

CANADIAN EQUITY VALUE

GROUP SAVINGS
AND RETIREMENT

Inception date: May 1969

FU010

TOTAL NET ASSETS: \$368.8 MILLION

Investment Advisor



Bob Farley, CFA

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

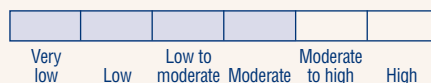
Investment limits

	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.

Risk level

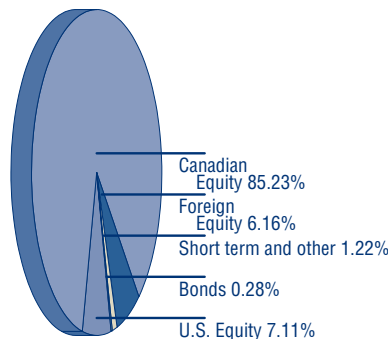


Commentary

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.

Asset mix of the Fund

As at December 31, 2011



Sector Allocation

As at December 31, 2011

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%
Total	85.23%

Top 10 holdings of the Fund

As at December 31, 2011

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

Performance - Gross returns

Returns before deduction of management and administration fees.

Compound returns

As at December 31, 2011 / YTD	1 month	3 months	6 months	1 year	2 years	3 years	5 years	7 years	10 years	
Fund	(10.1)	(1.8)	3.7	(9.9)	(10.1)	1.0	10.1	(0.6)	5.0	6.5
Composite Index ¹	(8.2)	(1.6)	3.8	(8.5)	(8.2)	3.4	12.3	0.7	5.9	6.3

Annual returns

As at December 31	11	10	09	08	07	06	05	04	03	02
Fund	(10.1)	13.5	30.6	(30.2)	4.2	18.2	22.7	13.9	22.5	(4.4)
Composite Index ¹	(8.2)	16.5	32.6	(32.3)	8.0	17.6	22.3	13.8	24.9	(13.3)

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

Past performance is not a guarantee of future returns.