800 Arrow Road, Suite 1100, Toronto ON M9M 2Z8
Tel: 416-741-7377 Toll free: 1-877-460-7377 Fax: 416-741-8987
www.globalfinancial.ca

Annual Report 2005

GLOBAL
EDUCATIONAL TRUST PLAN
Sponsored by
GLOBAL EDUCATIONAL TRUST FOUNDATION

01916-E (MAY2006)

Management Report of Fund Performance and
Audited Financial Statements December 31, 2005

GLOBAL

EDUCATIONAL TRUST PLAN

Sponsored by
GLOBAL EDUCATIONAL TRUST FOUNDATION

Annual Report 2005

Table of Contents

President's Message

During the past year, many Canadian families have started to receive the Additional Canada Education Savings Grant, the Canada Learning Bond (CLB) funds and the Alberta Centennial Education Savings (ACES) Plan grant.

We have provided preliminary information on how you can qualify for all these new grants. Only a few minutes are needed to complete a government application to receive more funding for your RESP.

I encourage you to access the grant forms today and send them to us for registration.

At Global[*], we want to ensure that families—like yours—get the most out of your education savings plan. Since the inception of the Global Educational Trust Foundation (the Foundation), Canadian families have received approximately $7.8 million, including grants, deposits and income earnings to fund their children's education.

In 2005 alone, approximately $3.8 million in funding was made available to families for education.

In 2005, total assets under administration for the Global Educational Trust Plan (Global Plan), were approximately $113 million representing growth of 42% over the year 2004.

More parents continue to discover the benefits of the Global Plan. In the past year, the total number of children across Canada in the Global Plan grew by about 15%.

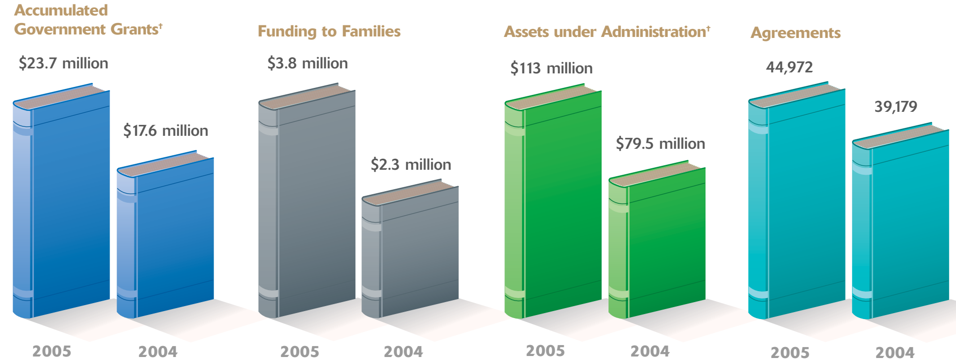
The return on investment of the Global Plan for 2005 was approximately 6.8% before fees, while the Foundation distributed to client RESP accounts realized earnings of approximately 5.8% net of administration fees.

As you read this message, you may be anticipating a tax refund. Consider depositing this refund into your child's RESP. Your contribution may be eligible for 20% to 40% added funding from the Canada Education Savings Grant, while also earning income that is tax deferred.

Global sales representatives and employees are proud to help families save for education. Together, we are committed to promoting higher education for all Canadians.

Sam Bouji, President and C.E.O.

[†] Book Value
[*] Global Educational Marketing Corporation, Global Maxfin Investments Inc. or approved distributor.



Are You Receiving All the Government Grants You Can?

During the last year, the Government of Canada introduced more grants for which you may not yet have applied. In addition, the Alberta provincial government introduced grants for resident Albertans.

How to Find Out

Visit the Global Web site at www.globalfinancial.ca/grantforms for instructions and to print the grant applications or call Client Services toll-free at 1-877-460-7377. Global is registered to offer you all of the government grants available. Our friendly representatives can guide you through the short application process over the phone, so you may be able to build on your investments with more available grants. Contact us between 9:00 a.m. and 9:00 p.m. Eastern Time.

Alternatively, contact your Global Sales Representative for more information.

Ask us about the new

- Additional CESG
- Canada Learning Bond
- ACES (for Alberta residents only).

Check that you are already receiving

- Basic CESG (Canada Education Savings Grant).

ABOUT THE GLOBAL EDUCATIONAL TRUST PLAN

The Global Educational Trust Plan (Global Plan) is an education savings plan that provides a disciplined approach to saving for a child's education. When registered, the Global Plan offers tax-deferred growth as well as access to government funding of up to $9,200 per child. Recent government changes may make your child eligible for these additional grants. Please consult your Global Sales Representative or Client Services for details.

The Global Plan combines many of the best features found in individual and group scholarship plans—investments that are low-risk, professionally managed, and pooled for potentially higher returns.

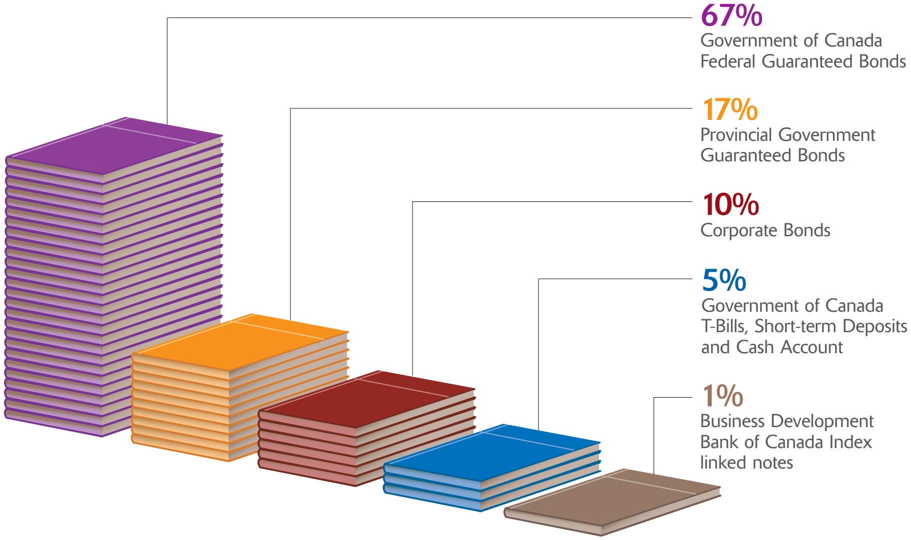
In addition, the Global Plan offers many flexible plan options making it easier to save. If you miss a payment you won't be forced to cancel your Plan.

