

Meritage Conservative Portfolio

Category: Canadian Fixed Income Balanced

HHHH†

Morningstar Rating™

Portfolio Facts

The Portfolio's investment objectives are to achieve a steady rate of return with reduced risk by investing primarily in a diverse mix of fixed income and equity mutual funds. The Portfolio may from time to time in direct investments in Canadian and foreign equity and fixed income securities.

INVESTMENT HORIZON

SHORT LONG

FUND VOLATILITY

LOW HIGH

Minimum Initial Investment: \$5,000

Subsequent Investment: \$50

Systematic Investment: \$25

Distribution Frequency: Quarterly

Assets Under Management (\$M): \$84.1

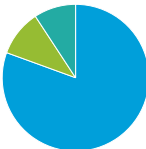
Price per Unit: \$10.72

Inception Date: September 25, 2006

Value of \$10,000 since inception: \$11,876

Management Fee: 1.75% MER: 2.06%

Portfolio Asset Mix (% of Net Assets)



80.55% Fixed Income
10.22% Global Equity
9.23% Canadian Equity

Third-Party funds (%)

Beutel Goodman Income Fund	22.70
TD Canadian Bond Fund	22.69
TD Short Term Bond Fund	19.70
RBC Global High Yield Bond Fund	10.23
Capital International - Global Equity Fund	10.22
Dynamic Value Fund of Canada	9.23
TD Real Return Bond Fund	5.23

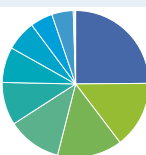
Annual Returns (%)

	YTD	2011	2010	2009	2008	2007	2006
Portfolio	1.54	1.54	5.95	11.49	-3.03	-0.05	3.46

Annual Compound Returns (%)

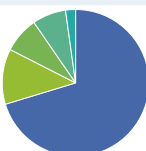
Underlying Funds	1 month	3 months	6 months	1 year	3 years	5 years	10 years	Since Inception	Inception Date
Fixed Income									
TD Short Term Bond	0.54	0.45	2.16	3.47	3.92	4.17	3.99	5.66	1/1/1989
TD Canadian Bond	1.61	1.82	6.22	8.40	8.13	5.70	6.12	7.82	6/1/1988
Beutel Goodman Income	1.43	1.70	5.51	7.15	7.15	6.44	6.33	7.66	12/1/1990
TD Real Return Bond	3.21	6.54	11.34	15.30	12.44	7.21	8.00	7.78	11/1/1994
RBC Global High Yield Bond	1.94	5.00	3.23	6.42	14.69	6.96	7.60	7.65	11/1/2001
Canadian Equity									
Dynamic Value fund of Canac	-3.85	3.02	-17.29	-22.20	8.48	-0.84	7.49	10.92	7/1/1957
Global Equity									
Capital International-Global E	-1.23	3.68	-8.27	-5.11	6.15	-3.58	—	3.65	11/1/2002
Portfolio	0.52	2.22	0.66	1.54	6.25	3.06	—	3.32	

Sector Allocation



24.20% Basic Materials
14.40% Financial Services
13.90% Energy
11.60% Consumer Cyclical
9.20% Technology
7.60% Industrials
6.50% Healthcare
4.80% Communication Services
4.60% Consumer Defensive
0.30% Real Estate
0.20% Utilities

Geographic Allocation



70.30% Canada
12.20% USA
7.90% Other Regions
7.40% Cash
2.20% Euro Zone

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Disclosure

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The indicated rates of returns are based on the historical annual compounded total returns including changes in securities value and reinvestment of all distributions. They do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns.

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The overall Star Rating for a fund is a weighted combination of its three, five, and ten year ratings. If a fund has less than three years' performance history, it is based on its three-year rating. If it has at least three but less than five years' history, its overall rating is equal to its three-year rating. If it has at least five but less than ten years' history, its overall rating is equal to 50% three-year rating and 50% five-year rating. If it has at least ten years' history, its overall rating is equal to 50% ten-year rating, 30% five-year rating and 20% three-year rating. Morningstar Risk-Adjusted Ratings are recalculated monthly.

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