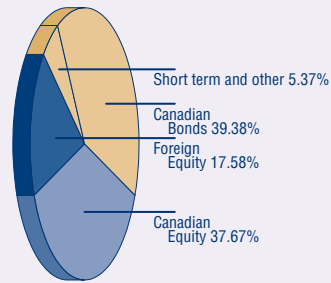




Asset mix of the underlying fund



Sector Allocation

Canadian Equity Portfolio

Energy	10.18%
Materials	8.27%
Industrials	2.86%
Consumer Discretionary	1.35%
Consumer Staples	0.32%
Health Care	0.29%
Financials	11.64%
Information Technology	0.86%
Telecommunication Services	1.82%
Utilities	0.08%
	37.67%

Top 10 holdings of the underlying fund

The Toronto-Dominion Bank	2.53%
Royal Bank of Canada	2.43%
Bank of Nova Scotia	1.71%
Suncor Energy Inc.	1.68%
Canadian Natural Resources Ltd.	1.59%
Barrick Gold Corp.	1.44%
Gov. of Canada, 5.000%, 2037-06-01	1.41%
Canadian National Railway Co.	1.41%
Canada Housing Trust, Series 41-1, 2.750%, 2016-06-15	1.38%
Bank of Montreal	1.29%
	16.87%

Characteristics of the underlying fund

Bond and Short term Portfolios

Average rating - Bonds	AA
Average term	7.98 years
Modified duration	5.58 years
Average coupon	3.52%
Yield at cost	3.06%
Yield at market value	2.32%

Investment limits

	Min.	Max.	Real
UltraFlex R - M Fund			
Short term	0%	20%	(0.33)%
Units of an underlying fund	80%	100%	100.33%

Commentary

The Fund's investment strategy focuses primarily on a judicious allocation of Canadian and international equities and fixed-income securities. Given the importance of this allocation, a committee was created to make asset mix decisions according to its members' views on the economic environment. In addition, to provide further diversification to the portfolio, security selection was entrusted to several managers. Thus, two managers share the responsibility of selecting stocks (following a value-oriented management style), while two other managers are in charge of selecting bonds.

Investment Advisor



Luc R. Fournier, B.AdM.Sc., BA Econ. Christian Pouliot, MBA, CFA
 François Lalonde, CFA Bob Farley, CFA
 Louis Gagnon, CFA

Inception date: February 1992
 Management expense ratio (MER): 3.76% (GST and HST incl.)

Objectives of the Fund

- Combines capital growth with current income
- Diversification of the risk between the asset classes
- Active allocation of investments by asset classes
- Conforms to a medium- and long-term investment horizon

Investment style

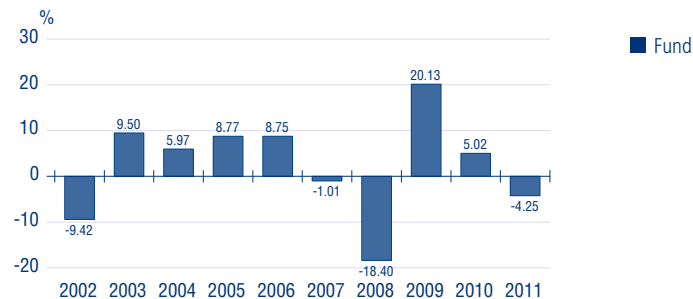
Asset mix favouring a fair balance between asset classes

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 does not take into account sales, redemption, distribution or other optional charges or income taxes payable that would have reduced returns or performance. How a segregated fund has performed in the past does not necessarily indicate how it will perform in the future.

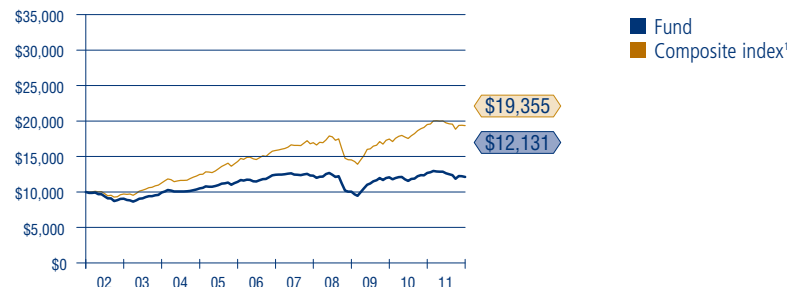
Year By Year Returns

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



Past Performance

This graph shows 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 compared with the reference index.

	Since Inception	10 years	5 years	3 years	2 years	1 year	6 months	3 months	1 month	YTD
Fund	4.0	2.0	(0.5)	6.5	0.3	(4.3)	(4.0)	2.4	(0.6)	(4.3)
Composite index ¹		6.8	4.1	10.1	5.3	(0.7)	(1.9)	2.8	(0.3)	(0.7)

¹ S&P/TSX Composite Index (50%), DEX Universe Bond Index (30%), DEX Mortgage Market - 3 year (15%), DEX 91 day Tbill Index (5%).