Your children are not restricted to Canada for education if they dream of an approved program beyond our borders. The Global Plan offers a choice of colleges, universities and other recognized programs around the world.

All these benefits help make the Global Plan a superior choice for helping parents save for their children's education.

Although most Education Savings Plans benefit children, the Global Educational Trust Plan allows Canadian residents of any age to enroll. While the government grants are only available for resident children up to age 17, adults can still save for their own future education by taking advantage of several key benefits the Global Plan offers—such as tax-deferred growth.

Global Plan Portfolio Asset Allocation



ABOUT THE FOUNDATION

The Global Educational Trust Foundation (the Foundation) is a not-for-profit organization whose primary objective is to provide financial assistance to students enrolled at approved post-secondary educational institutions. As sponsor and administrator of the Global Plan, the Foundation is considered to be the promoter.

ABOUT GLOBAL EDUCATIONAL MARKETING CORPORATION (GEMC)

GEMC manages and administers the Global Plan and facilitates the application for government grants on behalf of our clients. GEMC is also the primary distributor of the Global Plan.

Incorporated in 1996, GEMC has grown to serve Canadians with approximately 900 licensed representatives located in regional offices in Vancouver, Calgary, Toronto, Montreal and Halifax as well as in affiliate offices across the country.

If you have any questions, please feel free to visit our Web site at www.globalfinancial.ca or call us toll free at 1-877-460-7377.

$20,000 Global Education Savings Plan Contest Winner!

For each of the last six years, GEMC has awarded one lucky family a Global Plan worth up to $20,000.

In November 2005, Ami Offroy's ballot was randomly drawn from over 8,000 ballots received at Global from across Canada. The Langley, BC resident filled out the entry for her daughter at the Baby Fair Show held in the Vancouver Convention and Exhibition Centre last summer.

When Ami's 13-month old daughter, Kaydence, is ready to go to Ashton College, the University of British Columbia or any other qualified post-secondary school around the world, she'll receive close to $20,000 for her tuition, accommodation, books and other expenses.

Congratulations to Ami and Kaydence Offroy!

Student and Parent Views

In 2005, approximately 682 students requested education funds from the Foundation. In all, approximately $3.8 million dollars were disbursed to families, as their children registered for post-secondary education. This was a substantial increase over the approximately $2.3 million disbursed to about 420 families in 2004.

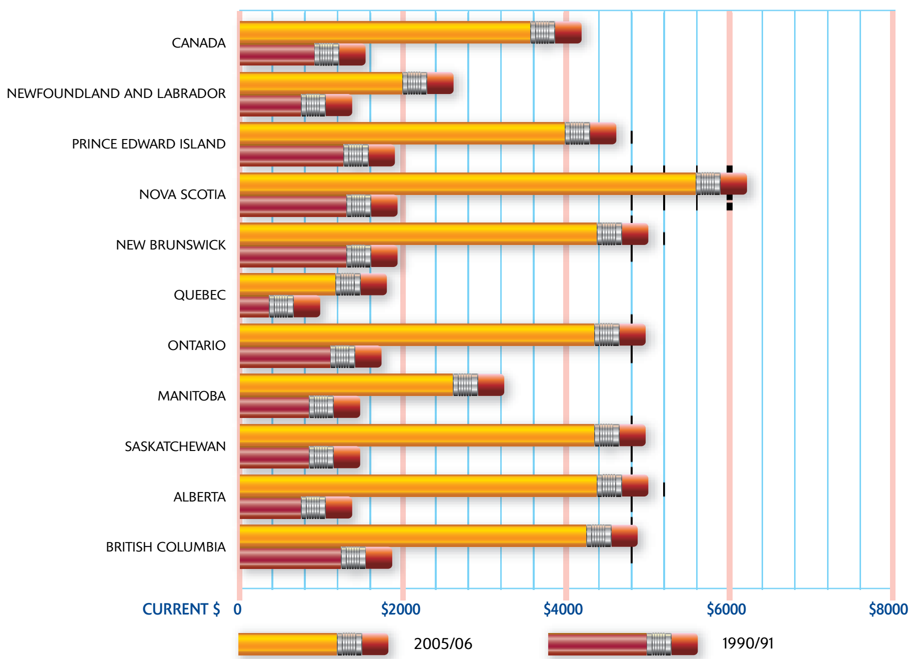
The Global Plan is characterized by the high level of security of the investments, many of which are in federal and provincial government bonds. It is also recognized for its superior flexibility during the deposit period and when the funds are needed for education.

All plans have a 25-year lifespan from the date of enrollment. During this period and within the Global Plan, funds can be requested at any time when a student is registered for virtually any recognized part-time or full-time education course. At any time, the Global Plan subscriber may change the student beneficiary so that other family members may also benefit by receiving education funding. Timing and the amount of education funding withdrawn are unrestricted as long as government guidelines are followed.

With the large number of choices for education and the many variables influencing an individual's pursuit of it, we are proud to offer the Global Plan to accommodate circumstances as they arise.

We took time to contact some of the families who have benefited from their Global Plans to find out how higher education costs are affecting them.

Average undergraduate tuition fees



SOURCE: *"UNIVERSITY TUITION FEES," THE DAILY,* STATISTICS CANADA WEB SITE, SEPT 1, 2005

Nikita Yelin, Toronto, Ontario

Nikita is a first year student at Seneca College in Toronto. His first semester of a two-year Law course in Police Foundations started in January 2006. This course will help him in his pursuit to become a Law Enforcement Officer.

He has elected to take the courses consecutively which includes the summer of 2006 so that he will complete his Seneca College course in one and a half years.

Nikita lives at home and is able to work Saturdays and Sundays in a related field as a security guard. The part-time work provides him with personal expense money and fulfills the course requisite of 150 hours of volunteer or paid work.

