13,187.4	–	13,187.4	–	312.4	13,499.8	46.87	(57.8)
Commission administrative des régimes de retraite et d'assurances								
Government and Public Employees Retirement Plan								
Unionized level	–	5,453.2	5,453.2	4.3	110.5	5,568.0	19.33	487.7
Non-unionized level	–	1,235.0	1,235.0	5.0	26.7	1,266.7	4.40	61.0
General Retirement Plan for Mayors and Councillors of Municipalities	–	19.1	19.1	0.1	0.4	19.6	0.07	0.6
Individual plans	–	28.0	28.0	0.1	0.6	28.7	0.10	1.3
Régie de l'assurance automobile du Québec	3,893.2	–	3,893.2	64.9	92.8	4,050.9	14.07	208.0
Commission de la santé et de la sécurité du travail	–	2,186.4	2,186.4	0.3	49.1	2,235.8	7.76	(51.5)
Commission de la construction du Québec								
Supplemental Pension Plan for Employees of the Québec Construction Industry								
Active participants' account	–	1,454.1	1,454.1	0.6	31.3	1,486.0	5.16	170.2
Retired participants' account	–	524.9	524.9	0.1	12.5	537.5	1.87	4.5
Additional contributions account	–	74.6	74.6	–	1.7	76.3	0.26	10.3
Fonds d'assurance-prêts agricoles et forestiers	10.5	–	10.5	–	0.2	10.7	0.04	(0.6)
Régie des marchés agricoles du Québec	–	–	–	1.5	–	1.5	0.01	0.3
Régie de l'assurance-dépôts du Québec	–	–	–	10.5	0.1	10.6	0.04	10.6
Régie des assurances agricoles du Québec	–	–	–	7.0	0.1	7.1	0.02	6.4
Total	17,091.1	10,975.3	28,066.4	94.4	638.4	28,799.2	100.00	851.0
1986	16,975.4	10,290.9	27,266.3	38.3	643.6	27,948.2	–	–
1985 ¹	15,327.4	9,076.6	24,404.0	76.3	608.1	25,088.4	–	–
1984	12,579.1	7,433.0	20,012.1	170.4	523.1	20,705.6	–	–
1983	11,540.6	6,794.0	18,334.6	115.3	449.9	18,899.8	–	–

¹On December 31, 1985, the depositors' participation deposits in the General Fund increased by \$797 million following the distribution of the general reserve accumulated on that date.

2

RETURN

(at market value – in percentage)

	1987	Compound average annual rate for the period	
		1982-1987	1978-1987
Internal rate of return			
Total depositors' holdings	4.7	16.9	12.8
Time-weighted rate of return			
Financial assets:			
Bonds	4.2	18.8	11.8
Mortgages	9.3	15.6	11.8
Canadian equities	4.6	13.6	15.8
Foreign equities	(0.5)	20.8 ¹	–
Real estate investments	14.5	14.4 ²	–
Short-term investments	9.1	–	–

¹Based on the last four years, when the foreign equities portfolio was created.²Based on the last three years, when the specific real estate investments portfolio was created.

3

ANNUAL INTEREST OR INCOME PAID OUT ON AVERAGE DEPOSITS

(rate in percentage)

CATEGORY OF DEPOSITS	1987	1986
Demand deposits ¹	8.316	8.995
Term deposits ¹	8.586	8.916
Participation deposits ²		
General Fund	10.926	12.834
Individual Funds		
301	11.831	12.030
302	11.568	12.732
303	12.766	11.873
304	9.188	12.748
311	10.641	12.468
312	11.264	12.674
313	9.455	10.289
330	11.022	12.673

¹The General Fund receives demand and term deposits from depositors and pays out interest on these deposits. The rate indicated is the average rate paid out during the year.²Income earned on the investments of the Caisse's various Funds is paid out or allocated to participation deposit holders. The rate indicated is the average annual rate. The rate represents only the income accounted for during the year on depositors' investments. It does not account for the change in the market value of investments. For purposes of this calculation, participation deposits are computed at book value. The rate is different from the internal rate of return which includes both income and changes in the market value of investments.

4

TOTAL FUNDS

Summary of investments as at December 31, 1987
(in millions of dollars)

At book value %	Breakdown of portfolios	At par value	At book value			At market value	Net change in 1987 (at book value)
			General Fund	Individual Funds	Total		
	Bonds						
	Government issued						
31.19	Gouvernement du Québec	8,497.7	6,105.1	2,286.9	8,392.0	8,507.2	723.9
4.27	Government of Canada	1,137.1	674.3	473.6	1,147.9	1,146.0	191.0
5.32	U.S. government	1,661.5	971.1	460.2	1,431.3	1,457.2	115.8
0.04	Other governments	10.5	9.8	-	9.8	9.9	(5.0)
40.82		11,306.8	7,760.3	3,220.7	10,981.0	11,120.3	1,025.7
	Government guaranteed						
	Gouvernement du Québec						
7.80	Hydro-Québec	2,160.4	1,496.9	602.5	2,099.4	2,086.4	(223.0)
0.67	Other	179.6	136.9	43.4	180.3	177.0	(21.9)
0.33	Government of Canada	89.6	47.1	40.8	87.9	86.1	43.7
0.11	Other governments	29.4	15.7	13.2	28.9	29.2	23.1
8.91		2,459.0	1,696.6	699.9	2,396.5	2,378.7	(178.1)
	Guaranteed by grants						
0.97	Colleges	262.3	137.8	123.6	261.4	258.3	31.8
1.10	Hospitals	296.5	138.2	158.1	296.3	299.6	58.2
0.47	Universities and affiliated schools	126.1	62.8	62.9	125.7	126.4	(10.5)
0.03	Social service centers	9.7	8.9	0.8	9.7	9.9	-
1.40	School boards	371.4	196.1	179.5	375.6	394.0	11.1
0.03	Other	9.3	5.2	3.7	8.9	9.2	-
4.00		1,075.3	549.0	528.6	1,077.6	1,097.4	90.6
	Municipalities and school boards						
2.18	Municipalities and municipal bodies	593.1	387.4	197.8	585.2	585.0	(39.5)
0.61	School boards	165.7	102.4	62.6	165.0	162.2	(19.1)
2.79		758.8	489.8	260.4	750.2	747.2	(58.6)
1.37	Corporate	368.1	249.8	119.3	369.1	363.2	(29.6)
57.89		15,968.0	10,745.5	4,828.9	15,574.4	15,706.8	850.0

	Mortgages							
	Residential							
2.57	Insured	-	313.7	377.4	691.1	687.5	40.2	
1.16	Conventional	-	57.2	256.2	313.4	311.7	105.1	
3.73		-	370.9	633.6	1,004.5	999.2	145.3	
2.43	Commercial	-	259.1	394.8	653.9	642.7	86.0	
0.39	Industrial	-	17.0	87.8	104.8	106.1	26.1	
0.02	Other	-	-	4.1	4.1	4.1	4.1	
6.57		-	647.0	1,120.3	1,767.3	1,752.1	261.5	
64.46		-	11,392.5	5,949.2	17,341.7	17,458.9	1,111.5	
	Shares and convertible securities							
	Canadian securities							
3.47	Metals and minerals	-	492.9	441.6	934.5	979.9	(5.9)	
0.90	Gold and silver	-	128.2	114.5	242.7	380.3	77.1	
2.00	Oil and gas	-	262.0	275.5	537.5	557.4	86.5	
1.26	Paper and forest products	-	172.4	165.4	337.8	432.5	116.4	
2.00	Consumer products	-	260.9	278.3	539.2	754.3	94.6	
2.22	Industrial products	-	308.1	290.4	598.5	701.4	69.4	
0.08	Real estate and construction	-	11.9	10.0	21.9	21.9	8.1	
0.35	Transportation	-	46.9	47.0	93.9	121.2	70.5	
0.64	Pipelines	-	86.7	84.5	171.2	195.8	(15.6)	
2.96	Utilities	-	396.4	398.8	795.2	867.1	(9.1)	
1.18	Communications	-	131.3	186.7	318.0	451.7	137.1	
1.31	Distribution and services	-	172.6	179.0	351.6	422.0	93.4	
4.72	Financial services	-	648.5	620.8	1,269.3	1,432.0	272.4	
1.90	Management companies	-	253.9	257.4	511.3	620.1	89.5	
24.99		-	3,372.7	3,349.9	6,722.6	7,937.6	1,084.4	
4.53	Foreign securities	-	758.8	461.4	1,220.2	1,228.4	316.6	
29.52		-	4,131.5	3,811.3	7,942.8	9,166.0	1,401.0	
	Real estate investments							
1.64	Participation deposit units of the specific real estate investments portfolio	-	253.8	188.1	441.9	555.5	102.9	
0.03	Land and buildings	-	5.8	1.8	7.6	8.6	(1.2)	
1.67		-	259.6	189.9	449.5	564.1	101.7	
31.19		-	4,391.1	4,001.2	8,392.3	9,730.1	1,502.7	
95.65	Total long-term investments	-	15,783.6	9,950.4	25,734.0	27,189.0	2,614.2	
4.35	Short-term investments	1,209.0	704.9	433.5	1,138.4	1,139.0	(210.8)	
-	Deposits in the General Fund	-	-	31.6	31.6	31.6	(20.5)	
100.00	Total¹	-	16,488.5	10,415.5	26,904.0	28,359.6	2,382.9	

¹Total investments of the General Fund have been reduced by total demand deposits of the Individual Funds.

