



Quarterly Report

For the nine months ended
March 31, 2017



SATURNA CAPITAL CORPORATION**QUARTERLY REPORT**

FOR THE NINE MONTHS ENDED MARCH 31, 2017

Consolidated Balance Sheets

	ASSETS	
	Mar. 31, 2017 (unaudited)	June 30, 2016
Cash and cash equivalents	\$12,154,523	\$12,163,295
Investment securities, at fair value	33,499,035	29,164,712
Receivable from affiliates	2,558,586	2,309,946
Other assets	791,793	699,265
Income tax receivable	515,475	438,094
Deposit with clearing organization	110,000	100,000
Notes receivable	198,000	180,350
Fixed assets, net of accumulated depreciation	1,687,945	1,810,772
TOTAL ASSETS	\$51,515,357	\$46,866,434
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Accounts payable and accrued expenses	\$6,572,282	\$4,323,085
Total liabilities	6,572,282	4,323,085
SHAREHOLDERS' EQUITY		
Preferred stock, \$100 par, 3,000 shares authorized none outstanding at Mar. 31, 2017 and June 30, 2016	-	-
Common stock, no par, 6,000,000 shares authorized: Common stock -- voting; issued and outstanding 500,000 and 500,000 shares at Mar. 31, 2017 and June 30, 2016	250,000	250,000
Common stock (class A) -- nonvoting; issued and outstanding 3,147,001 and 3,177,001 shares at Mar. 31, 2017 and June 30, 2016	4,290,537	4,281,199
Retained earnings	40,685,828	38,227,219
Accumulated other comprehensive loss, net of tax	(283,290)	(215,069)
Total shareholders' equity	44,943,075	42,543,349
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$51,515,357	\$46,866,434

SATURNA CAPITAL CORPORATION**QUARTERLY REPORT**

FOR THE NINE MONTHS ENDED MARCH 31, 2017

Consolidated Statements of Comprehensive Income (unaudited)

	Nine months ended Mar. 31,	
	2017	2016
REVENUES		
Mutual fund advisory fees	\$19,462,405	\$20,361,342
Mutual fund distribution fees	4,499,700	5,268,352
Other advisory fees	738,626	404,807
Transfer agent fees	67,796	68,383
Retirement plan administration	182,829	167,993
Brokerage fees	88,014	32,420
Investment income	842,756	829,767
Other	16,503	9,067
Total revenues	25,898,629	27,142,131
EXPENSES		
Mutual fund distribution fees	6,848,721	7,839,587
Employee compensation and benefits	8,830,472	8,990,741
Marketing and advertising	726,218	750,288
Market data and information services	367,437	444,001
Brokerage clearing and trading	259,908	185,528
General and administrative	934,637	779,980
Occupancy expenses	376,961	389,452
Professional services	1,548,879	462,016
Depreciation	185,678	213,080
Donations	471,914	544,582
State and city taxes	484,816	587,690
Total expenses	21,035,641	21,186,945
INCOME BEFORE PROVISION FOR INCOME TAXES	4,862,988	5,955,186
Total income tax expense	1,722,619	2,185,100
NET INCOME	\$3,140,369	\$3,770,086
OTHER COMPREHENSIVE INCOME		
Unrealized gains (losses) on AFS securities, net of tax	\$205,080	\$(893,694)
Foreign currency translation adjustment	(273,301)	(97,218)
COMPREHENSIVE INCOME	\$3,072,148	\$2,779,174
Basic net income per share	\$0.86	\$1.02
Diluted net income per share	\$0.86	\$1.02
Basic weighted average number of shares outstanding	3,661,557	3,681,618
Diluted weighted average number of shares outstanding	3,661,557	3,681,618

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Consolidated Statements of Shareholders' Equity (unaudited)

