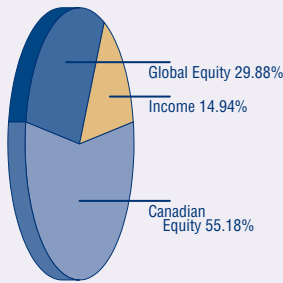




Asset mix of the Fund



Asset mix of target portfolio

Fixed Income Securities

Industrial Alliance	
- Bonds	7.50%
Industrial Alliance	
- Bonds - series 2	7.50%

Canadian Equity

Industrial Alliance	
- Canadian Equity Value	18.33%
Dynamic	
- Canadian Equity (Dynamic)	18.33%
Fidelity	
- Fidelity True North®	18.34%

Global Equity

Templeton	
- Global Equity (Templeton)	12.00%
Industrial Alliance	
- Global Equity	12.00%
DB Advisors	
- Global Equity Small Cap (DB Advisors)	6.00%
	100.00%

Investment limits

Fixed Asset Mix (see Asset mix of target portfolio)

Commentary

The objective of the Fund is to maximize return on capital over the long term by investing primarily in equity securities while also maintaining diversity in its investments and integrating several managers. It is composed of fund units offered by Industrial Alliance, which include two bond funds, three Canadian equity funds and three global equity funds. The Fund has a fixed asset allocation of 15% in bonds, 55% in Canadian equities and 30% in global equities.

Investment Advisor



Management team composed of several managers

Inception date: October 2002

Ecoflex first offering: November 2002

Management expense ratio (MER): 3.04% (GST and HST incl.)

Objectives of the Fund

- Combines different managers with different management styles in a same fund
- Diversification of the risk between the asset classes
- Conforms to a medium- and long-term investment horizon

Investment style

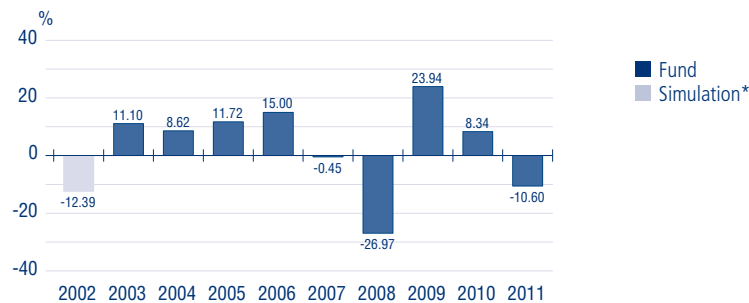
Blend (Growth and Value)

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.

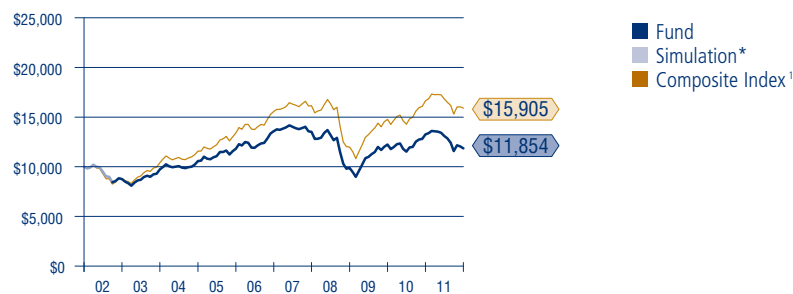
Year By Year Returns

This chart shows 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 compared with the reference index.

	Since November 2002	10 years	5 years	3 years	2 years	1 year	6 months	3 months	1 month	YTD
Fund	3.3	1.7*	(2.7)	6.3	(1.6)	(10.6)	(9.5)	2.3	(1.7)	(10.6)
Composite Index <sup>1</sup>		4.7	0.4	9.9	3.8	(4.4)	(5.4)	3.9	(0.8)	(4.4)

<sup>1</sup> S&P/TSX Composite Index (55%), MSCI - World (Can. \$) (net ret.) (30%), DEX Universe Bond Index (15%).  
\* Simulation of past returns as if the Fund had been in effect for these periods.