5

GENERAL FUND

Summary of investments as at December 31, 1987
(in millions of dollars)

At book value %	Breakdown of portfolios	At par value	At book value	At market value	Accounting ¹ rate of return %	Net change in 1987 (at book value)
	Bonds					
	Government issued					
37.03	Gouvernement du Québec	6,196.2	6,105.1	6,180.7	11.35	394.8
4.09	Government of Canada	675.7	674.3	676.4	10.05	248.8
5.89	U.S. government	1,056.8	971.1	986.0	8.98	(124.4)
0.06	Other governments	10.5	9.8	9.9	9.27	(1.0)
47.07		7,939.2	7,760.3	7,853.0	10.94	518.5
	Government guaranteed					
	Gouvernement du Québec					
9.08	Hydro-Québec	1,535.8	1,496.9	1,462.4	10.28	(187.0)
0.83	Other	136.3	136.9	134.3	9.98	(13.5)
0.28	Government of Canada	48.9	47.1	46.6	10.22	17.5
0.10	Other governments	16.1	15.7	15.9	10.13	10.0
10.29		1,737.1	1,696.6	1,659.2	10.25	(173.0)
	Guaranteed by grants					
0.84	Colleges	138.2	137.8	134.1	10.21	15.8
0.84	Hospitals	138.5	138.2	136.2	10.79	22.6
0.38	Universities and affiliated schools	62.7	62.8	62.2	10.52	(4.0)
0.05	Social service centers	8.9	8.9	9.0	11.22	0.1
1.19	School boards	194.4	196.1	204.9	11.97	9.4
0.03	Other	5.5	5.2	5.2	10.47	-
3.33		548.2	549.0	551.6	11.04	43.9
	Municipalities and school boards					
2.35	Municipalities and municipal bodies	392.1	387.4	384.4	10.75	(23.3)
0.62	School boards	103.1	102.4	99.7	10.15	(8.1)
2.97		495.2	489.8	484.1	10.63	(31.4)
1.51	Corporate	248.7	249.8	244.7	10.84	(43.3)
65.17		10,968.4	10,745.5	10,792.6	10.82	314.7

	Mortgages					
	Residential					
1.90	Insured	-	313.7	308.7	10.16	97.5
0.35	Conventional	-	57.2	55.8	10.30	26.2
2.25		-	370.9	364.5	10.18	123.7
1.57	Commercial	-	259.1	251.2	10.70	(12.3)
0.10	Industrial	-	17.0	16.7	10.89	3.6
-	Other	-	-	-	-	-
3.92		-	647.0	632.4	10.41	115.0
69.09		-	11,392.5	11,425.0	10.80	429.7
	Shares and convertible securities					
	Canadian securities					
2.99	Metals and minerals	-	492.9	520.5	1.17	22.4
0.78	Gold and silver	-	128.2	195.8	0.98	50.7
1.59	Oil and gas	-	262.0	279.5	3.52	60.7
1.05	Paper and forest products	-	172.4	223.4	4.99	54.3
1.58	Consumer products	-	260.9	370.4	3.17	59.2
1.87	Industrial products	-	308.1	374.4	3.63	43.9
0.07	Real estate and construction	-	11.9	11.5	2.72	5.3
0.28	Transportation	-	46.9	61.4	2.18	34.5
0.53	Pipelines	-	86.7	99.7	5.77	(1.2)
2.40	Utilities	-	396.4	433.4	7.43	9.1
0.80	Communications	-	131.3	229.9	3.29	39.2
1.05	Distribution and services	-	172.6	220.1	3.21	44.8
3.93	Financial services	-	648.5	718.8	5.72	193.9
1.54	Management companies	-	253.9	316.4	3.03	53.2
20.46		-	3,372.7	4,055.2	4.00	670.0
4.60	Foreign securities	-	758.8	765.7	1.34	156.0
25.06		-	4,131.5	4,820.9	3.51	826.0
	Real estate investments					
1.54	Participation deposit units of the specific real estate investments portfolio	-	253.8	347.9	9.07	60.7
0.03	Land and buildings	-	5.8	7.3	9.31	(1.2)
1.57		-	259.6	355.2	9.08	59.5
26.63		-	4,391.1	5,176.1	3.84	885.5
95.72	Total long-term investments	-	15,783.6	16,601.1	8.86	1,315.2
4.28	Short-term investments	759.4	704.9	705.1	9.45	(187.9)
100.00	Total²	-	16,488.5	17,306.2	8.89	1,127.3

¹The accounting rate of return is expressed as a weighted average. Gains and losses on sale of investments are not taken into account.

²Assets of the General Fund have been reduced by total demand deposits of the Individual Funds.

6

INDIVIDUAL FUNDS

Summary of investments as at December 31, 1987
(in millions of dollars)

At book value %	Breakdown of portfolios	At par value	At book value	At market value	Accounting ¹ rate of return %	Net change in 1987 (at book value)
	Bonds					
	Government issued					
21.96	Gouvernement du Québec	2,301.5	2,286.9	2,326.5	11.24	329.1
4.54	Government of Canada	461.4	473.6	469.6	9.84	(57.9)
4.42	U.S. government	604.7	460.2	471.2	9.08	240.0
-	Other governments	-	-	-	-	(4.0)
30.92		3,367.6	3,220.7	3,267.3	10.72	507.2
	Government guaranteed					
	Gouvernement du Québec					
5.78	Hydro-Québec	624.6	602.5	624.0	11.59	(36.0)
0.42	Other	43.3	43.4	42.7	10.00	(8.4)
0.39	Government of Canada	40.7	40.8	39.5	10.04	26.2
0.13	Other governments	13.3	13.2	13.3	10.17	13.1
6.72		721.9	699.9	719.5	11.37	(5.1)
	Guaranteed by grants					
1.19	Colleges	124.1	123.6	124.2	11.02	16.0
1.52	Hospitals	158.0	158.1	163.4	11.89	35.6
0.60	Universities and affiliated schools	63.4	62.9	64.2	12.64	(6.5)
0.01	Social service centers	0.8	0.8	0.9	12.10	(0.1)
1.72	School boards	177.0	179.5	189.1	11.93	1.7
0.03	Other	3.8	3.7	4.0	12.91	-
5.07		527.1	528.6	545.8	11.80	46.7
	Municipalities and school boards					
1.90	Municipalities and municipal bodies	201.0	197.8	200.6	11.41	(16.2)
0.60	School boards	62.6	62.6	62.5	10.76	(11.0)
2.50		263.6	260.4	263.1	11.25	(27.2)
1.15	Corporate	119.4	119.3	118.5	10.91	13.7
46.36		4,999.6	4,828.9	4,914.2	10.97	535.3

	Mortgages						
	Residential						
3.62	Insured	-	377.4	378.8	11.18	(57.3)	
2.46	Conventional	-	256.2	255.9	11.24	78.9	
6.08		-	633.6	634.7	11.21	21.6	
3.79	Commercial	-	394.8	391.5	11.46	98.3	
0.85	Industrial	-	87.8	89.4	11.77	22.5	
0.04	Other	-	4.1	4.1	9.35	4.1	
10.76		-	1,120.3	1,119.7	11.33	146.5	
57.12		-	5,949.2	6,033.9	11.04	681.8	
	Shares and convertible securities						
	Canadian securities						
4.24	Metals and minerals	-	441.6	459.4	1.19	(28.3)	
1.10	Gold and silver	-	114.5	184.5	1.03	26.4	
2.64	Oil and gas	-	275.5	277.9	3.27	25.8	
1.59	Paper and forest products	-	165.4	209.1	4.77	62.1	
2.67	Consumer products	-	278.3	383.9	2.92	35.4	
2.79	Industrial products	-	290.4	327.0	3.70	25.5	
0.10	Real estate and construction	-	10.0	10.4	2.58	2.8	
0.45	Transportation	-	47.0	59.8	2.33	36.0	
0.81	Pipelines	-	84.5	96.1	5.68	(14.4)	
3.83	Utilities	-	398.8	433.7	7.35	(18.2)	
1.79	Communications	-	186.7	221.8	2.53	97.9	
1.72	Distribution and services	-	179.0	201.9	2.53	48.6	
5.96	Financial services	-	620.8	713.2	5.96	78.5	
2.47	Management companies	-	257.4	303.7	3.13	36.3	
32.16		-	3,349.9	3,882.4	3.94	414.4	
4.43	Foreign securities	-	461.4	462.7	1.46	160.6	
36.59		-	3,811.3	4,345.1	3.64	575.0	
	Real estate investments						
1.81	Participation deposit units of the specific real estate investments portfolio	-	188.1	207.6	9.07	42.2	
0.02	Land and buildings	-	1.8	1.3	-	-	
1.83		-	189.9	208.9	8.99	42.2	
38.42		-	4,001.2	4,554.0	3.89	617.2	
95.54	Total long-term investments	-	9,950.4	10,587.9	8.16	1,299.0	
4.16	Short-term investments	449.6	433.5	433.8	8.94	(22.9)	
0.30	Deposits in General Fund	-	31.6	31.6	8.59	(20.5)	
100.00	Total	-	10,415.5	11,053.4	8.20	1,255.6	

¹The accounting rate of return is expressed as a weighted average. Gains and losses on sale of investments are not taken into account.

