

University of Toronto
Borrowing
Status Report to August 31, 2012
(in millions)

Maximum borrowing capacity for 2012-13	
Maximum external borrowing capacity updated at April 30, 2012, at 40% of net assets averaged over 5 years	746.6
Maximum internal borrowing capacity updated at April 30, 2012:	200.0
Maximum borrowing capacity for 2012-13	<u>946.6</u>
Borrowing allocated	
Total borrowing allocated by Business Board to May 31, 2012	1,053.3
Reduction of borrowing required on previously approved projects	(8.6)
Approved by Business Board on June 14, 2012	-
Total borrowing allocated by Business Board to August 31, 2012	<u>1,044.7</u>
EFIP & Pre-2001 loan repayments to April 30, 2012 that can be reallocated	(96.5)
Total borrowing allocated net of repayments that can be reallocated	<u>948.2</u>
Unallocated borrowing capacity at August 31, 2012	<u>(1.6)</u>

Additional borrowing capacity specifically for pension funding	
Borrowing approved on January 31, 2011	150.0
Loan issued for pension funding	(112.6)
Unallocated borrowing capacity at August 31, 2012	<u>37.4</u>

Actual external borrowing	
Borrowing prior to 2001 (excluding \$1.3 million to be repaid during 12-13)	11.7
City of Toronto Loan (excluding \$0.2 million to be repaid during 12-13)	0.9
Series A debenture	160.0
Series B debenture	200.0
Series C debenture	75.0
Series D debenture	75.0
Series E debenture	200.0
Total external borrowing at April 30, 2012	<u>722.6</u>
Total external borrowing at April 30, 2012 as a % of net assets averaged over 5 years	38.7%

Actual internal borrowing issued from EFIP	
Balance net of repayments at May 31, 2012	167.3
Less: repayments	(2.0)
Outstanding internal borrowing net of repayments at August 31, 2012	<u>165.3</u>

**Projected maximum borrowing capacity* range from 2012 to 2015
depending on investment returns**

	LOW	HIGH
April 30, 2012	\$ 925.3	\$ 932.8
April 30, 2013	\$ 890.1	\$ 914.0
April 30, 2014	\$ 899.6	\$ 950.0
April 30, 2015	\$ 894.3	\$ 983.1

* External borrowing capacity (40% of net assets averaged over 5 years) plus \$200 million internal borrowing as per borrowing strategy review to Business Board in April 2012.