	Common shares outstanding	Additional paid-in capital	Retained earnings	AOI	Shareholders' equity
BALANCE, June 30, 2015	3,684,016	\$4,465,185	\$34,596,513	\$606,536	\$39,668,234
Common shares repurchased	(7,115)		(94,701)		(94,701)
Share-based compensation expense		64,683			64,683
Shares issued upon option exercise	100	1,331			1,331
Comprehensive income:					
Net income			4,865,958		
Unrealized loss on AFS securities				(621,734)	
Foreign currency translation loss				(199,871)	
Total comprehensive income					4,044,353
Cash dividends paid			(1,140,551)		(1,140,551)
BALANCE, June 30, 2016	3,677,001	\$4,531,199	\$38,227,219	\$(215,069)	\$42,543,349
Common shares repurchased	(30,000)		(390,000)		(390,000)
Share-based compensation expense		9,338			9,338
Comprehensive income:					
Net income			3,140,369		
Unrealized gain on AFS securities				205,080	
Foreign currency translation loss				(273,301)	
Total comprehensive income					3,072,148
Cash dividends paid			(291,760)		(291,760)
BALANCE, Mar. 31, 2017	3,647,001	\$4,540,537	\$40,685,828	\$(283,290)	\$44,943,075

Notes to Consolidated Financial Statements (unaudited)**Note 1 – Organization**

Saturna Capital Corporation (the “Company” or “Saturna Capital”) operates as an investment adviser to two no-load mutual fund trusts – Amana Mutual Funds Trust and Saturna Investment Trust (“the Trusts”) – and private accounts, and acts as a transfer agent. The Company has four wholly owned subsidiaries:

- Saturna Brokerage Services, a discount broker-dealer that provides mutual fund distribution services;
- Saturna Trust Company, which provides retirement plan administration, plus wealth-retention and transfer services;
- Saturna Sdn. Bhd. (Malaysia), a provider of asset management services to individuals, corporations and institutions, specializing in Islamic investing; and
- Saturna Environmental Corporation, which operates Camp Saturna, an environmental education center.

Note 2 – Summary of Significant Accounting Policies

Principles of consolidation – The financial statements presented herein consolidate the accounts of Saturna Capital and its subsidiaries. All significant intercompany balances and transactions have been eliminated in consolidation. Certain prior-period amounts have been reclassified to conform to the current-period presentation. These reclassifications do not have a material impact on the consolidated financial statements.

Cash and cash equivalents – Saturna Capital considers cash and cash equivalents to include demand deposits and liquid investments with maturities of three months or less. Saturna Capital and its U.S. subsidiaries maintain accounts with two financial institutions whose cash balances are insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000 per depositor. At various times during the reporting period, balances in Company bank accounts exceeded the federal insurance limits; however, Saturna Capital has not experienced any losses with respect to its bank balances in excess of government-provided insurance, and management believes that the Company is not vulnerable to excessive risk on its cash balances.

Financial instruments – The fair values of cash, investments, accounts receivable and accounts payable approximate their carrying values due to the short-term nature of these financial instruments.

Investments – The Company and its subsidiaries hold investments in affiliated mutual funds that are reported at fair value. Investments are classified based on the Company’s intent on the date of the transaction; the classifications are subsequently reevaluated each reporting period. Per the

requirements of FASB Accounting Standards Codification (ASC) Topic 320, *Investments – Debt and Equity Securities*, investments are classified as one of the following:

- **Trading securities:** Investments that are acquired and held primarily for the purpose of selling in the near term. Further, per ASC Topic 940, *Financial Services – Brokers and Dealers*, investments held by registered broker-dealers are, by definition, classified as trading securities. The unrealized gains or losses associated with these security positions are included in Investment Income (Loss) on the Consolidated Statements of Comprehensive Income.
- **Held-to-maturity securities:** Ownership of debt securities where the purchaser has the intent and ability to hold the investment until maturity. As of the end of the current reporting period, the Company maintained no investments in held-to-maturity securities.
- **Available-for-sale securities:** Investments that constitute neither trading securities nor held-to-maturity securities are classified as available-for-sale securities. Such investments are reported at fair value. Unrealized gains or losses on these investments are excluded from earnings and reported as a component of Accumulated Other Comprehensive Income (Loss).

Saturna Capital periodically assesses its investment portfolio for an other-than-temporary decline in value. An other-than-temporary impairment of a security occurs when there has been a significant or prolonged decline in fair value below original cost.