7

PARTICIPATION IN NEW BOND ISSUES OF THE GOUVERNEMENT DU QUÉBEC IN 1987

(in millions of dollars)

Date of offer	Par value	Date of maturity	Nominal rate %	Yield to maturity %	Unit price	Acquisitions by the Caisse
January 20	164	February 10, 1997	8.50	8.60	99.35	50
January 20	161	February 10, 2012	9.00	9.08	99.25	25
April 7	50	February 10, 1997	8.50	8.83	97.83	50
April 7	50	September 2, 2011	9.50	9.62	98.88	50
May 22	75	June 4, 1997	10.00	10.02	99.87	75
May 22	100	June 4, 2012	10.50	10.54	99.65	100
August 3	25	July 31, 1990	10.50	9.99	101.27	25
August 3	50	June 4, 1997	10.00	10.33	97.99	50
August 3	100	June 4, 2012	10.50	10.86	96.88	100
September 18	25	October 3, 1990	10.75	10.85	99.745	25
September 18	25	July 31, 1998	10.75	11.25	96.882	25
September 18	100	October 9, 2012	11.875	11.90	99.802	100
November 23	155	April 7, 1998	10.25	10.33	99.50	50
November 23	145	April 1, 2009	11.00	11.01	99.90	50
November 23	125	April 1, 2009	11.00	11.09	99.286	125
Total						900

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BREAKDOWN BETWEEN THE FUNDS OF ACQUISITIONS OF NEW BONDS ISSUED BY THE GOUVERNEMENT DU QUÉBEC SINCE 1966

(at par value – in millions of dollars)

	General Fund	Individual Funds ¹	Total
1966-1982	4,850.6	1,101.6	5,952.2
1983	559.0	266.0	825.0
1984	464.0	398.0	862.0
1985	703.0	263.0	966.0
1986	526.6	298.4	825.0
1987	556.7	343.3	900.0
Total	7,659.9	2,670.3	10,330.2

¹Prior to January 1, 1983, total investments of the Individual Funds included those of the Segregated Funds and the Individual Fund.

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ACQUISITIONS OF NEW BONDS ISSUED BY THE QUÉBEC PUBLIC SECTOR

(at par value – in millions of dollars)

	Government guaranteed Government corporations	Municipalities and municipal bodies	Guaranteed by grants		Total
			Education sector	Social affairs sector	
1983	150.0	9.7	30.2	1.1	191.0
1984	150.0	15.5	212.1	40.6	418.2
1985	150.0	37.4	236.9	36.5	460.8
1986	133.9	36.1	120.3	66.0	356.3
1987	100.0	12.0	60.1	100.1	272.2

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NUMBER OF QUÉBEC PUBLIC SECTOR BOND ISSUERS

	1987	1986	1985	1984
ISSUERS				
Colleges	43	41	42	38
Hospitals	64	67	62	74
Universities and affiliated schools	9	9	9	9
Social service centers	10	10	10	6
School boards	166	168	157	147
Municipalities and municipal bodies	287	314	316	295

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MORTGAGES – ORIGINAL AMOUNT OF \$5 MILLION AND OVER

as at December 31, 1987

ENTERPRISES OR ORGANIZATIONS	Address	Location	Original amount	Year
Alexis Nihon (Québec) Inc.	1500, rue Atwater	Westmount	35.0	1986
Aménagement Westcliff Ltée	861, rue Principale	Granby	12.7	1981
Carrefour de l'Estrie Inc.	3100, boulevard Portland	Sherbrooke	15.0	1974
Centre Commercial Côte des Neiges Inc.	6600, chemin de la Côte-des-Neiges	Montréal	14.8	1983
Centre Commercial Manicouagan Ltée	600, boulevard Laffèche	Hauterive	5.4	1975
Centre Commercial Place du Royaume (Chicoutimi) Inc.	1401, boulevard Talbot	Chicoutimi	27.5	1987
Centre Commercial Terrebonne Ltée	1185, boulevard Moody	Terrebonne	8.0	1986
Centre Commercial Victoriaville Ltée	475, boulevard Jutras Est	Victoriaville	7.7	1977
Centre Métro Inc.	2020, rue University	Montréal	7.0	1974
Corporation Cadillac Fairview Ltée, La	Avenue McGill College	Montréal	45.0	1986
Corporation Financière Alliance-L'Industrielle, La	680, rue Sherbrooke Ouest	Montréal	10.0	1977
D.W.S. Hines Holdings Limited and Louis Dreyfus Canada Ltd.	1801, avenue McGill College	Montréal	26.0	1987
Développements Pasteur Inc.	1000, route de l'Église	Sainte-Foy	6.1	1975
Épiciers Unis Métro-Richelieu Inc.	11011, boulevard Maurice-Duplessis	Montréal	18.0	1983
Galeries du Cap Ltée, Les	300, rue Barkoff	Cap-de-la-Madeleine	8.2	1986
Groupe Ro-Na Inc., Le	1250, rue Nobel	Boucherville	9.0	1987
Immeubles Centroshop Inc., Les	1401, boulevard Talbot	Chicoutimi	5.8	1974
Immeubles Laberge Enrg., Les	9820, boulevard Gouin	Pierrefonds	6.8	1985
Immeubles Trans-Québec Ltée, Les	865, rue Sainte-Catherine Est	Montréal	13.6	1974
Ivanhoe Inc. and Kerrybrooke Development Ltd.	2100, boulevard Lapinière	Brossard	23.5	1978
Ivanhoe Inc. and Kerrybrooke Development Ltd.	2100, boulevard Lapinière	Brossard	32.9	1987
Jalbec Inc.	200, place Juge-Desnoyers	Laval	7.5	1985
Jardins Mérici Inc., Les	7, Jardins de Mérici	Québec City	11.9	1976
La Laurentienne Mutuelle d'Assurance and Cadim (1983) Inc.	500, Grande Allée Est	Québec City	25.0	1985
L'Industrielle, Compagnie d'Assurance sur la Vie	3800, rue Marly	Sainte-Foy	15.0	1979
L'Industrielle, Compagnie d'Assurance sur la Vie	3800, rue Marly	Sainte-Foy	9.5	1986
Placements Jonsag Inc.	2675, boulevard du Royaume	Jonquière	5.4	1981
Premium Hotels Ltd. Partnership	395, rue de la Couronne	Québec City	6.7	1981
Progressive Holding Inc.	183, boulevard Hymus	Pointe-Claire	5.0	1976
Promenades de la Cathédrale Inc., Les	Rue Sainte-Catherine Ouest	Montréal	26.3	1987
Régie de l'assurance-maladie du Québec	1125, chemin Saint-Louis	Sillery	17.7	1983
Société en commandite, Les Appartements d'Assigny	110, rue de la Barre	Longueuil	10.5	1986
Société en commandite, Les Galeries d'Alma	1055, rue du Pont Sud	Alma	5.2	1987
Société en commandite, Les Résidences du Carrefour	2775 et 2835, rue du Manoir	Sherbrooke	5.4	1987
Société Immobilière J.Y. Dupont Inc.	710, rue Bouvier	Québec City	5.2	1986
Société municipale d'habitation de Montréal	425, rue Sherbrooke Est	Montréal	6.1	1981
139853 Canada Inc.	450, rue Sherbrooke Ouest	Montréal	12.5	1986
146588 Canada Inc.	2801A, boul. des Promenades	Deux-Montagnes	6.0	1986
150467 Canada Inc.	101, place Charles-Lemoyne	Longueuil	17.0	1987
426873 Ontario Inc.	1001, rue de Montarville	Boucherville	5.8	1980

CANADIAN INVESTMENTS IN CORPORATE SHARES AND BONDS BY SECTOR OF ACTIVITY

as at December 31, 1987
(at market value – in millions of dollars)