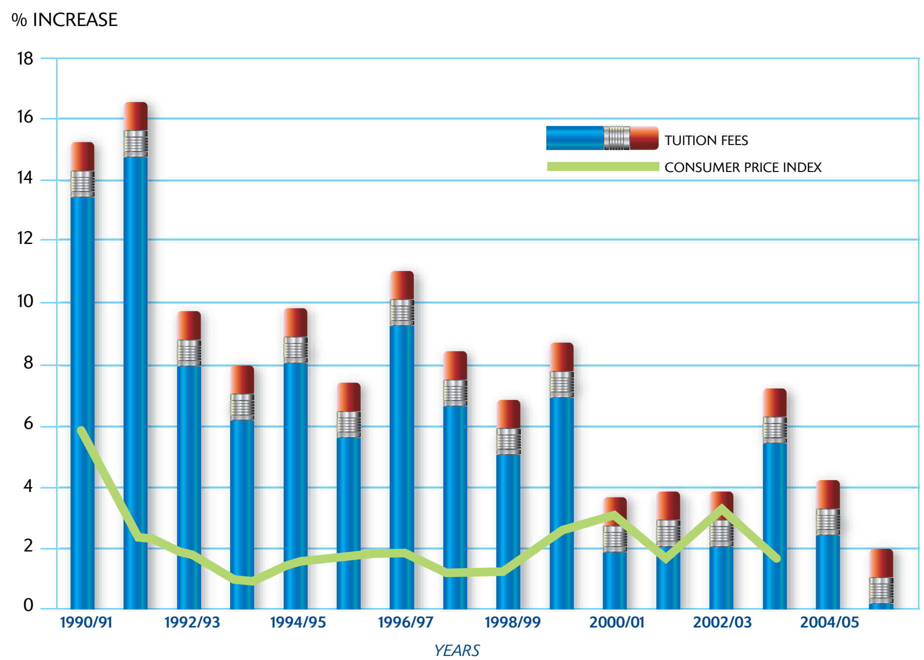
He mentioned that it costs approximately $4,000 per year for the law course and that he will require more studies in related courses, all of which he intends to pursue for his chosen career. His family's investments in their Global Plan have helped provide the funds necessary for education.

Gurmail Singh Dosanjh, Burnaby, British Columbia

As a grandfather, Mr. Dosanjh invested in the Global Plan for his four grandchildren. The eldest, Harsharan, started his post-secondary education in September 2005.

An acquaintance of Mr. Dosanjh is licensed with Global in British Columbia; the representative brought Mr. Dosnajh's attention to the benefits of the Plan and the idea of it as a fitting gift for grandchildren.

Rates of increase in undergraduate tuition fees versus inflation



Note: Consumer Price Index annualized by taking averages from September to August SOURCE: *"UNIVERSITY TUITION FEES," THE DAILY,* STATISTICS CANADA WEB SITE, SEPT 1, 2005

Mr. Dosanjh mentions that having the Plans means that the children will have fewer expenses to pay for and he is pleased to have this opportunity to assist in their education. He also likes the flexibility of the Global Plan since it allows him to transfer the funds among his grandchildren, as they need it.

Alan Streatch, Elderbank, Nova Scotia

Daughter Shaylyn is in her third year of the four-year Health Sciences course at the University of Dalhousie in Halifax. She is living on campus and is the last of four children of the Streatch family to go for higher education. Mr. Streatch commented that the tuition fees alone are approximately $6,500 per year and that the total associated education costs are about $16,500 per year.

The Global Plan with the CESG helped pay for some of these costs. The family is also thankful that Shaylyn qualified for scholarships for academic achievements that helped as well.

Mr. Streatch recommends an RESP as the best way to provide education funding and stresses that an early start is essential to maximizing the returns.

Ranjit Lal and Manashi Rani Roy, La Salle, QC

Mr. Lal has three children and the middle child, Nomonita is attending Maisonneuve College in Montreal. She is attending a two-year course in the Health field. The plan is for her to further her studies for at least four years in University with the intention of a career in Medicine.

Mr. Lal went on to say that the Global Plan was helpful as a source of funds for the cost of books that were approximately $1,000 and that funds were there to cover the purchase of a laptop computer this year. Their eldest daughter went to McGill University and also used an RESP to help with education costs. The youngest member of the family also has a Global Plan to help for his future education.

Shira Elias, Richmond, British Columbia

Shira is enrolled in her second year at the University of British Columbia where she is studying towards a four-year Bachelor of Arts degree, majoring in Theatre. Her father, Mr. Richard Elias was one of the earliest subscribers to invest in the Global Plan. Two other older children in the family have already finished their higher education.

Shira mentioned that her tuition fees are approximately $4,500, a parking pass is $700 and the costs to maintain a car to get to and from school really add up. Books are a fairly low cost at about $300 because most of the studies are demonstrative.

Shira is thankful that her father provides funds from the Global Plan to help fund her education so that some of her earned summer employment money can be used for her enjoyment for things like travel.

Your Privacy is important to the Global* group of companies

When you do business with any financial institution it is customary to provide information about yourself.

At Global you can be assured that we are aware of and follow established federal government guidelines set out under the Personal Information Privacy and Electronic Documents Act (PIPEDA).

PIPEDA provides a framework of regulations for organizations in the collection, use and disclosure of personal information during the course of commercial activities.

Your information is needed to…

- identify you, as required by law;
- protect you and the company against errors or fraud;
- help understand your investment requirements for products and services that suit your needs and comply with regulatory and legal conditions.

Our Commitment

We are committed to keeping your personal information safe and in the strictest confidence. Our practices extend to officers, employees, agents, sales representatives and administrative personnel as well as to third parties with whom Global has formed a business relationship to administer your account or to offer you new products and services.

A Summary of Our Practices

- Global and its personnel are responsible for protecting your personal information in our possession or custody, whether in electronic or paper-based format.
- Global maintains strict security systems to safeguard any of your personal information in storage or disposal of unneeded data.
- Global requires a contractual arrangement consistent with its practices with any person or organization providing essential third-party business related services.
- At Global, you have control over how your personal information is obtained and used. Your prior consent is required before your personal information is used for providing financial related services.
- Personal information will be kept and disclosed only when required to meet legal regulations of government authorities and for special circumstances required by law, such as fraud or terrorist investigations.

The Privacy Officer of the company is available to address all of your concerns. You have the right to review your personal information and any concerns not resolved to your satisfaction can be forwarded to the Office of the Privacy Commissioner of Canada or, if applicable, to the Provincial Privacy Commissioner.

To read Global's complete Privacy Policy, please visit our Web site at www.globalfinancial.ca or call 1-877-460-7377.

