

LF padomes rīcībā esošie projektu līdzekļi 1986. g. 27. septembrī

Atsauktie projekti:

77-8		\$2,000.-	
Atsaukts 1984. g. 7. janv.			
80-10S		1,000.-	
Atsaukts 1984. g. 27. okt. un 1985. g. 19. janv.			
82-14		5,000.-	
Atsaukts 1984. g. 7. janv.			
83-1S		1,195.-	
Atsaukts 1984. g. 27. okt. un 1985. g. 19. janv.			
83-8		1,950.-	
Atsaukts 1984. g. 27. okt. un 1985. g. 19. janv.			\$11,145.00

Nepiešķirti atvēlējumi

1984. g. NNN	\$287.60	
		287.60

Atmaksāti aizdevumi

79-1S		\$600.-	
Atmaksāts 1984. g. 3. decembrī			
83-5S		1,000.-	
Atmaksāts 1984. g. 22. oktobrī			
77-6	C\$2,000.- @ 0.725	1,450.-	
Atmaksāts 1986. g. 12. martā			3,050.00

Atmaksāti pabalsti

81-13		\$598.30	
Atmaksāts 1984. g. 16. oktobrī			
82-15		6,000.-	
Atmaksāts 1985. g. 21. martā			6,598.30
	Kopa		<u>\$21,080.90</u>

Latvian Foundation, Inc. Mutual Fund Investments as of 25 Sep 1986

FideliKums
No. 4

<u>Description</u>	<u>Quantity</u>	<u>Purchase Date</u>	<u>Cost/ Share</u>	<u>Cost</u>	<u>Market Value</u>
Lindner Fund, Inc.	1,500.600	31Jan83	16.00	\$25,000.00	
	63.475	11Jun83	18.44	1,170.47	
	38.993	30Jul83	18.05	703.83	
	75.171	8Jun84	18.34	1,378.64	
	155.685	24Aug84	17.42	2,712.03	
	155.913	7Jun85	18.82	2,934.28	
	108.134	9Aug85	17.96	1,942.08	
	504.824	15Aug86	16.96	8,561.82	
	<u>2,602.795</u>			<u>\$44,403.15</u>	\$44,507.79
Fidelity Magellan	145.307	10Mar83	34.41	\$5,000.00	
	259.134	2May83	38.59	10,000.00	
	23.486	9May83	36.85	865.49	
	262.123	15Nov83	38.15	10,000.00	
	90.055	7May84	31.11	2,801.61	
	51.836	10May85	36.57	1,895.65	
	71.719	12May86	51.62	3,702.13	
	<u>903.660</u>			<u>\$34,264.88</u>	\$45,164.93
Fidelity Mercury	724.113	9Jan84	13.81	\$10,000.00	
	17.293	16Jan84	12.98	224.47	
	4.343	7Jan85	11.95	51.90	
	90.847	13Jan86	14.94	1,357.26	
	<u>836.596</u>			<u>\$11,633.63</u>	\$13,862.40
20th Century Ultra	1,169.591	5Jan84	8.55	\$10,000.00	
	37.117	14Jan84	8.13	301.76	
	1.540	11Jan86	7.84	12.07	
	<u>1,208.248</u>			<u>\$10,313.83</u>	\$10,221.78
				<u>\$100,615.49</u>	<u>\$113,756.90</u>

Nesbitt Investment Management

August 8, 1986

Mr. A. Ronis
Latvian Foundation Inc.
449 South 40th Street
Lincoln, NE
68510

Dear Mr. Ronis:

Enclosed is a summary of the portfolio holdings together with a performance summary as of July 31, 1986. You will note the aggregate value of the investments increased 2.83% during the quarter.

Performance in the account was affected by a sharp decline of 4.8% and 6.2% in the month of July for the Canadian and U.S. stock markets respectively.

Prices of the short-term Government of Canada bonds and U.S. Treasury Bonds were flat during the quarter. The prime interest rate declined slightly due to the stabilization of the Canadian dollar and the Government attempt to add more stimulus to a weak Canadian economy.

Despite widespread media attention, the stock markets of Canada and United States posted losses of 4.6% and 0.5% during the quarter as the price momentum slowed due to a weak economy, lower commodity prices and disappointing earnings results in certain industry sectors.

While we are forecasting an increase in stocks, the price of many securities are vulnerable at these levels resulting in a cautious strategy. Since the economic recovery is now about four years old and the stock market has more than doubled during this period, we have assumed a strategy of being well balanced. The objective is to participate in any market advances without being over exposed in order to be properly positioned for any market corrections. There is no need to chase equities at this time. During the next year or two, it is very likely that good opportunities will occur. At present, the increase in risk necessary to generate additional returns does not seem warranted. In the meantime, there is

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PROFESSIONAL INVESTMENT SERVICES

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potential for good returns while waiting for an opportune time to increase equity exposure. Transactions in the past quarter have reflected this and we have taken advantage of market upswings to realize capital gains. Purchases have concentrated on those companies that we feel have the potential of strong earnings growth in the next twelve months as stock selection will be very important in the later stages of this market cycle.

Cash reserves in your account are at a level of about 6% of the total value of your portfolio. Fixed income investments, currently at 58% are high in quality, principally Canada bonds and high quality preferred shares. We are still maintaining our short-term (3 - 5 year) maturity level as interest rates appear to have plateaued at this level for the next quarter.

At present, about 36% of your portfolio assets are invested in common equities and convertible securities. We regard this exposure as consistent with your investment objectives. As per our recent meeting and your directive, the common equity component will be extended to a 25% - 65% range depending on market environment.


For cash balances your account is being credited with the retail rate on 91 day Canada Treasury Bills which currently is 8.14%.

Ms. Haas will be calling you shortly to discuss your objectives and views. The attached summary examines the prospects for financial markets and details the rationale underlying the strategy which will be used in the management of your funds. In addition an article on "The Insured Portfolio" maybe of interest for your future utilization.

Thank you again for your continuing trust and confidence.

Yours truly,

NESBITT THOMSON BONGARD INC.



David McNamara

DM/sg

Encl.

cc. K. Haas, TorK
T. Forstmanis
J. Petriceks
A. Padegs
E. Pilmanis

AUG 23 1986

ACCOUNT: 18-441675

PERFORMANCE SUMMARY
Total Funds Basis

For the Period Ended July 31, 1986

PORTFOLIO:

QUARTER ENDED: July 31, 1986

Present Value: \$698793
Total Return : 2.83 %

Net Deposits (Withdrawals) : \$-13785.65
Previous Quarter Value (or inception) : \$693166

TIME WEIGHTED RETURN SINCE INCEPTION

Months since Inception: 19
Return since Inception: 25.25 %

FORMULAS:

1. QUARTERLY RETURN:

$$\frac{(\text{Ending Value} - 1/2 \text{ deposits} + 1/2 \text{ withdrawals}) - (\text{Beginning Value} + 1/2 \text{ deposits} - 1/2 \text{ withdrawals})}{\text{Beginning Value} + 1/2 \text{ deposits} - 1/2 \text{ withdrawals}}$$

NOTE: deposits and withdrawals include security transfers, if applicable.
: this formula assumes deposits or withdrawals were made at mid-term.
: values are compared in Canadian Dollars.
U.S. cash withdrawals are considered as Canadian dollar equivalents.

2. TIME WEIGHTED RETURN SINCE INCEPTION:

$$(\text{Period 1 return}) \times (\text{Period 2 return}) \times (\text{Period 3 return}) \text{ etc.}$$