

Meritage Conservative Income Portfolio

Category: Canadian Fixed Income Balanced

HHHHH†

Morningstar Rating™

Portfolio Facts

The Portfolio's investment objectives are to achieve current income and some capital appreciation over medium-term by investing primarily in a diverse mix of fixed income and equity mutual funds. The Portfolio from time to time make direct investments in Canadian and foreign equity and fixed income securities.

INVESTMENT HORIZON

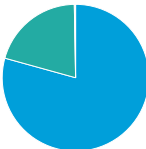
SHORT LONG

FUND VOLATILITY

LOW HIGH

Minimum Initial Investment:	\$5,000
Subsequent Investment:	\$50
Systematic Investment:	\$25
Distribution Frequency:	Monthly
Assets Under Management (\$M):	\$247.8
Price per Unit:	\$9.42
Inception Date:	September 25, 2006
Value of \$10,000 since inception:	\$12,463
Management Fee: 1.73%	MER: 2.03%

Portfolio Asset Mix (% of Net Assets)



79.30% Fixed Income
20.42% Canadian Equity
0.28% Cash & Other Assets

Third-Party funds (%)

TD Canadian Bond Fund	22.30
Beutel Goodman Income Fund	22.29
TD Short Term Bond Fund	19.53
Dynamic Equity Income Fund	10.41
RBC Global High Yield Bond Fund	10.04
TD Real Return Bond Fund	5.13
RBC Canadian Dividend Fund	5.01
CI Signature Dividend Fund	5.01
Cash & Other Assets	0.28

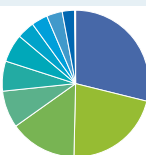
Annual Returns (%)

	YTD	2011	2010	2009	2008	2007	2006
Portfolio	5.37	5.37	7.24	13.58	-4.88	1.40	2.77

Annual Compound Returns (%)

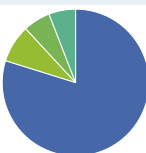
Underlying Funds	1 month	3 months	6 months	1 year	3 years	5 years	10 years	Since Inception	Inception Date
Fixed Income									
TD Short Term Bond	0.54	0.45	2.16	3.47	3.92	4.17	3.99	5.66	1/1/1989
TD Canadian Bond	1.61	1.82	6.22	8.40	8.13	5.70	6.12	7.82	6/1/1988
Beutel Goodman Income	1.43	1.70	5.51	7.15	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 Equity Income	2.01	7.31	2.56	9.62	20.41	7.17	12.46	12.88	6/1/2001
CI Signature Dividend	1.39	4.26	-4.37	-0.86	12.76	0.93	4.59	6.07	11/1/1996
RBC Canadian Dividend	0.89	4.25	-5.96	-2.48	11.57	0.86	7.28	10.82	1/1/1993
Portfolio	1.49	2.80	3.10	5.37	8.67	4.36	—	4.27	

Sector Allocation



27.50% Energy
20.50% Financial Services
14.10% Real Estate
7.80% Communication Services
6.30% Utilities
5.90% Industrials
3.70% Consumer Cyclical
3.40% Consumer Defensive
3.30% Basic Materials
2.60% Healthcare
0.20% Technology

Geographic Allocation



79.90% Canada
8.30% Cash
6.00% Other Regions
5.90% USA

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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 given a 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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