* Global includes Global Insurance Solutions Inc. (GISI), Global Educational Marketing Corporation (GEMC), Global Maxfin Investments Inc. (GMII) and Global Maxfin Capital Inc. (GMCI).

Management Report of Fund Performance

This annual management report of fund performance contains financial highlights but does not contain the complete annual audited financial statements of the Global Educational Trust Plan ("Global Plan"). You may obtain an additional copy at no cost by visiting our Web site at www.globalfinancial.ca or SEDAR at www.sedar.com, or by calling Global Client Services at 1-877-460-7377. You may also write to us at 800 Arrow Road, Suite 1100, Toronto, Ontario M9M 2Z8.

The Global Educational Trust Foundation ("the Foundation") views corporate governance and compliance as important contributors to overall corporate performance and long-term investment returns. We support the proxy voting guidelines established by our Investment Managers. Investment restrictions contained in the Canadian Securities Administrators policy as well as the Foundation's investment policy result in the Foundation primarily investing in Federal and Provincial Government fixed income securities. As a result, proxy voting is not applicable at this time.

Investment Objective and Strategies

The Foundation invests in a prudent manner, with the objective to protect your principal and deliver a positive return on your Global Plan investment. The Foundation invests primarily in Canadian fixed income securities, including Canadian federal and provincial government bonds. Scotia Cassels Investment Counsel Ltd. manages the Global Plan's assets. For part of 2004, the investments were managed by RBC Dominion Securities and Nexus Investment Management Incorporated. The assets are allocated among different market sectors and different maturity segments at our portfolio managers' discretion, but subject to the guidelines defined in our Foundation investment policies and mandates. Our investment professionals actively manage the Global Plan, focusing on strategies where value can be added on a sustainable basis. These strategies include yield curve positioning, sector allocation, credit research and interest rate risk (duration) management.

Risk

No major or significant changes in fiscal 2005 had an impact on the overall risk level of any investments in the Global Plan. Furthermore, the Foundation's investment philosophy, style and method remain the same.

Results of Operations

For 2005, the Global Plan's rate of return was 6.8%. This translates into $6.1 million increase in the value of plan assets added by our investment professionals. The Plan's overall asset mix did not experience any change from the previous period. At December 31, 2004 and 2005, 100.0% was invested in federal and provincial bonds, money market funds, Government of Canada treasury bills, and investment grade Corporate bonds. The year 2005 was a volatile year for bond yields. There was a steady decline in bond yields in Canada and the U.S. while at the same time a tightening of monetary policies. The pace of Canada's economic growth caused the Bank of Canada to progressively raise the overnight rate throughout the year from a low of 2.5% to 3.25% in the first week of December 2005. Strategic positioning of our portfolios by our team of experts allowed the Foundation to capitalize on economic events during the year.

Recent Developments

Going forward, we still view the actual bond yields as very low given the current macroeconomic environment. Rising inflation is more prevalent than at any time in the past two years. European and Asian economies are showing more convincing signs of growth. Our investment managers expect the U.S. and Canadian economies to slow in 2006. Our portfolio management for 2006 will remain consistent with our investment philosophy. As always, our goal is to provide safety of principal and potential of performance over the long term for our contributors and beneficiaries.

Financial and Operating Highlights (with comparative figures)

The table below shows key financial data for the Global Plan and is intended to help you understand the Global Plan's financial results for the past five fiscal years ended December 31.

Financial and Operating Highlights (with comparative figures ending December 31)

Balance Sheet	**2005**	**2004**	**2003**	**2002**	**2001**
Total Assets	113,070,216	79,591,529	52,352,233	31,187,833	13,496,269
Net Assets	35,878,040	25,135,863	16,389,856	10,114,255	4,380,228
% Change of Net Assets	42.74%	53.36%	62.05%	130.91%	178.33%
Statement of Operations					
Education Assistance Payments	(375,660)	(224,310)	(99,880)	(55,309)	(5,130)
Canada Education Savings Grant	(506,916)	(346,758)	(159,055)	(43,292)	(2,193)
Net Investment Income	3,641,504	2,476,195	1,744,614	1,069,980	400,596
Other					
Total number of agreements	44,972	39,179	32,658	25,676	19,352
% Change in the total number of agreements	14.79%	19.97%	27.19%	32.68%	59.42%

Management Fees

Administration Fees

An annual administration fee of approximately $917,000 was accrued to the Foundation for the administration of the Global Plan according to the Education Savings Plan Agreement. The administration of the Global Plan includes processing and call centre services related to new and existing agreements, payments, Canada Education Savings Grant (CESG), plan modifications, terminations, maturities and Education Assistance Payments (EAP). The annual administration fee is calculated as 1% of the assets under administration, which is paid monthly. This includes investment counsel fees of approximately $145,000 (0.158%) payable to Scotia Cassels Investment Counsel Limited and trustee fees of approximately $43,000 (0.0469%) payable to Bank of Nova Scotia Trust Company.

Related Party Transactions

The Foundation has delegated certain administrative and distribution functions to Global Educational Marketing Corporation, (GEMC) which is registered as a scholarship plan dealer under securities legislation of each of the provinces and territories of Canada in which it operates to sell scholarship plans. GEMC is the (primary) distributor of the Global Plan.

In exchange for its administrative services, GEMC receives an amount equal to the administration fees accrued to the Foundation. The administration services agreement is renewable on an annual basis.

The Global Plan may be considered to be available to connected issuers of GEMC. A connected issuer includes an issuer distributing securities that has a relationship with a securities dealer or certain parties related to that dealer, which may mean that the dealer and the issuer may or may not be independent of each other. Global Maxfin Investments Inc. is a connected issuer of GEMC.

Summary of Investment Portfolio

The Global Plan is known as an individual pooled education savings plan where the funds held in trust are invested collectively and professionally managed.

For purposes of meeting target duration of the portfolio, cash and short-term investments may include cash, debt securities with maturities of one year or less and short-term bonds. See "Note 4" in financial statements for listing of investments.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment fund.