SECTOR OF ACTIVITY	Shares and convertible securities	Bonds	Total	%
Metals and minerals	979.9	2.3	982.2	11.8
Gold and silver	380.3	–	380.3	4.6
Oil and gas	557.4	10.3	567.7	6.8
Paper and forest products	432.5	24.4	456.9	5.5
Consumer products	754.3	12.2	766.5	9.2
Industrial products	701.4	12.8	714.2	8.6
Real estate and construction	21.9	53.9	75.8	0.9
Transportation	121.2	0.8	122.0	1.5
Pipelines	195.8	22.7	218.5	2.6
Utilities	867.1	18.3	885.4	10.7
Communications	451.7	9.0	460.7	5.6
Distribution and services	422.0	6.0	428.0	5.2
Financial services	1,432.0	189.9	1,621.9	19.5
Management companies	620.1	0.6	620.7	7.5
Total	7,937.6	363.2	8,300.8	100.0

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INVESTMENTS IN CORPORATE SHARES AND BONDS

as at December 31, 1987

(at market value - in millions of dollars)

ENTERPRISES	Designation	Shares		Convertible securities	Bonds	Subtotal	Total
		Number	Amount				
Abitibi-Price Inc.	common warrants	1,083,548	29.3			29.3	
		57,713	0.3			0.3	29.6
Air Products and Chemicals, Inc.		107,200	5.7				5.7
Alcan Aluminum Limited		6,867,726	238.7				238.7
Altamira Capital Corporation	common preferred	12,940	0.4			0.4	
		501,900	5.0			5.0	5.4
American Barrick Resources Corporation		2,051,100	55.4				55.4
American Home Products Corporation		55,500	5.2				5.2
American International Group, Inc.		80,700	6.3				6.3
Artopex International Inc. ¹		978,854	7.0				7.0
Asamera Inc.		1,608,469	13.9				13.9
Atlantic Richfield Company		65,000	5.9				5.9
Auberges des Gouverneurs Inc. ¹	common participating	1,417,654	3.6			3.6	
		2,206,889	5.6			5.6	9.2
Auto Point Inc. ¹		1,686,798	2.1				2.1
Avcorp Industries Inc.		140,100	0.7	7.5		7.5	
						0.7	8.2
B.A.T. Industries		508,333	5.5				5.5
BCE Inc. ²		14,993,533	556.7		3.9		560.6
B.S.N. - Gervais Danone		48,900	5.2				5.2
Bank of Montreal	common warrants	6,333,771	166.2			166.2	
		59,338	0.1			0.1	166.3
Bank of Montreal, Mortgage Corporation					12.4		12.4
Bank of Nova Scotia		13,311,085	173.0		5.0		178.0
Bank of Nova Scotia Mortgage Corporation					8.6		8.6
Bausch & Lomb, Inc.		129,700	5.8				5.8
Beecham		650,000	7.0				7.0
Boeing Company		149,300	7.3				7.3
Bois Franc Royal Ltée ¹		1,842,008	2.8				2.8
Bow Valley Industries Ltd. ²	common warrants	2,478,660	35.9			35.9	
		208,900	6.0			6.0	41.9
Brascade Holdings Inc.	common preferred A, B, C, D	126,000	2.1			2.1	
		447,000	304.1			304.1	306.2
Brascade Resources Inc.		2,758,621	69.9				69.9
Brascan Limited	class A	1,616,250	43.8				43.8
Bristol-Myers Company		202,200	10.9				10.9
British Columbia Telephone Company		1,234,412	32.4		1.8		34.2
CAE Industries Ltd.		7,411,000	47.2				47.2
CDC Life Sciences Inc. ^{1,2}		4,352,350	93.0				93.0

C-I-L Inc.		242,821	6.6				6.6
Caisse Centrale Desjardins du Québec. La					13.6		13.6
Campeau Corporation				1.5		1.5	
					29.8	29.8	
		188,700	3.5			3.5	34.8
Canada Northwest Energy Limited				6.8		6.8	
	common	489,937	8.7			8.7	
	warrants	207,551	0.4			0.4	15.9
Canada Packers Inc.		652,800	9.5				9.5
Canadian Imperial Bank of Commerce		4,699,216	91.6		5.1		96.7
Canadian Occidental Petroleum Ltd.		1,636,812	25.2				25.2
Canadian Pacific Limited ²		15,572,512	321.2				321.2
Canadian Tire Corporation Limited		5,074,163	69.1				69.1
Canadian Utilities Limited		475,325	9.2				9.2
Canam Manac Inc., Le Groupe ¹		3,200,000	26.8				26.8
Cascades Inc.		126,850	0.8	40.7			41.5
Celanese Canada Inc.		560,100	11.1				11.1
Central & South West Corporation		177,800	6.8				6.8
Central Capital Corporation	common	153,105	1.7			1.7	
	class A	2,089,700	20.9			20.9	22.6
Coca-Cola Company		140,500	7.0				7.0
Cominco Ltd.		437,502	6.7				6.7
Comterm Inc. ¹		2,557,437	1.7				1.7
Consolidated-Bathurst Inc.		3,467,928	63.3				63.3
Cover Industries Inc. ¹				2.0		2.0	
	common	166,667	0.5			0.5	
	warrants	83,333	-			-	2.5
Crédit Industriel Desjardins Inc.					6.0		6.0
Crown Cock & Seal Company, Inc.		51,900	7.1				7.1
Datamark Ltée, Les Formules d'Affaires ¹		453,000	1.9	3.1			5.0
Denison Mines Limited	class A	1,678,401	8.0			8.0	
	class B	14,236	0.1			0.1	8.1
Digital Equipment Corporation		58,400	10.2				10.2
Dofasco Inc.		1,746,224	45.8				45.8
Domco Industries Limited ¹		626,100	4.4				4.4
Dominion Resources Inc.		108,900	5.9				5.9
Dominion Textile Inc. ¹					0.5	0.5	
	common	2,006,695	34.6			34.6	
	preferred	200,000	3.4			3.4	38.5
Domtar inc. ¹		14,106,032	201.0				201.0
Donohue Inc.		641,675	18.4		6.9		25.3
Duke Power Company		114,300	6.4				6.4

13 (continued)

INVESTMENTS IN CORPORATE SHARES
AND BONDS

as at December 31, 1987

(at market value - in millions of dollars)

ENTERPRISES	Designation	Shares		Convertible securities	Bonds	Subtotal	Total
		Number	Amount				
	Du Pont Canada Inc.	178,195	5.1				5.1
	Du Pont (E.I.) De Nemours & Company	109,200	12.4				12.4
	Dylex Limited	4,286,272	35.4				35.4
	Eastman Kodak Company	193,750	12.3				12.3
	Echo Bay Mines Ltd.	3,841,243	117.6				117.6
	Emerson Electric Co.	197,000	9.0				9.0
	Enerplus Resources Corporation	800,000	7.6				7.6
	Entraide-Coopérants Inc., Financière ¹	5,492,289	22.0				22.0
	Ethyl Corporation	209,200	5.0				5.0
	Exxon Corporation	289,500	14.4				14.4
	Falconbridge Limited	2,556,610	61.4				61.4
	Fédération des Caisses populaires de Montréal et de l'ouest du Québec				16.8		16.8
	Fédération des Caisses populaires de Québec				9.0		9.0
	Fujitsu, Ltd.	462,000	5.4				5.4
	G.T.C. Ltée, Groupe Transcontinental	1,691,000	9.9				9.9
	Galactic Resources Ltd. ²	2,112,334	19.3				19.3
	Gaz Métropolitain, inc.				8.2		8.2
	General Electric Company	184,600	10.6				10.6
	General Mills, Inc.	116,000	6.9				6.9
	General Motor Acceptance Corporation				20.0		20.0
	General Trustco of Canada Inc.	2,269,592	17.0				17.0
	Grafton Group Limited	1,419,150	13.8				13.8
	Great Atlantic & Pacific Tea Company Inc.	102,800	5.0				5.0
	Gulf Canada Resources Ltd.	1,659,214	26.3				26.3
	Hanson Trust	1,700,000	5.3				5.3
	Hemlo Gold Mines Inc.	300,000	5.9				5.9
	Hewlett-Packard Company	69,000	5.2				5.2
	ICG Utilities (Ontario) Ltd.			79.7			79.7
	Imasco Limited	5,426,831	140.4				140.4
	Imperial Oil Limited	2,603,687	144.8		5.3		150.1
	Inco Limited	4,153,685	118.4				118.4
	Indal Limited	978,925	9.8				9.8
	Innopac Inc. ¹	1,418,740	12.4				12.4
	Inter-City Gas Corporation	247,802	3.9			3.9	
		97,000	2.8			2.8	6.7
	International Business Machines Corporation	121,300	18.2				18.2
	International Corona Resources Ltd.	86,452	3.9			3.9	
		50,000	2.3			2.3	6.2
	International Specialty Fund	1,000,000	12.8				12.8

