

ULTRAFLEX R – M Dividend Income

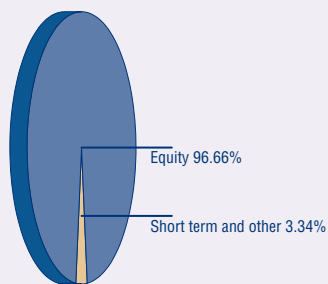
Net assets: 3.5 million

As at June 30, 2010

Volatility



Asset mix of the Fund



Sector Allocation Canadian Equity Portfolio

Energy	27.88%
Materials	11.84%
Industrials	4.24%
Consumer Discretionary	3.03%
Consumer Staples	0.00%
Health Care	0.00%
Financials	38.12%
Information Technology	0.00%
Telecommunication Services	6.34%
Utilities	5.21%
	96.66%

Top 10 holdings of the Fund

Royal Bank of Canada	7.33%
Barrick Gold Corp.	6.23%
The Toronto-Dominion Bank	6.16%
Bank of Montreal	5.07%
Suncor Energy Inc.	4.36%
TransCanada Corp.	4.34%
Canadian National Railway Co.	4.24%
Bank of Nova Scotia	3.89%
Sun Life Financial Services of Canada Inc.	3.64%
Enbridge Inc.	3.23%
	48.49%

Investment limits

	Min.	Max.
Short term	0%	15%
Canadian equity securities	85%	100%

Commentary

The Fund is primarily composed of common stocks of large companies that offer attractive earnings and dividend potential. The investment strategy used to manage this fund is based on a process that combines the bottom-up and top-down approaches. First, the manager uses the top-down approach, which involves carrying out a macroeconomic analysis to determine the economy's best performing sectors. Then, the manager follows the bottom-up approach, which allows him to select securities according to a value style, giving preference to superior quality Canadian stocks offering regular dividends.

Investment Advisor



Gil Lamothe, CFA

Inception date: August 1998

Management expense ratio (MER): 3.57% (GST included)

Objectives of the Fund

- To invest in stocks which generate regular dividends (that will be reinvested in the Fund) while ensuring long term capital growth
- Conforms to investment horizons that are sufficiently distant to tolerate the volatility of the market values

Investment style

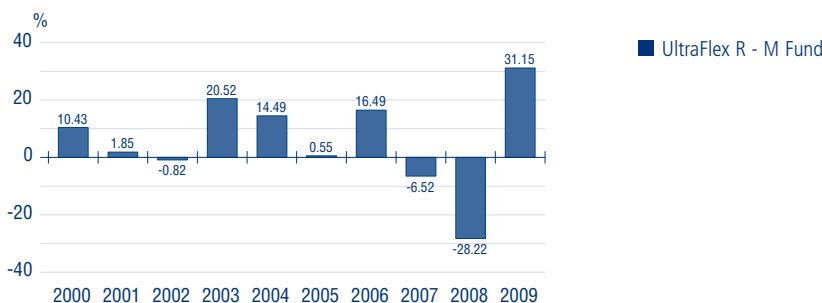
Value

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 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.

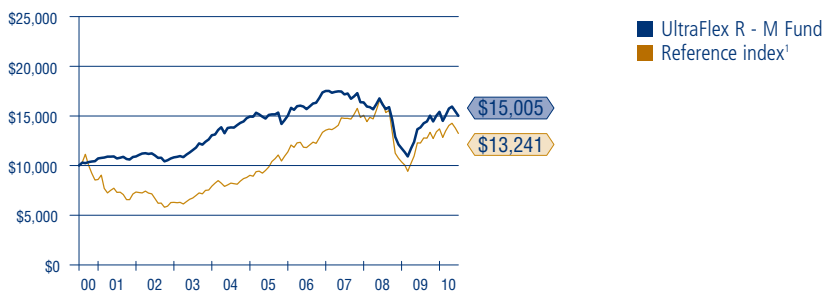
Year By Year Returns

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	4.4	4.1	(0.1)	(4.4)	(3.7)	8.4	(2.6)	(4.7)	(3.0)	(2.6)
Reference index ¹		2.8	6.1	(3.5)	(9.8)	7.9	(3.3)	(5.7)	(4.0)	(3.3)

¹ S&P/TSX 60.