Summary of Top 25 Positions in the Investment Portfolio

Subscribers' contributions and CESG invested	Par Value $	Cost/Amortized Cost $	Market Value $	Percentage of Total Assets
Government of Canada, 4.50%, due June 1, 2015	16,565,000	17,091,012	17,240,024	15.25%
Government of Canada, 4.00%, due June 1, 2016	15,995,000	15,872,733	15,997,033	14.15%
Government of Canada, zero coupon, due December 1, 2008	9,100,000	8,299,684	8,134,399	7.19%
Government of Canada, 4.50%, due June 1, 2015	5,700,000	5,881,345	5,932,275	5.25%
Government of Canada, 4.00%, due June 1, 2016	5,510,000	5,467,999	5,510,700	4.87%
Province of British Columbia, 5.15%, due December 18, 2015	4,950,000	5,080,720	5,339,157	4.72%
Government of Canada, 3.00%, due June 1, 2007	5,220,000	5,162,367	5,160,813	4.56%
Government of Canada, 3.25%, due December 1, 2006	3,745,000	3,750,835	3,725,130	3.29%
Government of Canada, 3.25%, due December 1, 2006	3,295,000	3,304,018	3,277,518	2.90%
Ontario Hydro, zero coupon, due February 18, 2015	3,900,000	2,395,729	2,626,771	2.32%
Province of Ontario, 5.375%, due December 2, 2012	2,300,000	2,373,404	2,470,256	2.18%
Government of Canada, 5.75%, due June 1, 2029	1,928,000	2,248,560	2,411,062	2.13%
Province of Ontario, 4.40%, due November 19, 2008	2,300,000	2,318,396	2,323,113	2.05%
Government of Canada, 8.00%, due June 1, 2023	1,475,000	2,163,841	2,193,270	1.94%
Government of Canada, 3.00%, due June 1, 2007	1,765,000	1,745,525	1,744,987	1.54%
Government of Canada, 5.00%, due June 1, 2014	1,240,000	1,289,933	1,331,302	1.18%
Canada Housing Trust, 3.70%, due September 15, 2008	1,150,000	1,146,550	1,141,433	1.01%
Province of Ontario, zero coupon, due June 2, 2010	1,350,000	1,088,524	1,130,895	1.00%
Hydro Quebec, 10.00%, due September 26, 2011	833,000	1,093,876	1,075,974	0.95%
Government of Canada, 5.50%, due June 1, 2009	979,000	1,055,051	1,028,779	0.91%
Government of Canada, 8.00%, due June 1, 2023	670,000	978,203	996,265	0.88%
Province of British Columbia, zero coupon, due December 4, 2017	1,700,000	909,291	987,523	0.87%
Ontario Hydro, zero coupon, due April 15, 2018	1,675,000	911,375	957,946	0.85%
Ontario Hydro, zero coupon, due April 11, 2016	1,419,000	801,411	897,926	0.79%
Province of Ontario, 3.50%, due September 8, 2006	858,000	869,368	856,642	0.76%

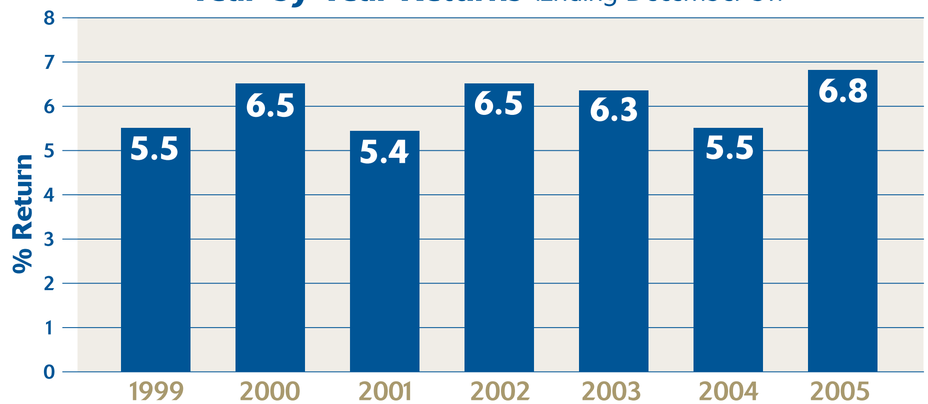
Past Performance

Our investment philosophy has always been to safeguard our Global Plan holders' investments while providing stable and consistent returns. In setting the Foundation's investment objective, we focused on two fundamental factors – matching assets to liabilities and the Foundation's ability to assume risk. Using an asset liability model, we assessed the long-term risk and return tradeoffs of allocating a different mix of assets to bonds across several maturities, variable rate instruments as well as short-term securities. The portfolio is managed by a leading Canadian investment firm. Separate asset classes and benchmarks were established to evaluate investment management performance. The performance of each asset class is measured against benchmarks that simulate the results of the investment strategies employed by the investment managers. Past performance of the Global Plan is set out in the following chart and the annual compound returns table. Investment returns as per annual custodian reports have been calculated using market values and time-weighted cash flows during the periods. These rates of return do not take into account expenses incurred by the Global Plan including administration, custodial and investment counsel fees, and management fees, where applicable. Past returns of the Global Plan do not necessarily indicate how it will perform in the future.

Year-by-Year Returns

The bar chart below illustrates the Global Plan's annual performance in each of the past seven years since inception to December 31, 2005. The chart illustrates in percentage terms, how much an investment made before expenses on the first day of each financial year would have increased or decreased by the last day of each financial year.

Year-by-Year Returns (Ending December 31)



Annual Compound Returns

The following table illustrates the Plan's annual compounded returns for the periods shown ending December 31.

	1 year Period	3 year Period	5 year Period
% Return	6.8	6.5	6.1

The Foundation's investment strategy is to passively buy and hold allowable investments while effectively trading to capitalize on investment opportunities in a changing interest rate environment. The total Global Plan return is measured against a Canadian dollar-denominated benchmark, the Scotia Short/Mid (all government) bond index for fixed investments and the Scotia Capital 91 day T-bill index for short-term investments.

The following table illustrates the investment return for the year ended December 31, 2005.

	% of Total	1-Yr Return (Gross) %
Total Plan	100	6.8
SC Short/Mid All Government Bond Index		3.8
SC 91 Day T-Bill Index		2.5

Financial Statements

Management's Responsibility for Financial Reporting

The accompanying financial statements of the Global Plan have been prepared by management and approved by the Board of Directors of the Foundation. Management is responsible for the information and representations contained in these financial statements. The Board of Directors is responsible for reviewing and approving the financial statements and overseeing management's performance of its financial reporting responsibilities. The Global Plan, through the Foundation, which administers the Global Plan, maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include certain amounts that are based on estimates and judgements. The significant accounting policies, which management believes are appropriate for the Global Plan, are described in "Note 3" to the financial statements. PricewaterhouseCoopers LLP are the external auditors of the Global Plan. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to the Global Plan holders their opinion on the financial statements. Their report is set out in the following.

