

U.S. Equity (McLean Budden)

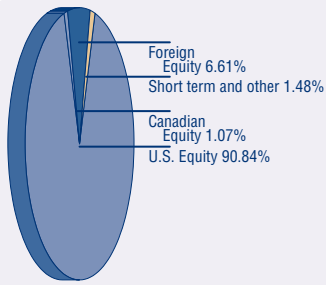
U.S. & INTERNATIONAL EQUITY FUNDS

Net assets: 30.8 million As at December 31, 2011

Risk level



Asset mix of the underlying fund



Sector Allocation

U.S. Equity Portfolio

Energy	9.15%
Materials	5.92%
Industrials	10.62%
Consumer Discretionary	7.84%
Consumer Staples	9.78%
Health Care	13.92%
Financials	11.84%
Information Technology	17.15%
Telecommunication Services	3.64%
Utilities	0.98%
	90.84%

Top 10 holdings of the underlying fund

Merck & Co., Inc.	4.02%
Exxon Mobil Corp.	3.47%
Pfizer Inc.	3.46%
ACE Ltd.	3.45%
Microsoft Corp.	3.43%
JPMorgan Chase & Co.	3.39%
Wal-Mart Stores Inc.	3.33%
Pepsico Inc.	2.88%
Apache Corp.	2.88%
Hewlett-Packard Co.	2.79%
	33.10%

Investment limits

	Min.	Max.	Real
Industrial Alliance Fund			
Short term	0%	20%	(0.22)%
Units of an underlying fund	80%	100%	100.22%

Commentary

The Fund aims to provide a superior real rate of return, primarily through capital appreciation, by investing in a diversified portfolio of U.S. equities. Normally, at least seventy-five percent of the Fund will be invested in companies which are included in the S&P 500 Index. Security selection will emphasize large companies with prospects for above average earnings growth.

Investment Advisor



Management team composed of several managers

Inception date: November 2005

Management expense ratio (MER): 3.20% (GST and HST incl.)

Objectives of the Fund

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

Investment style

Growth at a reasonable price

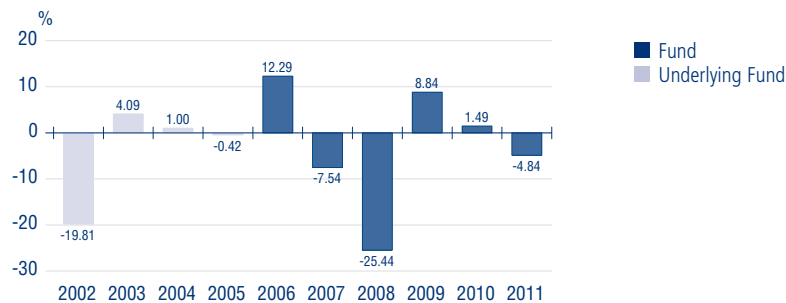
Performance Data

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.

For illustration purposes only. Includes underlying fund performance as indicated. Actual segregated fund performance could be expected to vary.

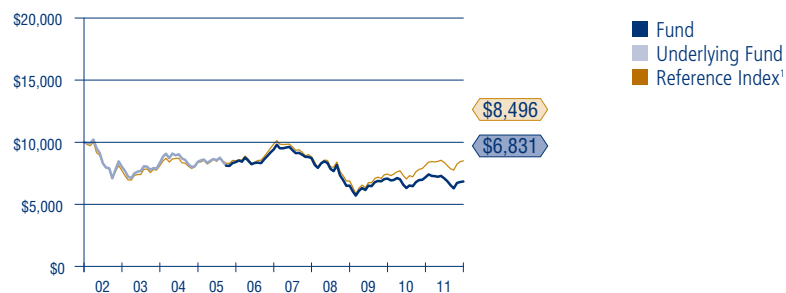
Year By Year Returns

This chart shows you the fund's annual performance and how an investment made on January 1 would have changed by December 31.



Past Performance

This graph shows you how a \$10,000 investment in this fund would have changed in value compared with the reference index.



Annual Compound Returns

This table shows the simple returns for the monthly periods and the historical annual compound total return of the segregated fund and the underlying fund compared with the reference index.

	Since October 2005	10 years	5 years	3 years	2 years	1 year	6 months	3 months	1 month	YTD
Fund	(2.7)	(3.7)*	(6.2)	1.7	(1.7)	(4.8)	(3.7)	8.7	0.5	(4.8)
Reference Index ¹		(1.6)	(2.9)	7.3	6.9	4.4	1.6	9.5	0.8	4.4

¹ S&P 500 (Can. \$).

* Return of the underlying fund. If the segregated fund had existed during this period, the return probably would have been different from that presented.