

CANADIAN EQUITY SELECT (MCLEAN BUDDEN)

GROUP PENSIONS

Inception date: December 2004

FU514

TOTAL NET ASSETS: \$1.5 MILLION

Investment Advisor



Management team composed of several managers

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

Blend (Growth and Value)

Investment limits

Industrial Alliance Fund

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

Underlying fund

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

Volatility



Underlying Fund

MB Select Canadian Equity Fund

Asset mix of the Industrial Alliance Fund

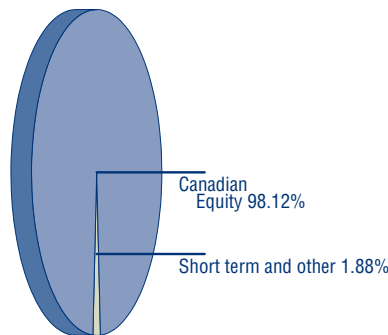
As at June 30, 2010	Distribution
Short term	0.36%
Units of the underlying fund	99.64%
	100.00%

Commentary

This Fund uses a two-pronged investment approach. Half of the Fund is invested in stocks chosen for their expected earnings growth which are forecast to be greater than that for the overall market. The other half of the Fund invests in stocks with prices that do not reflect McLean Budden's estimate of their full value. As the true value becomes fully recognized in the marketplace, these stocks have the potential to increase in price. The companies that are eligible to enter the Fund may not be in the business of the manufacture and sale of tobacco products or alcoholic beverages nor the provision of gaming facilities, may derive not more than 10% of their gross annual revenue from the sale of armaments and must adhere to local employment standards.

Asset mix of the underlying fund

As at June 30, 2010



Sector Allocation

As at June 30, 2010

Canadian Equity Portfolio

Energy	26.17%
Materials	13.10%
Industrials	8.45%
Consumer Discretionary	9.86%
Consumer Staples	4.30%
Health Care	0.00%
Financials	23.88%
Information Technology	6.84%
Telecommunication Services	4.51%
Utilities	1.01%
Total	98.12%

Top 10 holdings of the underlying fund

As at June 30, 2010

Suncor Energy Inc.	7.08%	Potash Corporation of Saskatchewan Inc.	3.99%
The Toronto-Dominion Bank	6.15%	Talisman Energy Inc.	3.94%
Royal Bank of Canada	6.11%	Canadian National Railway Co.	3.26%
Barrick Gold Corp.	4.53%	Magna International Inc., Class A	3.07%
Research In Motion Ltd.	4.27%	Canadian Natural Resources Ltd.	3.06%
		Total	45.46%

Performance of the Industrial Alliance Fund - Gross returns

Returns before deduction of management and administration fees.

Compound returns

As at June 30, 2010 /	YTD	1 month	3 months	6 months	1 year	2 years	3 years	5 years	7 years	10 years
Fund	(4.9)	(4.8)	(7.6)	(4.9)	6.5	(7.7)	(5.9)	4.4	8.3*	-
Reference Index ¹	(2.5)	(3.7)	(5.5)	(2.5)	12.0	(8.8)	(3.9)	5.5	9.7	-

Annual returns

As at December 31	09	08	07	06	05	04	03	02	01	00
Fund	35.5	(33.1)	7.0	18.1	20.1	12.1*	26.0*	(7.9)*	2.9*	-
Reference Index ¹	35.1	(33.0)	9.8	17.3	24.1	14.5	26.7	(12.4)	(12.6)	-

¹ S&P/TSX Composite 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.