Saturna Capital exercises judgment in determining what is significant or prolonged by evaluating, among other factors, whether the decline is outside the normal range of volatility in the price of the asset. Saturna Capital recognizes other-than-temporary impairments in earnings if the Company intends to sell the security; it is more likely than not that the Company will be required to sell the security before the impairment is recovered; or the Company does not expect to recover its cost basis. As defined in ASC Topic 820 *Fair Value Measurements and Disclosures*, fair value is the price that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants at the measurement date. Established within this authoritative accounting literature is a three-level hierarchy of inputs to fair value measurement:

- Level 1 inputs – quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.
- Level 2 inputs – inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs – unobservable inputs for the asset or liability.

The Company considers it reasonable to refer to Level 1 inputs in measuring the fair value of its investments.

Receivables – Receivables of the Company and its subsidiaries consist primarily of amounts due from affiliated mutual funds resulting from mutual fund advisory, mutual fund distribution and transfer agency services. Based on the Company's history of collecting on those receivables, management has decided to not establish a reserve for uncollectible receivables.

Property and equipment – Fixed assets are carried at cost, less accumulated depreciation. For financial-reporting purposes, depreciation is provided on a straight-line basis over the estimated useful lives of the assets, which range from three to 20 years.

Revenue recognition – Saturna Capital and its subsidiaries record nearly all of their revenues from providing investment advisory, mutual fund distribution and transfer agency services to two affiliated mutual fund trusts. Mutual fund advisory and distribution fees are accrued daily as a percentage of assets under management and recorded as revenue on a monthly basis. Transfer agency fees are charged to the Amana Mutual Funds Trust based on the number of active shareholder accounts serviced. Revenues presented in the Consolidated Statements of Comprehensive Income are net of any performance-based adjustments to management fees.

Income taxes – The Company and its U.S. subsidiaries file a consolidated federal income tax return. The Company follows provisions related to accounting for uncertain tax positions. The Company recognizes the tax benefit from uncertain tax positions only if it is more likely than not that the tax positions will be sustained on examination by tax authorities, based on the technical merits of the positions. The tax benefit is measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. Management has analyzed the Company's position taken on federal income tax returns for all open tax years (2014–2016) and has concluded that no adjustments are required in the financial statements.

Advertising costs – Saturna Capital and its subsidiaries expense advertising and marketing costs when incurred.

Foreign currency translation – The assets and liabilities of the Company's foreign subsidiary, Saturna Sdn. Bhd. (Malaysia), are translated from the subsidiary's functional currency, the Malaysian ringgit, into U.S. dollars using the current rate on the balance sheet date. Shareholder equity accounts are translated at historical exchange rates. Revenue and expense account balances are translated at average monthly exchange rates over the reporting period.

Accumulated Other Comprehensive Income (Loss) (AOCI) – Saturna Capital records comprehensive income (net income and other comprehensive income) in its Consolidated Statements of Comprehensive Income. Other comprehensive income items arising during the reporting periods include unrealized gains and losses on available-for-sale securities, net of tax, and foreign currency translation adjustments.

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Use of estimates – The consolidated financial statements presented herein have been prepared in accordance with generally accepted accounting principles. These principles require management to make estimates and assumptions that affect the amounts of assets and liabilities reported on the balance sheet date; the disclosure of contingent assets and liabilities at the balance sheet date; and the reported amounts of revenues and expenses during the period under review. Actual results could differ from those estimates.

Earnings per share – Saturna Capital computes earnings per share (“EPS”) in accordance with authoritative accounting principles. Basic EPS is calculated by dividing net income by the weighted average number of shares outstanding for the reporting period. The computation of diluted earnings per share reflects the potential dilution of EPS that would occur if all currently outstanding in-the-money stock options were exercised.

Note 3 – Assets Under Management

As of March 31, 2017 and June 30, 2016, Saturna Capital reported assets under management as follows:

	Mar. 31, 2017 (unaudited)	June 30, 2016
Amana Income Investor	\$959,386,515	\$1,067,610,302
Amana Income Institutional	367,429,027	243,863,561
Amana Growth Investor	1,085,669,468	1,278,117,530
Amana Growth Institutional	418,546,419	455,151,198
Amana Developing World Investor	13,547,333	18,229,486
Amana Developing World Institutional	12,007,992	7,677,648
Amana Participation Investor	9,587,033	3,319,556
Amana Participation Institutional	24,881,970	13,052,595
Sextant Growth	36,850,189	35,562,269
Idaho Tax-Exempt	17,197,203	18,214,860
Sextant Bond Income	9,274,051	8,699,448
Sextant Short-Term Bond	10,619,771	7,830,608
Sextant International	65,397,732	66,927,945
Sextant Core	10,552,765	9,157,745
Sextant Global High Income	8,775,934	7,427,523
Saturna Sustainable Equity	4,009,641	3,280,718
Saturna Sustainable Bond	11,332,838	7,641,772
Separately managed accounts (U.S.)	115,520,157	107,975,242
Saturna Sdn. Bhd. (Malaysia) managed assets	97,294,124	61,019,578
Assets under management	<u>\$3,277,880,162</u>	<u>\$3,420,759,584</u>

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Note 4 – Investments

As of March 31, 2017 and June 30, 2016, the Company and its subsidiaries held investments with market values and cost basis presented below. As of those respective dates, there were four and six securities in an unrealized loss position for more than 12 months.

During the reporting period, a portion of the Company's investments were reclassified as trading securities, from available-for-sale securities. At the time of the reclassification, the unrealized position on these securities was recognized in Investment Income.

March 31, 2017					
Securities	Market value	Cost	Gains	(Losses)	Unrealized gains on AFS securities, net of tax
Trading	1,403,599	1,330,964	97,825	(25,190)	n/a
Available-for-sale	32,095,436	31,044,447	1,776,544	(725,555)	683,142
TOTAL	33,499,035	32,375,411	1,874,369	(750,745)	683,142

June 30, 2016					
Securities	Market value	Cost	Gains	(Losses)	Unrealized gains on AFS securities, net of tax
Available-for-sale	29,164,712	28,429,231	1,607,565	(872,084)	478,062

Investment income (loss) generated from the Company's investments includes dividend income; capital gain distributions; interest income; unrealized gains or losses on trading securities; and realized gains or losses on the sale of securities. Investment income for the nine months ended March 31, 2017 and 2016 consisted of the following:

	Nine months ended Mar. 31,	
	2017	2016
Dividend income	\$406,719	\$329,968
Capital gain distributions	377,908	397,213
Interest income	-	745
Interest income (foreign)	55,930	69,146
Realized gain on sale of available-for-sale securities	-	59,667
Realized loss on sale of available-for-sale securities	-	(26,972)
Unrealized gain (loss) on trading securities	2,199	-
Total	\$842,756	\$829,767

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Changes in Accumulated Other Comprehensive Income (Loss), net of tax, by component for the nine months ended March 31, 2017 were as follows:

	Accumulated Other Comprehensive Income (Loss)		
	Unrealized gains (losses) on AFS securities, net of tax	Foreign currency translation adjustment	Total
Beginning balance	\$478,062	\$(693,131)	\$(215,069)
Change in OCI before reclassifications	317,712	(273,301)	44,411
Amounts reclassified from AOCI	(2,204)	-	(2,204)
Deferred income tax expense	(110,428)	-	(110,428)
Other comprehensive income (loss), net of tax	\$205,080	\$(273,301)	\$(68,221)
Ending balance	\$683,142	\$(966,432)	\$(283,290)

Note 5 – Related-Party Transactions

Saturna Capital provides investment advisory services and certain other administrative and distribution services and facilities to Amana Mutual Funds Trust and Saturna Investment Trust. For such services, Saturna Capital receives an annual advisory fee equal to a percentage of each fund's average daily net assets.

The fee for Amana Income, Growth and Developing World funds is a tiered, annualized percentage of average daily net assets (0.95% of the first \$500 million, 0.85% of the next \$500 million, 0.75% of the next \$500 million, and 0.65% of average daily net assets in excess of \$1.5 billion). The fee for Amana Participation Fund is 0.50% of average daily net assets. The base fee for the Sextant funds is 0.5% of average daily net assets before performance adjustments. The fee for Idaho Tax-Exempt Fund is 0.5% of average daily net assets. The fee for Saturna Sustainable Bond Fund is 0.55% and for Saturna Sustainable Equity Fund is 0.65% of average daily net assets.