International Thomson Organisation Limited		3,546,111	42.1				42.1
Interprovincial Pipeline Limited		607,583	26.2		22.7		48.9
Ito-Yokado Ltd.		167,000	6.6				6.6
Ivaco Inc.				13.7		13.7	
	preferred	282,949	5.8			5.8	19.5
Jannock Limitée		523,800	9.8				9.8
Kao Corp.		330,500	6.1				6.1
K Mart Corporation		149,100	5.8				5.8
Labatt Limitée, John		5,870,938	133.6	60.4			194.0
LAC Minerals Ltd.		1,020,476	13.3				13.3
Laidlaw Transportation Limited	class A	57,900	1.1			1.1	
	class B	4,780,593	83.1			83.1	
	preferred	1,357,000	33.9			33.9	
	warrants	300,000	0.5			0.5	118.6
Laurentian Bank of Canada		475,708	6.1		9.0		15.1
Loblaw Companies Limited		706,685	7.8				7.8
Logistec Corporation ¹	class A	202,125	1.7				1.7
Lonvest Corporation		1,669,920	25.3				25.3
Macleon Hunter Limited	class X	3,961,103	77.7			77.7	
	class Y	283,850	4.9			4.9	82.6
MacMillan Bloedel Limited		1,543,518	35.7	13.3			49.0
Marconi Canada, Compagnie		628,648	10.1				10.1
Mascot Gold Mines Limited		422,184	5.6				5.6
McGraw-Hill Inc.		80,200	5.0				5.0
Memotec Data Inc. ¹		831,676	11.8	56.5			68.3
Mobil Corporation		227,600	11.6				11.6
Molson Companies Limited, The	class A	1,870,771	43.0			43.0	
	class B	11,396	0.3			0.3	43.3
Montreal Trustco Inc.		1,544,050	19.3				19.3
Moore Corporation Limited ²		7,744,488	201.4				201.4
Mount Charlotte Investments P.L.C.		2,300,000	6.1				6.1
N.A. Unit Holders Trust (America)		1,193,820	114.8				114.8
N.A. Unit Holders Trust (Asia)		873,820	114.5				114.5
N.A. Unit Holders Trust (Europe)		894,669	77.0				77.0
N.A. Unit Holders Trust (United Kingdom)		424,891	55.8				55.8
National Bank Mortgage Corporation					10.2		10.2
National Bank of Canada		7,886,179	85.8		1.8		87.6
National Victoria and Grey Trustco Limited, The		491,500	9.1				9.1
Nippon Electric Glass Co., Ltd.		475,000	9.4				9.4
Nippon Telegraph and Telephone Corp.		100,000	30.5				30.5
Nomura Securities Co., Ltd. (The)		190,000	5.4				5.4
Noranda Inc.				5.7		5.7	
	common	2,689,986	69.9			69.9	
	preferred	207,700	6.5			6.5	82.1

INVESTMENTS IN CORPORATE SHARES AND BONDS

as at December 31, 1987
(at market value – in millions of dollars)

ENTERPRISES	Designation	Shares		Convertible securities	Bonds	Subtotal	Total
		Number	Amount				
Noranda Forest Inc.		875,800	17.3				17.3
Norcen Energy Resources Limited ¹				21.4		21.4	
		2,729,061	50.1			50.1	71.5
Northern Telecom Limited		6,884,554	152.3				152.3
NOVA Corporation of Alberta	class A	10,933,081	109.3				109.3
Noverco Inc. ¹		1,270,300	14.5				14.5
Onex Corporation	restricted voting	555,277	5.8				5.8
Oshawa Group Limited, The	class A	2,422,196	46.6				46.6
Pallas Group S.A.		120,000	26.7				26.7
PanCanadian Petroleum Limited		1,747,215	42.4				42.4
Peerless Rug Limited					5.1		5.1
Pepsico, Inc.		129,000	5.6				5.6
Philip Morris Companies Inc.		84,400	9.4				9.4
Place Desjardins Inc.					8.1		8.1
Placer Dome Inc.		7,358,614	144.4				144.4
Power Corporation of Canada	restricted voting	5,969,911	85.1				85.1
Power Financial Corporation ¹		10,493,600	149.5				149.5
Proviso inc. ¹		9,431,600	80.2	38.8			119.0
Québec-Téléphone		1,282,804	16.7		3.1		19.8
Ranger Oil Limited		1,843,017	9.0				9.0
Reitmans (Canada) Limited	common	14,900	0.3			0.3	
	class A	711,720	12.8			12.8	13.1
Rio Algom Limited		968,023	18.9				18.9
Royal Bank Mortgage Corporation					34.7		34.7
Royal Bank of Canada, The		6,351,334	179.4	12.6	12.2		204.2
Royal Dutch Petroleum Company		48,350	7.1				7.1
Royal Trustco Limited	class A	6,524,688	90.5		4.7		95.2
Sceptre Resources Limited ^{1,2}				14.9		14.9	
	common	10,706,100	39.1			39.1	
	warrants	1,000,000	–			–	54.0
Seagram Company Ltd., The		3,922,201	275.0				275.0
Sears Canada Inc.		2,102,104	19.4				19.4
Shell Canada Limited	class A	804,363	28.3				28.3
Sherritt Gordon Mines Limited		1,019,871	5.4				5.4
Société d'investissement Desjardins		81,385	18.9				18.9
Southam Inc.		2,447,424	42.8				42.8
Spar Aerospace Limited		422,800	7.2				7.2
Squibb Corporation		63,100	5.0				5.0

Steinberg Inc.	common	209,996	5.8		5.8	
	preferred	55,519	0.2		0.2	
	class A	895,909	24.6		24.6	30.6
Stelco Inc.		614,340	11.7			11.7
T.C.C. Ltée, Les Breuvages		1,876,927	9.6			9.6
Tandem Computers, Inc.		179,000	6.4			6.4
Teck Corporation	class B	1,720,632	59.4			59.4
Télé-Métropole inc.		394,489	8.8			8.8
Tembec Inc.	class A	813,300	5.7			5.7
Texaco Canada Inc.		2,039,334	60.4			60.4
Thomson Newspapers Limited	class A	5,798,668	160.2			160.2
Tokio Marine & Fire Insurance Company, Ltd., The		309,000	5.5			5.5
Toronto-Dominion Bank, The		10,856,798	304.0			304.0
Torstar Corporation	class B	1,104,228	26.2			26.2
TransAlta Utilities Corporation	class A	5,215,054	149.9			149.9
TransCanada PipeLines Limited		3,594,956	56.6			56.6
Trilon Financial Corporation	class A	1,549,539	23.6		23.6	
	warrants	146,000	0.9		0.9	24.5
Trizec Corporation Ltd.				2.8	2.8	
	class A	337,430	8.8		8.8	11.6
Unilever, P.L.C.		1,075,000	12.1			12.1
Veba AG		51,520	11.1			11.1
Vidéotron Itée, Le Groupe ¹	class A	8,688,155	77.9			77.9
Weston Limited, George		628,624	20.1			20.1
Weyerhaeuser Company		216,300	11.0			11.0
Whirlpool Corporation		209,400	6.7			6.7
Yamanouchi Pharmaceutical Co., Ltd.		130,000	5.4			5.4
2437-8085 Québec Inc.	preferred	6,000,100	6.0			6.0
Difference between investments reflected in the annual list and those on record at the Caisse						nil

¹ Enterprise where the Caisse is considered an insider within the meaning of applicable Canadian laws.

² Enterprise where the Caisse would be considered an insider only within the meaning of applicable American laws.

Note

In this table are listed the major investments in corporate shares and bonds generally assessed at a market value of more than \$5 million, together with those of a similar nature in enterprises where the Caisse owns more than 10% of voting rights. This table is subject to the disclosure standards applicable to the annual list of such investments.

The annual list must not provide any information deemed to be detrimental to the operations of the Caisse, to its economic interests or competitiveness or which may reveal an intended transaction, a transaction or series of transactions in process or which may cause prejudice to an enterprise. Consequently, there may occasionally exist differences between the investments in the annual list and those recorded in the books of the Caisse, at December 31. However, whenever possible and without transgressing the above standards, the annual list states the total amount of these differences. Investments in any closed company (according to the definition of the Québec Securities Act) do not appear in this list unless the company has agreed to such disclosure.

