

EMERALD CANADIAN BOND INDEX (TD)

GROUP SAVINGS
AND RETIREMENT

Inception date: September 2002

FU489

TOTAL NET ASSETS: \$61.2 MILLION

Investment Advisor



Management team composed of several managers

Objectives of the Fund

- Oriented toward current income
- Moderate long-term capital growth
- Conforms to a medium- to long-term investment horizon

Investment style

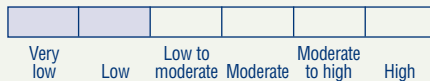
Indexed

Investment limits

Industrial Alliance Fund

	Min.	Max.
Short term	0%	20%
Units of an underlying fund	80%	100%

Risk level



Underlying Fund

TD Emerald Canadian Bond PTF

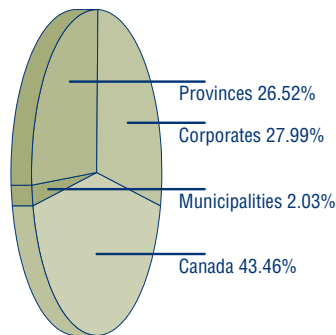
Asset mix of the Industrial Alliance Fund

As at December 31, 2011	Distribution
Short term	0.90%
Units of the underlying fund	99.10%
	100.00%

Commentary

The investment objective of the Fund is to closely track the performance of the DEX Universe Bond Index. The Fund invests in Canadian issued bonds that are selected and weighted mathematically to approximate the overall risk and return characteristics of the DEX Universe Bond Index. The fund invests in federal, provincial, municipal and corporate bonds with a minimum A credit rating requirement for the purchase of individual securities.

Asset mix of the underlying fund As at December 31, 2011



Characteristics of the underlying fund As at December 31, 2011

Bond and Short term Portfolios

Average rating - Bonds	AA
Average term	9.65 years
Modified duration	6.80 years
Average coupon	4.51%
Yield at cost	N/A
Yield at market value	2.34%

Performance of the Industrial Alliance Fund - 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	9.7	1.7	2.1	7.3	9.7	8.2	7.1	6.3	6.0	6.3*
Reference Index ¹	9.7	1.7	2.1	7.3	9.7	8.2	7.3	6.4	6.0	6.5

Annual returns

As at December 31	11	10	09	08	07	06	05	04	03	02
Fund	9.7	6.7	5.0	6.7	3.3	4.0	7.0	5.9	5.9	8.8*
Reference Index ¹	9.7	6.7	5.4	6.4	3.7	4.1	6.5	7.1	6.7	8.7

¹ DEX Universe Bond Index.

* Simulation of past returns as if the Fund had been in effect for these periods.

Past performance is not a guarantee of future returns.