For the nine months ended March 31, 2017 and 2016, respectively, Saturna Capital earned mutual fund advisory fees of \$19,462,405 and \$20,361,342. For the Trusts, Saturna Capital also provides transfer agent services, Saturna Trust Company renders retirement plan administration, and Saturna Brokerage Services provides underwriting and brokerage services. Transfer agency fees for the nine months ended March 31, 2017 and 2016, respectively, were \$67,796 and \$68,383. Saturna Brokerage Services provides brokerage execution services to Saturna Capital's private accounts and affiliated mutual funds without commission charges.

Saturna Brokerage Services conducts certain underwriting services for Amana Mutual Funds Trust under a Rule 12b-1 distribution plan. Under the plan, Saturna Brokerage Services recorded income of \$4,216,682 and \$4,937,087 from Amana Mutual Funds Trust in the nine months ended March 31, 2017

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and 2016. A total of \$6,015,484 and \$7,081,115 was expensed with respect to distributing the Amana funds under the 12b-1 plan in the nine months ended March 31, 2017 and 2016, respectively, of which the portion in excess of 12b-1 receipts was borne by Saturna Capital per the two companies' expense-sharing understanding.

Saturna Brokerage Services also conducts underwriting services for the nine mutual funds in the Saturna Investment Trust, under a separate Rule 12b-1 plan. Under that plan, Saturna Brokerage Services recorded income of \$283,018 and \$331,265 in the nine months ended March 31, 2017 and 2016. A total of \$245,508 and \$311,306 was expensed for distributing the funds under the 12b-1 plan in the respective periods. Marketing and other expenses related to distributing the funds are recorded on the books of Saturna Capital; the portion of 12b-1 distribution expenses in excess of 12b-1 receipts was borne by Saturna Capital per the two companies' expense-sharing understanding.

For its main office, Saturna Capital leases buildings and a parking lot owned in a trust for the children of the Company's chairman, Nicholas Kaiser. Rent expense for these facilities for the nine months ended March 31, 2017 and 2016 was \$210,913 and \$210,913, respectively. Saturna Capital, or its subsidiaries, also leased space from unrelated entities in Chicago, Illinois; Henderson, Nevada; and Kuala Lumpur, Malaysia.

Due to his common stock ownership, the chairman of the board of Saturna Capital is deemed to be its controlling person. The chairman of Saturna Capital is also chairman of Saturna Trust Company; a director of Saturna Sdn. Bhd. (Malaysia); chairman and president of Saturna Environmental Corporation; and a trustee, president and fund shareowner of Amana Mutual Funds Trust and Saturna Investment Trust. The president of Saturna Capital is the chairman's daughter, and is a director of Saturna Capital, Saturna Brokerage Services, Saturna Trust Company and Saturna Environmental Corporation.

As of March 31, 2017 and June 30, 2016, twelve and eleven employees, respectively, held loans granted under the terms of the Company's Homebuyer Loan Assistance Program. The loans are secured by each employee's home and have 10-year terms, unless accelerated under the provisions of the underlying notes. Other conditions also apply. The combined principal balances on employee loans at March 31, 2017 and June 30, 2016 amounted to \$198,000 and \$180,350.

Note 6 – Share-Based Compensation

Under the terms of the Company's Stock Option Plan, stock options are granted each July 1 to full-time employees having at least one uninterrupted year of service. The options, which can be exercised to purchase Class A (non-voting) stock, have a contractual term of five years and are subject to a four-year, graded-vesting arrangement. The Stock Option Plan also empowers the Board of Directors, as the Plan administrator, to issue Award Options at its discretion.

Saturna Capital Corporation records share-based compensation expense in accordance with *ASC 718 Compensation – Stock Compensation*, whereby the estimated fair value of all option grants expected to vest is charged to expense over the options' vesting period.

To estimate the fair value of stock options as of the date of grant, the Company uses the Black-Scholes option-pricing model. The following assumptions were used in valuing options granted in the nine months ended March 31, 2017: share price of \$12.95, expected term of 3.75 years, risk-free interest rate of 0.88%, expected dividend yield of 2.39% and expected volatility of 30.19%.

During the nine months ended March 31, 2017, the Company granted 108,900 and 16,200 stock options with exercise prices of \$30.87 and \$33.96, respectively. Based on a valuation of the current-year grant, as well as the incremental vesting value of options granted in previous fiscal years, the Company recorded share-based compensation expense of \$9,338 and \$51,007 for the nine months ended March 31, 2017 and 2016.