STATEMENT OF REAL ESTATE INVESTMENTS OF THE CAISSE AND ITS SUBSIDIARIES

as at December 31, 1987

Location	Land and buildings	Location	Land and buildings	Location	Land and buildings
Baie-Comeau	Route 138 Ouest (bloc 59, canton Laffèche)	Montréal	Rues Saint-Jacques, Saint-Antoine, Saint-Pierre	Roberval	1221, boulevard Saint-Domingue
Charlesbourg	4155, 4 ^e Avenue Ouest	Montréal	1200, avenue McGill College	Sainte-Anne-de-Beaupré	10516, boulevard Sainte-Anne
Dorval	241, boulevard Hymus	Montréal	505, rue Sherbrooke Est	Sainte-Foy	2095, boulevard Charest
Dorval	1325, boulevard Hymus	Montréal	500, rue Sherbrooke Ouest	Sainte-Foy	1000 and 1020, route de l'Église
Forestville	25, Route 138	Montréal	1440, rue Sainte-Catherine Ouest	Sainte-Foy	650, avenue Graham-Bell
Gaspé	39, montée Sandy Beach	Montréal	800, place Victoria	Sainte-Foy	2875, boulevard Laurier
Lac-Mégantic	3560, rue Laval	Montréal-Nord	4001 to 4011, boulevard Robert	Saint-Georges-de-Beauce	8585, boulevard Lacroix
Laval	1640, boulevard Saint-Martin	Mont-Royal	2305, chemin Rockland	Saint-Laurent	5605 to 5625, chemin Côte-de-Liesse and 155, rue Authier
Laval	2345, montée Saint-Aubin	Mont-Royal	8191, chemin Montview	Saint-Laurent	8300, chemin Côte-de-Liesse
Laval	1 to 4, place Laval	Port-Cartier	24, boulevard des Îles	Saint-Léonard	6801, boulevard des Grandes Prairies
Longueuil	370, chemin Chambly	Port-Cartier	52, rue Élie-Rochefort	Saint-Raymond-de-Portneuf	333, côte Joyeuse
Longueuil	601 to 623, rue Le Breton	Québec City	1815, rue Decelles	Sherbrooke	3333, rue King Ouest
Magog	1700, rue Sherbrooke	Québec City	690 and 700, boulevard Saint-Cyrille Est	Trois-Rivières	225, Des Forges
Montréal	2000, rue Berri	Québec City	500, avenue Grande-Allée Est	Westmount	1 to 4, Westmount Square
Montréal	1650, rue Berri	Québec City	1 to 8, place Mérici		
Montréal	1055, boulevard Dorchester Est	Québec City	1091, chemin Saint-Louis		
Montréal	800, boulevard de Maisonneuve Est	Québec City	880 and 930, chemin Sainte-Foy		
Montréal	1800, avenue McGill College	Rimouski	80 to 84 and 114, rue Saint-Germain		

Location	Land	Location	Land
Baie-Comeau	232, LaSalle	Québec City	Chemin Saint-Louis (Mérici)
Côte-Saint-Luc	7600, rue Earle	Québec City	1 to 8, place Mérici
Laval	1716, boulevard des Laurentides	Québec City	690 and 700, boulevard Saint-Cyrille Est
Longueuil	1999, boulevard Roland-Therrien	Rivière-du-Loup	385, rue Lafontaine
Montréal	800, boulevard de Maisonneuve Est	Sainte-Foy	2986 to 3004, rue Laverdure and 3001 to 3005, rue D'Entremont
Montréal	1800, avenue McGill College	Sainte-Foy	2280, chemin Sainte-Foy
Montréal	5425, rue Casgrain	Sept-Îles	490, boulevard Laure
Montréal	2020, rue University	Sept-Îles	791, boulevard Laure
Mont-Royal	2305, chemin Rockland	Verdun	Portion of lot 4740 et al. (Nun's Island)
Québec City	2770, rue Duval		

(in millions of dollars)

Summary of real estate investments	At book value	At market value
Land and buildings	462.5	598.6
Bonds	52.5	52.5
Shares	14.8	21.5
Mortgages	6.6	6.6
Total	536.4	679.2

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**FUNDS' ASSETS –
TEN-YEAR REVIEW**

as at December 31
(at book value – in millions of dollars)

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
General Fund¹	16,815.3	15,686.7	14,308.1	12,944.0	11,831.9	10,813.8	9,442.5	8,169.1	6,909.7	5,872.8
Individual Funds										
301	5,175.8	4,391.6	3,696.7	3,058.0	2,589.0	–	–	–	–	–
302	1,193.7	1,057.2	922.5	793.5	641.4	–	–	–	–	–
303	28.2	24.7	21.7	18.8	16.1	–	–	–	–	–
304	19.7	17.5	14.6	11.9	9.7	–	–	–	–	–
311	1,418.8	1,194.0	1,067.3	987.4	1,278.2	–	–	–	–	–
312	515.3	485.7	444.0	388.8	–	–	–	–	–	–
313	77.0	64.1	50.6	34.6	22.9	–	–	–	–	–
330	2,150.4	2,072.5	1,976.4	1,923.9	1,832.7	1,580.9	1,345.9	1,096.2	897.9	663.3
Segregated Funds	–	–	–	–	–	3,844.1	3,126.4	2,482.2	1,946.1	1,452.0
	10,578.9	9,307.3	8,193.8	7,216.9	6,390.0	5,425.0	4,472.3	3,578.4	2,844.0	2,115.3
Total	27,394.2	24,994.0	22,501.9	20,160.9	18,221.9	16,238.8	13,914.8	11,747.5	9,753.7	7,988.1

¹The assets of the General Fund have been reduced by total demand deposits of the Individual Funds and accrued interest. Assets of the Individual Funds have been reduced, if necessary, by advances from the General Fund and accrued interest thereon.

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**NET DEPOSITORS' INCOME –
TEN-YEAR REVIEW**

as at December 31
(at book value – in millions of dollars)

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
Net income allocated to participation deposit holders										
General Fund¹	1,741.6	1,892.6	1,720.8	1,251.2	1,141.6	1,029.7	863.8	724.9	580.2	455.9
Individual Funds										
301	557.4	480.9	404.1	293.4	249.7	–	–	–	–	–
302	128.2	124.0	107.7	70.5	56.7	–	–	–	–	–
303	3.3	2.7	2.4	1.2	1.7	–	–	–	–	–
304	1.7	2.0	1.9	1.9	1.1	–	–	–	–	–
311	134.6	138.0	123.0	119.6	125.3	–	–	–	–	–
312	55.8	58.5	52.2	10.1	1.7	–	–	–	–	–
313	6.5	5.8	5.1	3.0	–	–	–	–	–	–
320	–	–	–	–	2.8	–	–	–	–	–
330	223.4	247.1	242.6	180.4	161.1	151.0	127.9	99.1	73.4	49.0
Segregated Funds	–	–	–	–	–	350.7	282.1	217.8	183.2	122.3
	1,110.9	1,059.0	939.0	680.1	600.1	501.7	410.0	316.9	256.6	171.3
Interest on demand and term deposits	15.5	13.7	20.6	32.6	30.6	37.6	58.5	25.2	22.6	13.5
Total	2,868.0	2,965.3	2,680.4	1,963.9	1,772.3	1,569.0	1,332.3	1,067.0	859.4	640.7

¹Since 1985, gains and losses on sale of investments, which were previously deposited in the general reserve, are included in the net income allocated to participation deposit holders.

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FUNDS ENTRUSTED BY THE DEPOSITORS – TEN-YEAR REVIEW

as at December 31
(at book value – in millions of dollars)