On behalf of the Board of Directors,

Sam Bouji, President & Chief Executive Officer

Cassian Rodrigues, Chief Financial Officer

March 20, 2006

Auditors' Report

To the Directors of Global Educational Trust Foundation

We have audited the statements of net assets of Global Educational Trust Plan as at December 31, 2005 and 2004 and the statements of operations and changes in net assets for the years then ended. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of Global Educational Trust Plan as at December 31, 2005 and 2004 and the results of its operations and changes in its net assets for the years then ended in accordance with Canadian generally accepted accounting principles.

PricewaterhouseCoopers LLP

Chartered Accountants

GLOBAL EDUCATIONAL TRUST PLAN
STATEMENTS OF NET ASSETS
As at December 31, 2005 and 2004

Assets	**2005** **$**	2004 $
Cash and short-term investments	**5,849,688**	5,487,282
Accounts receivable (note 5)	**134,250**	690,427
Investments - at market value (cost - $105,325,250; 2004 -$71,518,268) (notes 2 and 4)	**106,650,673**	73,036,642
Accrued interest	**435,605**	377,178
	113,070,216	79,591,529
Liabilities		
Accounts payable	**85,894**	124,434
Subscribers' Savings Account (notes 2 and 6) (schedule 2)	**77,106,282**	54,331,232
	77,192,176	54,455,666
Net Assets	**35,878,040**	25,135,863
Represented by		
Accumulated CESG deposits (note 7) (schedule 2)	**23,767,402**	17,622,294
Accumulated and undistributed investment income and realized gains on investments (schedule 2)	**10,785,215**	5,995,195
Unrealized appreciation of investments	**1,325,423**	1,518,374
	35,878,040	25,135,863

The accompanying notes are an integral part of these financial statements.

Sam Bouji, Director   *Cassian Rodrigues, Director*

GLOBAL EDUCATIONAL TRUST PLAN
STATEMENTS OF OPERATIONS
For the years ended December 31, 2005 and 2004

	2005 **$**	2004 $
Investment income		
Interest	**4,637,259**	3,141,010
Expenses		
Administration fees (note 5)	**917,422**	601,310
Other charges	**78,333**	63,505
	995,755	664,815
Net investment income	**3,641,504**	2,476,195
Realized and unrealized gains on investments		
Realized gain on sale of investments	**1,604,085**	371,522
Change in unrealized appreciation of investments (note 2)	**(192,951)**	939,888
Net realized and unrealized gains on investments	**1,411,134**	1,311,410
Increase in net assets from operations for the year	**5,052,638**	3,787,605

The accompanying notes are an integral part of these financial statements.

GLOBAL EDUCATIONAL TRUST PLAN
STATEMENTS OF CHANGES IN NET ASSETS
For the years ended December 31, 2005 and 2004

	2005 **$**	2004 $
Increase in net assets from operations for the year	**5,052,638**	3,787,605
CESG deposits	**6,652,024**	5,572,265
Payments to nominees		
Education Assistance Payments	**(375,660)**	(224,310)
CESG	**(506,916)**	(346,758)
CESG income	**(79,909)**	(42,795)
Increase in net assets during the year	**10,742,177**	8,746,007
Net assets - Beginning of year, originally reported	**25,135,863**	50,473,283
Section 1100 adjustment (note 2)	-	(34,661,913)
AcG-18 adjustment (note 2)	-	578,486
Net assets - Beginning of year, restated	**25,135,863**	16,389,856
Net assets - End of year	**35,878,040**	25,135,863

The accompanying notes are an integral part of these financial statements.

GLOBAL EDUCATIONAL TRUST PLAN
SCHEDULE 1 - SCHEDULE OF EDUCATIONAL FINANCIAL ASSISTANCE AGREEMENTS
As at December 31, 2005

Year of eligibility	**Number of units outstanding**	**Principal plus accumulated income $**	**CESG plus accumulated income $**
2000	71	38,260	8,897
2001	102	33,160	5,762
2002	476	68,234	11,889
2003	1,898	211,602	35,624
2004	5,129	789,449	136,438
2005	9,222	2,163,261	378,595
2006	15,202	4,741,065	891,329
2007	21,673	6,243,005	1,294,028
2008	27,729	6,264,104	1,412,205
2009	33,104	6,348,603	1,503,919
2010	42,386	6,765,914	1,722,386
2011	47,049	6,015,866	1,673,285
2012	58,372	6,473,472	1,856,195
2013	61,689	5,604,140	1,725,158
2014	65,587	5,374,203	1,741,091
2015	73,039	5,092,980	1,781,981
2016	74,806	4,744,923	1,735,645
2017	80,926	4,781,637	1,784,332
2018	88,290	4,259,272	1,731,047
2019	89,378	3,191,513	1,500,858
2020	98,684	2,844,708	1,460,813
2021	91,318	1,530,411	1,061,807
2022	85,501	815,504	649,280
2023	62,062	298,837	284,202
2024	32,696	123,391	233,833
2025	34,388	28,427	156,103
2026	22,636	1	36,205
	1,223,413	84,845,942	26,812,957
December 31, 2004	1,038,961	58,423,477	19,525,244

The accompanying notes are an integral part of these financial statements.

GLOBAL EDUCATIONAL TRUST PLAN
SCHEDULE 2 - RECONCILIATION OF EDUCATIONAL FINANCIAL ASSISTANCE AGREEMENTS
As at December 31, 2005

The following is a summary of EFA Agreements:

Opening agreements	Inflow agreements	Outflow agreements	Closing agreements
39,179	7,402	(1,609)	44,972

The following reconciles schedule 1 to the statements of net assets:

	$
Total principal, CESG and accumulated income (schedule 1)	111,658,899
Represented in the statements of net assets by	
Subscribers' Savings Account	77,106,282
Accumulated CESG deposits	23,767,402
Accumulated and undistributed investment income and realized gains on investments	10,785,215
	111,658,899

Notes to Financial Statements, December 31, 2005 and 2004

1 ORGANIZATION AND GENERAL

The Global Educational Trust Plan (the Plan) was established on October 14, 1998. It is administered by the Global Educational Trust Foundation (the Foundation), a not-for-profit organization, incorporated without share capital, under the laws of Canada. The Plan provides post-secondary education financial assistance to nominees named in the Educational Financial Assistance Agreements (EFA Agreements). Global Educational Marketing Corporation (GEMC), a company incorporated under the Canada Business Corporations Act, is the registered distributor of the Plan.