As of March 31, 2017, Saturna Capital employees held options to purchase up to 744,290 shares, of which 440,393 were exercisable. Stock option activity for the nine months ended March 31, 2017 was as follows:

	Number of options	Weighted average exercise price
Options outstanding, June 30, 2016	665,990	\$35.41
Options granted	125,100	31.27
Forfeitures of unvested stock options	(15,050)	35.26
Cancellations of vested stock options	(31,750)	33.33
Options exercised	-	-
Options outstanding, Mar. 31, 2017	<u>744,290</u>	<u>\$34.81</u>
Options exercisable, Mar. 31, 2017	<u>440,393</u>	<u>\$34.08</u>

Note 7 – Employee Retirement Savings Plan

Saturna Capital offers a defined-contribution pension plan covering substantially all of its U.S. employees. Under the plan's terms, participants may contribute a portion of their wages up to limits specified in Section 401(k) of the Internal Revenue Code. The Company matches 100% of participant contributions up to the first 3% of wages deferred, and 50% of the next 7% of wages deferred; such matches are subject to vesting and other terms of the plan.

In the nine months ended March 31, 2017 and 2016, the Company recorded expense of \$266,331 and \$213,515, respectively, for matching contributions (net of unvested contributions forfeited by employees who left the Company during the fiscal year). The Company also recorded expense of \$471,914 and \$569,582 for discretionary profit-sharing contributions.

Note 8 – Share Repurchase Program

Under a share-repurchase program the Company initiated in 2008, the Board authorized management to repurchase outstanding shares of the Company's non-voting common stock (Class A) in private transactions with current shareholders. The stock repurchase program is not subject to an expiration date, but may be discontinued at any time.

In October 2015, the company announced that it would not be offering a share repurchase program in its fiscal year ending June 30, 2016. In December 2015, Saturna Capital negotiated the purchase of 7,115 shares from one shareholder for \$94,701, or \$13.31 per share. In November 2016, the Company repurchased 30,000 shares of Class A (non-voting) stock for \$13.00 per share, an outlay of \$390,000.

Note 9 – Property and Equipment

Fixed assets are carried at cost, less accumulated depreciation. For financial-reporting purposes, depreciation is provided on a straight-line basis over the estimated useful lives of the assets, which range from three to 20 years. Fixed assets consisted of the following:

	Mar. 31, 2017 (unaudited)	June 30, 2016
Furniture and fixtures	\$325,965	\$326,045
Technology	635,934	598,695
Leasehold improvements	893,746	887,757
Vehicles and equipment	145,669	148,925
Buildings	781,792	766,528
Land	270,000	270,000
Total	3,053,106	2,997,950
Accumulated depreciation	(1,365,161)	(1,187,178)
Fixed assets, net of accumulated depreciation	\$1,687,945	\$1,810,772

Note 10 – Taxes

Tax provisions for the nine months ended March 31, 2017 and 2016 consisted of the following:

	Nine months ended Mar. 31,	
	2017	2016
Current income tax expense	\$1,722,619	\$2,185,100
Current income tax expense, foreign	-	-
Total income tax expense	1,722,619	2,185,100
Current provision for state and city taxes	484,816	587,690
Total	<u>\$2,207,435</u>	<u>\$2,772,790</u>

There were no material reconciling differences between the marginal statutory rate of 34% and the Company's effective tax rate for the reporting period. The differences between the tax basis of assets and liabilities and their financial statement amounts are reflected as deferred income tax assets or liabilities using enacted tax rates.

Note 11 – Subsequent Events

Subsequent events are events or transactions that occur after the balance sheet date but before the consolidated financial statements are available to be issued. The Company recognizes in the consolidated financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the consolidated financial statements. The Company's consolidated financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet but arose after the balance sheet date and before the consolidated financial statements are available to be issued.

Saturna Capital has evaluated events and transactions for potential recognition or disclosure through the date these financial statements were issued. There were no events or transactions that occurred between the balance sheet date and the date that the financial statements were issued that materially impacted the amounts or disclosures in the Company's financial statements.