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
Régie des rentes du Québec										
Funds entrusted	12,947.5	12,263.9	11,328.0	10,119.2	9,449.1	8,648.2	7,757.8	6,858.2	5,991.4	5,272.0
Net income	1,356.4	1,491.5	1,386.0	1,041.6	957.9	889.1	767.0	652.7	538.8	443.0
Share of general reserve accumulated ¹	–	–	371.6	–	–	–	–	–	–	–
Net contributions	(672.8)	(555.6)	(548.8)	(371.5)	(157.0)	1.3	132.6	214.1	180.6	212.0
Annual increase	683.6	935.9	1,208.8	670.1	800.9	890.4	899.6	866.8	719.4	655.0
Annual increase as a percentage of total increase	28.4	36.7	44.2	36.3	41.7	40.3	43.6	44.3	41.8	43.5
Régie de l'assurance automobile du Québec										
Funds entrusted	3,785.8	3,354.9	2,855.6	2,302.7	1,913.2	1,584.6	1,195.7	885.4	587.2	291.5
Net income	396.9	408.8	350.9	232.8	197.7	164.7	119.7	78.7	47.8	17.1
Share of general reserve accumulated ¹	–	–	44.5	–	–	–	–	–	–	–
Net contributions	34.0	90.5	157.5	156.7	130.9	224.2	190.6	219.5	247.9	274.4
Annual increase	430.9	499.3	552.9	389.5	328.6	388.9	310.3	298.2	295.7	291.5
Annual increase as a percentage of total increase	17.9	19.6	20.2	21.1	17.1	17.6	15.0	15.3	17.2	19.4
Commission administrative des régimes de retraite et d'assurances										
Government and Public Employees Retirement Plan (RREGOP) ²										
Funds entrusted	6,374.4	5,454.7	4,618.4	3,856.5	3,230.3	2,582.6	2,035.4	1,557.7	1,166.1	830.5
Net income	686.7	606.1	512.8	365.1	308.3	236.6	182.8	133.5	113.3	66.0
Net contributions	233.0	230.2	249.1	261.1	265.2	310.6	294.9	258.6	222.3	181.8
Annual increase	919.7	836.3	761.9	626.2	573.5	547.2	477.7	392.1	335.6	247.8
Annual increase as a percentage of total increase	38.3	32.8	27.8	33.9	29.9	24.8	23.1	20.1	19.5	16.4
Commission de la construction du Québec										
Supplemental Pension Plan for Employees of the Québec Construction Industry ²										
Funds entrusted	2,008.3	1,743.0	1,569.7	1,411.2	1,302.2	1,181.8	1,052.4	920.4	797.4	670.2
Net income	197.2	203.7	181.2	133.6	128.1	115.6	100.9	85.3	72.7	55.4
Net contributions	68.1	(30.4)	(22.7)	(24.6)	(27.4)	13.8	31.1	28.8	54.5	68.9
Annual increase	265.3	173.3	158.5	109.0	100.7	129.4	132.0	114.1	127.2	124.3
Annual increase as a percentage of total increase	11.0	6.8	5.8	5.9	5.3	5.8	6.4	5.8	7.4	8.2

Commission de la santé et de la sécurité du travail										
Funds entrusted	2,150.0	2,069.6	1,970.0	1,921.0	1,856.7	1,683.9	1,445.6	1,221.9	954.6	725.6
Net income	223.4	247.6	243.9	184.0	170.1	149.9	149.8	109.5	78.8	54.0
Net contributions	(143.0)	(148.0)	(194.9)	(119.7)	3.4	88.4	73.9	157.8	150.2	132.5
Annual increase	80.4	99.6	49.0	64.3	173.5	238.3	223.7	267.3	229.0	186.5
Annual increase as a percentage of total increase	3.4	3.9	1.8	3.5	9.0	10.8	10.8	13.7	13.3	12.4
Other depositors ²										
Funds entrusted	77.6	54.5	48.2	41.6	55.0	113.1	97.1	75.8	59.2	44.1
Net income	7.4	7.6	5.6	6.8	10.2	13.1	12.1	7.3	8.0	5.2
Share of general reserve accumulated ¹	-	-	0.1	-	-	-	-	-	-	-
Net contributions	15.7	(1.3)	0.9	(20.2)	(68.5)	2.9	9.2	9.3	7.1	(4.0)
Annual increase	23.1	6.3	6.6	(13.4)	(58.3)	16.0	21.3	16.6	15.1	1.2
Annual increase as a percentage of total increase	1.0	0.2	0.2	(0.7)	(3.0)	0.7	1.1	0.8	0.8	0.1
Total depositors										
Funds entrusted	27,343.6	24,940.6	22,389.9	19,652.2	17,806.5	15,794.2	13,584.0	11,519.4	9,555.9	7,833.9
Net income	2,868.0	2,965.3	2,680.4	1,963.9	1,772.3	1,569.0	1,332.3	1,067.0	859.4	640.7
Share of general reserve accumulated ¹	-	-	416.2	-	-	-	-	-	-	-
Net contributions	(465.0)	(414.6)	(358.9)	(118.2)	146.6	641.2	732.3	888.1	862.6	865.6
Total annual increase	2,403.0	2,550.7	2,737.7	1,845.7	1,918.9	2,210.2	2,064.6	1,955.1	1,722.0	1,506.3
Annual increase as a percentage of total increase	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

¹ As at December 31, 1985, the general reserve accumulated in the General Fund was distributed among the Fund's participation deposit unitholders on that date. Net income for the years prior to 1984 does not include gains and losses on sale of investments which are reflected in Share of general reserve accumulated.

² On January 1, 1983, holders of participation deposits of the Segregated Funds received their share of the Funds' assets which was transferred to their respective Individual Fund. Funds entrusted to the Caisse by these holders were increased by their share of the Segregated Funds' general reserve.

18 ADMINISTRATIVE STATISTICS – TEN-YEAR REVIEW

as at December 31

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
Administrative expenses (in millions of dollars)	17.5	14.6	16.2	13.1	11.9	11.1	9.5	8.3	7.1	5.9
Assets per employee (in millions of dollars)	140.8	129.9	127.4	116.4	103.5	96.1	90.4	83.9	72.8	70.1
Number of depositors	11	11	11	11	12	14	14	14	14	17
Number of employees	195	193	177	173	176	169	154	140	134	114

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TOTAL INVESTMENTS – TEN-YEAR REVIEW

as at December 31
(at book value – in millions of dollars)

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
INVESTMENTS										
Bonds										
Gouvernement du Québec	8,392.0	7,668.1	7,171.0	6,991.0	6,750.1	5,965.8	5,023.7	4,094.2	3,166.8	2,426.4
Government of Canada	1,147.9	956.9	850.6	656.0	515.9	382.0	439.1	626.6	415.5	224.3
Other governments	1,441.1	1,330.3	1,297.0	1,218.2	384.4	0.1	0.4	0.4	0.4	0.4
Guaranteed by gouvernement du Québec	2,279.7	2,524.6	2,362.8	2,336.4	2,517.0	2,388.5	2,198.0	2,051.2	1,622.2	1,284.4
Guaranteed by other governments	116.8	50.0	44.0	93.7	87.8	33.9	4.7	0.7	0.8	0.8
Guaranteed by grants	1,077.6	987.0	857.3	708.8	461.8	398.7	352.1	287.3	261.8	263.8
Municipalities and school boards	750.2	808.8	712.6	711.7	776.7	788.9	764.3	689.8	619.0	552.4
Corporate	369.1	398.7	378.2	368.6	519.7	746.6	887.4	964.3	945.9	677.8
	15,574.4	14,724.4	13,673.5	13,084.4	12,013.4	10,704.5	9,669.7	8,714.5	7,032.4	5,430.3
Mortgages	1,767.3	1,505.8	1,258.5	1,175.9	1,178.8	1,084.1	1,104.6	951.0	856.1	652.1
	17,341.7	16,230.2	14,932.0	14,260.3	13,192.2	11,788.6	10,774.3	9,665.5	7,888.5	6,082.4
Shares and convertible securities										
Canadian securities										
Metals and minerals	934.5	940.4	1,063.0	1,087.9	834.7	667.4	591.0	218.5	164.8	181.0
Gold and silver	242.7	165.6	79.5	66.4	36.7	17.9	12.0	–	2.5	4.5
Oil and gas	537.5	451.0	576.5	681.6	532.3	300.1	228.0	149.6	103.6	105.6
Paper and forest products	337.8	221.4	121.4	141.8	192.9	236.1	157.6	141.1	119.0	40.7
Consumer products	539.2	444.6	322.5	297.3	287.5	235.0	222.0	181.7	100.3	68.3
Industrial products	598.5	529.1	566.0	529.3	366.3	195.9	165.0	135.2	116.8	106.3
Real estate and construction	21.9	13.8	13.4	8.3	0.6	1.1	2.3	3.8	5.0	6.2
Transportation	93.9	23.4	319.5	236.1	236.5	227.5	170.8	95.7	43.7	41.7
Pipelines	171.2	186.8	172.0	125.5	170.3	107.8	58.2	24.9	15.0	32.4
Utilities	795.2	804.3	484.9	274.6	145.5	161.3	207.8	143.6	143.7	93.6
Communications	318.0	180.9	98.9	115.7	90.4	52.8	49.3	38.8	26.7	12.0
Distribution and services	351.6	258.2	148.1	146.4	127.4	96.4	92.3	64.9	40.8	46.1
Financial services	1,269.3	996.9	635.6	496.0	439.1	397.7	331.0	275.6	197.2	160.9
Management companies	511.3	421.8	115.6	215.3	60.6	62.6	29.4	23.0	26.6	20.8
Options on stock market indices	–	–	(0.7)	0.1	–	–	–	–	–	–
	6,722.6	5,638.2	4,716.2	4,422.3	3,520.8	2,759.6	2,316.7	1,496.4	1,105.7	920.1
Foreign securities	1,220.2	903.6	308.6	148.1	42.8	–	–	–	–	–
	7,942.8	6,541.8	5,024.8	4,570.4	3,563.6	2,759.6	2,316.7	1,496.4	1,105.7	920.1
Real estate investments	449.5	347.8	315.6	273.2	266.0	187.6	55.3	31.0	25.1	25.4
	8,392.3	6,889.6	5,340.4	4,843.6	3,829.6	2,947.2	2,372.0	1,527.4	1,130.8	945.5
Total long-term investments	25,734.0	23,119.8	20,272.4	19,103.9	17,021.8	14,735.8	13,146.3	11,192.9	9,019.3	7,027.9
Deposits and short-term investments	1,170.0	1,401.3	1,795.4	641.3	829.5	1,168.6	493.0	314.7	535.5	797.6
Total	26,904.0	24,521.1	22,067.8	19,745.2	17,851.3	15,904.4	13,639.3	11,507.6	9,554.8	7,825.5