The Foundation has had a specimen copy of the EFA Agreement approved by Canada Revenue Agency (CRA) such that EFA Agreements may be submitted to CRA for registration as Registered Education Savings Plans (RESP). The Plan is an education savings plan and not an RESP. An EFA Agreement is not an RESP until the applicable conditions of the Income Tax Act (Canada) are met.

Subscribers to the Plan enter into EFA Agreements with the Foundation. Under an EFA Agreement, the subscriber purchases units in the Plan. The subscriber authorizes the Foundation to deduct fees, as outlined in the prospectus, for the purpose of providing services to the Plan. At maturity, payments are made to the nominee through the conditions as set out in the EFA Agreements. Income paid to the subscribers is considered Assisted Income Payments (AIP) and is subject to income taxes.

2 GENERALLY ACCEPTED ACCOUNTING PRINCIPLES

On January 1, 2004, the Plan adopted the recommendations of The Canadian Institute of Chartered Accountants (CICA) Handbook Section 1100 (Section 1100), "Generally Accepted Accounting Principles" (GAAP). Section 1100 has established the relative hierarchy within Canadian GAAP and has eliminated common industry practice as a GAAP basis.

The following are the significant areas of impact to the financial statements as a result of adopting Section 1100:

a) The Subscribers' Savings Account, described further in note 3, meets the definition of a liability and has been recognized as such in the statements of net assets. Previously, the Subscribers' Savings Account was included as a component of net assets of the Plan. The change has been reflected as an adjustment in the 2004 statements of changes in net assets. Note 6 details the changes in the Subscribers' Savings Account balance for the year.

b) Statements of operations have been included in the financial statements. Previously, the components of net investment income and realized and unrealized gains were reported in the statements of changes in net assets.

   Furthermore, in 2004, the Plan has adopted the recommendations contained within Accounting Guideline 18 (AcG-18) of the CICA, which requires that the Plan report its investments at fair values. Previously, the Plan reported its investments at cost with market values disclosed as supplemental information. The change in unrealized appreciation of investments is reported in the statements of operations.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

These financial statements, prepared by management in accordance with Canadian GAAP, include estimates and assumptions made by management that affect the reported amounts. Actual results could differ from these estimates and the differences could be significant. The following is a summary of significant accounting policies followed by the Plan.

Subscribers' Savings Account

The Subscribers' Savings Account balance reflects only amounts received from subscribers net of deductions and does not include amounts receivable on outstanding agreements.

Deductions from subscribers' deposits

The Foundation deducts from deposits made by subscribers the insurance premiums, special services fees, depository fees and the Enrollment fees prior to depositing the balance of the deposits in the Subscribers' Savings Account.

Investments

Investments in bonds are stated at market values, determined using prices quoted by dealers active in trading such bonds.

Interest income is recognized on an accrual basis. Realized and unrealized gains (losses) on investments are determined using the average cost method. Discounts on zero coupon bonds are amortized over the lives of such bonds on a straight-line basis.

Short-term investments

Short-term investments consist of investments in money market funds and Government of Canada treasury bills maturing within one year from the date of the statements of net assets. These are valued at amortized cost, which approximates market value.

4 INVESTMENTS

	Par Value $	Cost/ Amortized Cost $	Market Value $
Subscribers' contributions invested			
Bank of Montreal, deposit note, 4.66%, due March 31, 2009	500,000	511,700	507,118
Business Development Bank of Canada, European stock index linked note, Series 2, due December 31, 2008	1,000,000	1,000,000	832,100
Canada Housing Trust, 3.55%, due March 15, 2009	200,000	199,756	197,246
Canada Housing Trust, 3.70%, due September 15, 2008	1,150,000	1,146,550	1,141,433
Canadian Imperial Bank of Commerce, 4.95%, due September 2, 2010	500,000	508,750	515,419
Enbridge Inc. 5.621%, due January 4, 2007	125,000	130,900	126,789
George Weston Ltd., 5.25%, due October 24, 2006	245,000	254,604	247,416
Government of Canada, 8.00%, due June 1, 2023	1,475,000	2,163,841	2,193,270
Government of Canada, 3.25%, due December 1, 2006	3,745,000	3,750,835	3,725,130
Government of Canada, 3.00%, due June 1, 2007	5,220,000	5,162,367	5,160,813
Government of Canada, zero coupon, due December 1, 2008	9,100,000	8,299,684	8,134,399
Government of Canada, 4.00%, June 1, 2016	15,995,000	15,872,733	15,997,033
Government of Canada, 4.50%, due June 1, 2015	16,565,000	17,091,012	17,240,024
Great West Lifeco Inc., callable, 6.14%, due March 21, 2018	500,000	530,800	568,111
Hydro Quebec, 10.25%, due July 16, 2012	275,000	363,688	368,911
Hydro Quebec, 10.00%, due September 26, 2011	833,000	1,093,876	1,075,974
Mutual Life Assurance Co., 6.30%, due May 15, 2028	500,000	493,000	584,945
National Bank of Canada, 6.25%, due October 31, 2007-12	400,000	429,920	414,966
Ontario Hydro, zero coupon, due April 11, 2016	1,419,000	801,411	897,926
Ontario Hydro, zero coupon, due April 15, 2018	1,675,000	911,375	957,946
Ontario Hydro, zero coupon, due February 18, 2015	3,900,000	2,395,729	2,626,771
Province of British Columbia, zero coupon, due March 8, 2015	1,135,000	687,420	758,021
Province of British Columbia, zero coupon, due December 4, 2017	1,700,000	909,291	987,523
Province of British Columbia, 5.15%, due December 18, 2015	4,950,000	5,080,720	5,339,157
Province of New Brunswick, 9.25%, due January 18, 2013	448,000	580,518	586,184
Province of Ontario, 5.00%, due March 8, 2014	175,000	180,863	184,326
Province of Ontario, zero coupon, due June 2, 2010	1,350,000	1,088,524	1,130,895
Province of Ontario, 4.40%, due November 19, 2008	2,300,000	2,318,396	2,323,113
Province of Ontario, 5.375%, due December 2, 2012	2,300,000	2,373,404	2,470,256
Province of Quebec, 9.00%, due February 10, 2012	238,000	288,485	299,167
Province of Saskatchewan, 6.25%, due March 9, 2007	750,000	775,193	769,765
Toronto-Dominion Bank, callable, variable rate, 5.69%, due June 3, 2013-18	500,000	520,750	539,474
TransCanada Pipelines Ltd., redeemable 6.15%, due October 1, 2007	125,000	133,213	129,233
TransCanada Pipelines Ltd., redeemable 6.05%, due February 15, 2007	375,000	397,500	382,717
		78,446,808	79,413,571
Canada Education Savings Grants invested			
Canada Mortgage and Housing Corp., 5.50%, due June 1, 2012	383,000	397,139	414,916
Government of Canada, 3.25%, due December 1, 2006	3,295,000	3,304,018	3,277,518
Government of Canada, 3.00%, due June 1, 2007	1,765,000	1,745,525	1,744,987
Government of Canada, 5.50%, due June 1, 2009	979,000	1,055,051	1,028,779
Government of Canada, 5.50%, due June 1, 2010	797,000	833,522	847,720
Government of Canada, 5.00%, due June 1, 2014	1,240,000	1,289,933	1,331,302
Government of Canada, 4.50%, due June 1, 2015	5,700,000	5,881,345	5,932,275
Government of Canada, 4.00%, due June 1, 2016	5,510,000	5,467,999	5,510,700
Government of Canada, 8.00%, due June 1, 2023	670,000	978,203	996,265
Government of Canada, 5.75%, due June 1, 2029	1,928,000	2,248,560	2,411,062
Province of British Columbia, debenture, 5.70%, due June 1, 2009	458,000	469,767	482,398
Province of Manitoba, 5.20%, due December 3, 2015	160,000	158,480	172,773
Province of New Brunswick, 6.00%, due December 27, 2017	350,000	372,372	401,986
Province of Ontario, 3.50%, due September 8, 2006	858,000	869,368	856,642
Province of Ontario, 6.125%, due September 12, 2007	487,000	517,568	504,020
Province of Quebec, 6.00%,due October 1, 2012	640,000	668,826	704,799
Province of Saskatchewan, 5.50%, due June 2, 2008	598,000	620,766	618,960
		26,878,442	27,237,102
Total		105,325,250	106,650,673

