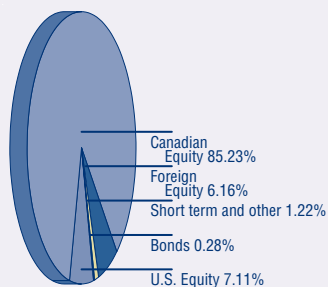




**Asset mix of the Fund**



**Sector Allocation**

**Canadian Equity Portfolio**

Energy	22.94%
Materials	19.04%
Industrials	7.27%
Consumer Discretionary	3.14%
Consumer Staples	1.09%
Health Care	0.00%
Financials	26.10%
Information Technology	1.72%
Telecommunication Services	3.54%
Utilities	0.39%
	85.23%

**Top 10 holdings of the Fund**

The Toronto-Dominion Bank	6.04%
Royal Bank of Canada	6.03%
Canadian Natural Resources Ltd.	4.08%
Canadian National Railway Co.	3.97%
Suncor Energy Inc.	3.78%
Barrick Gold Corp.	3.77%
Bank of Nova Scotia	3.65%
Potash Corporation of Saskatchewan Inc.	3.24%
Goldcorp Inc.	3.12%
Cenovus Energy Inc.	3.05%
	40.73%

**Investment limits**

	Min.	Max.
Short term	0%	15%
Canadian equity securities	75%	95%
Foreign equity securities	5%	30%

The maximum invested in an economic sector is limited to the higher of 20% of the Fund's assets and twice this sector's weighting on the S&P/TSX Composite Index.

The maximum that may be invested in the same company's stocks is 10% of the Fund's assets.

**Commentary**

The Fund is composed mainly of securities of large Canadian companies and includes a portion of foreign equities. It adheres to a value-oriented investment style. After conducting a macroeconomic analysis to identify the top performing sectors of the Canadian economy, the manager searches the market, stock by stock, seeking companies that, according to his analysis, have a stock market price below their intrinsic value. In other words, he looks for undervalued securities, selecting them according to criteria such as their price/earnings ratio, their price-to-book ratio and their intrinsic value.

**Investment Advisor**



Bob Farley, CFA

Inception date: May 1969  
Ecoflextra first offering: December 2007  
Management expense ratio (MER): 2.75% (GST and HST incl.)  
GSB fee rate: 1.25%

**Objectives of the Fund**

- Long-term capital growth mainly through investments in Canadian equity securities
- Conforms to investment horizons that are sufficiently distant to tolerate the volatility of the market values

**Investment style**

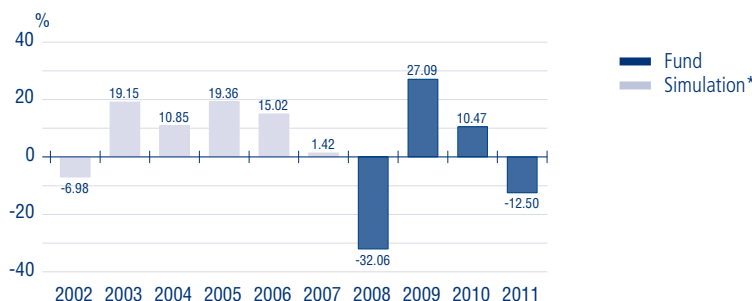
Value

**Performance Data**

The returns or performance information shown assume that all income/realized net gains are retained by the segregated fund in the periods shown and are reflected in higher unit values of the segregated fund. The return or performance information do not take into account sales, redemption, distribution or other optional charges or income taxes payable that would have reduced returns or performance. How the segregated fund has performed in the past does not necessarily indicate how it will perform in the future.

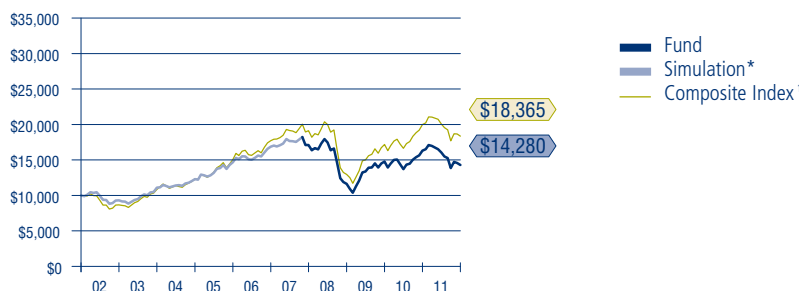
**Year By Year Returns**

This chart shows the annual performance for each calendar year for the fund starting at its inception date and the annual performance that would have resulted if the fund had existed before that date and the assets held at its inception date had been held throughout the earlier period shown.



**Past Performance**

This graph shows you how a \$10,000 investment in the fund would have changed in value compared with the reference index using the year by year returns shown above.



**Annual Compound Returns**

This table shows the simple returns for the monthly period and the historical annual compound total returns calculated for the fund as described above compared to the corresponding returns for the reference index.

	Since November 2007	10 years	5 years	3 years	2 years	1 year	6 months	3 months	1 month	YTD
Fund	(4.3)	3.6*	(3.3)*	7.1	(1.7)	(12.5)	(11.1)	3.0	(2.0)	(12.5)
Composite Index <sup>1</sup>		6.3	0.7	12.3	3.4	(8.2)	(8.5)	3.8	(1.6)	(8.2)

<sup>1</sup> S&P/TSX Composite Index (90%), MSCI - World (Can. \$) (net ret.) (10%).

\* Simulation of past returns as if the Fund had been in effect for these periods.