BREAKDOWN OF TOTAL INVESTMENTS – TEN-YEAR REVIEW

as at December 31
(at book value – in percentage)

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
INVESTMENTS										
Bonds										
Gouvernement du Québec	31.2	31.3	32.5	35.4	37.8	37.5	36.8	35.6	33.1	31.0
Guaranteed by gouvernement du Québec	8.5	10.3	10.7	11.8	14.1	15.0	16.1	17.8	17.0	16.4
Guaranteed by grants	4.0	4.0	3.9	3.6	2.6	2.5	2.6	2.5	2.7	3.4
Municipalities and school boards	2.8	3.3	3.2	3.6	4.4	5.0	5.6	6.0	6.5	7.0
	46.5	48.9	50.3	54.4	58.9	60.0	61.1	61.9	59.3	57.8
Government of Canada, other governments and guaranteed	10.0	9.6	10.0	10.0	5.5	2.6	3.3	5.4	4.4	2.9
Corporate	1.4	1.6	1.7	1.9	2.9	4.7	6.5	8.4	9.9	8.7
	57.9	60.1	62.0	66.3	67.3	67.3	70.9	75.7	73.6	69.4
Mortgages	6.6	6.1	5.7	6.0	6.6	6.8	8.1	8.3	8.9	8.3
	64.5	66.2	67.7	72.3	73.9	74.1	79.0	84.0	82.5	77.7
Shares and convertible securities										
Canadian securities	25.0	23.0	21.4	22.4	19.7	17.3	17.0	13.0	11.6	11.8
Foreign securities	4.5	3.7	1.4	0.7	0.2	-	-	-	-	-
	29.5	26.7	22.8	23.1	19.9	17.3	17.0	13.0	11.6	11.8
Real estate investments	1.7	1.4	1.4	1.4	1.5	1.2	0.4	0.3	0.3	0.3
	31.2	28.1	24.2	24.5	21.4	18.5	17.4	13.3	11.9	12.1
Total long-term investments	95.7	94.3	91.9	96.8	95.3	92.6	96.4	97.3	94.4	89.8
Deposits and short-term investments	4.3	5.7	8.1	3.2	4.7	7.4	3.6	2.7	5.6	10.2
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Distribution of long-term investments as a percentage of book value										
Public sector	59.1	62.0	65.3	67.5	67.6	66.8	69.2	67.5	67.6	66.6
Private sector	40.9	38.0	34.7	32.5	32.4	33.2	30.8	32.5	32.4	33.4
	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

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INVESTMENTS OF THE GENERAL FUND – TEN-YEAR REVIEW

as at December 31
(at book value – in millions of dollars)

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
INVESTMENTS										
Bonds										
Gouvernement du Québec	6,105.1	5,710.3	5,395.1	5,208.1	5,211.2	4,695.5	3,969.5	3,246.0	2,520.3	1,934.8
Government of Canada	674.3	425.5	336.1	252.2	171.5	147.3	195.5	344.5	216.1	122.3
Other governments	980.9	1,106.0	1,189.6	1,083.6	284.3	–	–	–	–	–
Guaranteed by gouvernement du Québec	1,633.7	1,834.3	1,739.1	1,709.1	1,758.2	1,767.9	1,719.1	1,658.7	1,385.3	1,135.8
Guaranteed by other governments	62.9	35.3	32.2	81.6	57.0	27.0	2.3	–	–	–
Guaranteed by grants	549.0	505.1	412.6	347.6	270.6	226.2	197.5	170.6	158.1	158.0
Municipalities and school boards	489.8	521.2	431.0	423.0	436.6	460.1	433.8	390.8	355.0	314.8
Corporate	249.8	293.1	293.4	258.6	339.2	490.3	602.9	674.6	682.6	495.5
	10,745.5	10,430.8	9,829.1	9,363.8	8,528.6	7,814.3	7,120.6	6,485.2	5,317.4	4,161.2
Mortgages	647.0	532.0	479.2	488.5	482.9	403.6	452.6	417.1	391.6	315.3
	11,392.5	10,962.8	10,308.3	9,852.3	9,011.5	8,217.9	7,573.2	6,902.3	5,709.0	4,476.5
Shares and convertible securities										
Canadian securities	3,372.7	2,702.7	2,224.7	2,015.8	1,596.7	1,384.1	1,221.9	879.4	720.2	612.8
Foreign securities	758.8	602.8	218.2	97.8	38.2	–	–	–	–	–
	4,131.5	3,305.5	2,442.9	2,113.6	1,634.9	1,384.1	1,221.9	879.4	720.2	612.8
Real estate investments	259.6	200.1	221.8	269.1	263.3	187.4	55.0	31.0	25.1	25.4
	4,391.1	3,505.6	2,664.7	2,382.7	1,898.2	1,571.5	1,276.9	910.4	745.3	638.2
Total long-term investments	15,783.6	14,468.4	12,973.0	12,235.0	10,909.7	9,789.4	8,850.1	7,812.7	6,454.3	5,114.7
Short-term investments	704.9	892.8	1,034.9	410.6	667.6	791.8	374.9	189.2	316.8	635.7
Total¹	16,488.5	15,361.2	14,007.9	12,645.6	11,577.3	10,581.2	9,225.0	8,001.9	6,771.1	5,750.4
Unit market value (in dollars)	814	859	845	839	835	800	674	784	812	849

¹Total investments of the General Fund have been reduced by total demand deposits of the Individual Funds.

INVESTMENTS OF THE INDIVIDUAL FUNDS – TEN-YEAR REVIEW

as at December 31
(at book value – in millions of dollars)

	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978
INVESTMENTS										
Bonds										
Gouvernement du Québec	2,286.9	1,957.8	1,775.9	1,782.9	1,538.9	1,270.3	1,054.2	848.2	646.5	491.6
Government of Canada	473.6	531.4	514.5	403.8	344.4	234.7	243.6	282.1	199.4	102.0
Other governments	460.2	224.3	107.5	134.6	100.1	0.1	0.4	0.4	0.4	0.4
Guaranteed by gouvernement du Québec	646.0	690.3	623.7	627.3	758.8	620.6	478.9	392.5	236.9	148.6
Guaranteed by other governments	53.9	14.7	11.8	12.1	30.8	6.9	2.4	0.7	0.8	0.8
Guaranteed by grants	528.6	481.9	444.7	361.2	191.2	172.5	154.6	116.7	103.7	105.8
Municipalities and school boards	260.4	287.6	281.6	288.7	340.1	328.8	330.5	299.0	264.0	237.6
Corporate	119.3	105.6	84.8	110.0	180.5	256.3	284.5	289.7	263.3	182.3
	4,828.9	4,293.6	3,844.5	3,720.6	3,484.8	2,890.2	2,549.1	2,229.3	1,715.0	1,269.1
Mortgages	1,120.3	973.8	779.3	687.4	695.9	680.5	652.0	533.9	464.5	336.8
	5,949.2	5,267.4	4,623.8	4,408.0	4,180.7	3,570.7	3,201.1	2,763.2	2,179.5	1,605.9
Shares and convertible securities										
Canadian securities	3,349.9	2,935.5	2,491.5	2,406.5	1,924.1	1,375.5	1,094.8	617.0	385.5	307.3
Foreign securities	461.4	300.8	90.5	50.3	4.6	–	–	–	–	–
	3,811.3	3,236.3	2,582.0	2,456.8	1,928.7	1,375.5	1,094.8	617.0	385.5	307.3
Real estate investments	189.9	147.7	93.7	4.1	2.7	0.2	0.3	–	–	–
	4,001.2	3,384.0	2,675.7	2,460.9	1,931.4	1,375.7	1,095.1	617.0	385.5	307.3
Total long-term investments	9,950.4	8,651.4	7,299.5	6,868.9	6,112.1	4,946.4	4,296.2	3,380.2	2,565.0	1,913.2
Deposits and short-term investments	465.1	508.5	760.4	215.5	161.9	376.8	118.1	125.5	218.7	161.9
Total¹	10,415.5	9,159.9	8,059.9	7,084.4	6,274.0	5,323.2	4,414.3	3,505.7	2,783.7	2,075.1

¹For years prior to 1985, total investments of the Individual Funds have been reduced, if necessary, by advances from the General Fund.

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