5 RELATED PARTY TRANSACTIONS

a) The Foundation is the sponsor and the administrator of the Plan. In consideration for administrative services provided, commencing August 23, 2004, the Foundation is entitled to receive administration fees of 1% per annum of the assets of the Plan (1/20 of 1% of the assets of the Plan before August 23, 2004). Included in this 1% administration fee are the trustee and investment counsel fees, which, prior to August 23, 2004, were direct charges to the Plan. The administration and depository fees are remitted to GEMC on behalf of the Foundation.

b) GEMC receives Enrollment fees from subscribers that are deducted from deposits made by subscribers. In addition, 20% of insurance premiums collected from subscribers are remitted by the Foundation to GEMC.

c) Special services fees principally relate to amounts charged to subscribers in respect of cheques returned and not honoured.

d) Accounts receivable include $134,250 (2004 - $231,382) due from GEMC and $nil (2004 - $459,045) due from the Foundation.

6 SUBSCRIBERS' SAVINGS ACCOUNT

The changes in the Subscribers' Savings Account for the year are as follows:

	2005 **$**	2004 $
Subscribers' Savings Account - Beginning of year	**54,331,232**	34,661,913
Subscribers' deposits	**39,243,491**	34,285,111
Enrollment fees (note 5)	**(11,070,652)**	(10,545,838)
Depository fees (note 5)	**(434,420)**	(354,628)
Insurance premiums (note 5)	**(223,597)**	(189,817)
Special services fees (note 5)	**(117,048)**	(112,405)
Principal withdrawals on terminations or return of deposits	**(4,622,724)**	(3,413,104)
Subscribers' Savings Account - End of year	**77,106,282**	54,331,232

7 CANADA EDUCATION SAVINGS GRANTS

The federal government encourages saving for post-secondary education by providing Canada Education Savings Grants (CESG) on RESP contributions made subsequent to 1997 for children under 18 years of age. The maximum CESG per child is 20% of RESP contributions of up to $2,000 made on behalf of each nominee in a year (i.e., maximum CESG of $400).

The maximum lifetime CESG is $7,200. Upon maturity of an EFA Agreement and fulfillment of certain criteria established by the federal government, the CESG deposits and accumulated investment income thereon will be added to education assistance payments made to qualified students.

Additional federal and certain provincial government educational savings programs and initiatives were announced in 2004, which increase subsidies available to qualifying families. These additional benefits came into effect in 2005.

8 INCOME TAXES

The income on the Subscribers' Savings Account is currently exempt from income taxes under the Income Tax Act (Canada). Education assistance payments, comprising CESG and all accumulated investment income, made to qualified nominees will be included in their income for the purposes of the Income Tax Act (Canada).

The amounts deposited by subscribers are not deductible to the subscribers for income tax purposes and are not taxable when returned to subscribers or their designated nominees.

9 FINANCIAL INSTRUMENTS

The Plan's financial instruments, consisting of cash and short-term investments, accounts receivable, accrued interest and accounts payable are carried at cost which, unless otherwise noted, approximates fair value. Investments are carried at market values as described in note 3. It is management's opinion that the Plan is not exposed to significant credit or foreign exchange risks. Investments in fixed income securities, such as bonds and short-term investments, are inherently subject to risks from interest rate fluctuations.

10 COMPARATIVE FIGURES

Certain of the prior year's comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

Contacting Client Services

Contact your Global* Sales Representative or Client Services at 416-740-1622 or toll-free at 1-877-460-7377 or by e-mail at clientservices@globalresp.com.

GLOBAL
EDUCATIONAL TRUST PLAN
Sponsored by
GLOBAL EDUCATIONAL TRUST FOUNDATION

800 Arrow Road, Suite 1100, Toronto Ontario M9M 2Z8
Tel: 416-741-7377 Toll free: 1-877-460-7377
Fax: 416-741-8987 www.globalfinancial.ca

*Global Educational Marketing Corporation, Global Maxfin Investments Inc. or approved distributor.