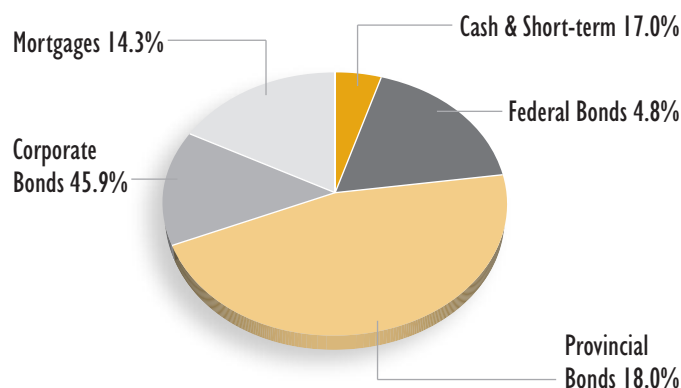


# CUMIS Short-Term Bond & Mortgage Fund (PH&N)



## INVESTOR PROFILE

Suited to investors with a moderate tolerance for risk and a short-term investment time horizon.

## INVESTMENT OBJECTIVE

The fundamental investment objectives of the Fund are to provide relatively high yields and stability of capital by investing primarily in a well-diversified portfolio of short-term fixed income securities issued by Canadian governments and corporations, and first mortgages on property located in Canada.

## INVESTMENT STRATEGY

- PH&N invests in high-quality Canadian corporate bonds, government bonds and up to 40% of the Fund's net assets in conventional first mortgages and mortgages guaranteed under the National Housing Act (Canada). The average term to maturity of the portfolio is generally three years.
- If the Fund has more than 10% of its portfolio invested in mortgages, National Policy Statement No. 29 of the Canadian Securities Administrators will apply.
- The value of any one investment at month-end must not exceed 15% of the Fund's net assets at market value. This does not apply to government or government-guaranteed debt instruments.

## RATES OF RETURN

	Annual Returns to June 30 (%)										Annualized Returns to June 30, 2010 (%) <sup>†</sup>					
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	Qtr	YTD	1 yr	3 yr	5 yr	10 yr
Fund	7.4	8.1	7.9	3.8	6.6	0.8	4.3	5.9	7.5	5.5	1.5	2.3	5.5	6.3	4.8	5.7
Benchmark	7.5	8.0	7.8	3.7	6.5	0.1	4.0	6.5	8.0	4.3	1.7	2.2	4.3	6.3	4.6	5.6

<sup>†</sup> Annualized compound rates of return on periods over one year.

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## FUND FACTS

as at June 30, 2010

Fund size:	\$1.1 Million
Underlying fund size:	\$1,664.3 Million
Fund inception date:	January 1994
Underlying fund inception date:	December 1993
Number of holdings:	228
Volatility rating:	Low
Benchmark:	DEX ShortTerm Bond Index

## TOP TEN HOLDINGS

as at June 30, 2010

Province of Ontario 4.500% 08Mar2015	6.3%
Province of Ontario 5.000% 08Mar2014	6.2%
Canada Housing Trust No. 1 4.800% 15Jun2012	3.3%
CIBC 5.150% 06Jun2018	2.9%
Toronto-Dominion Bank 5.382% 01Nov2017	2.7%
The Bear Stearns Companies Inc. 4.350% 20Jul2012	2.3%
Province of Ontario 4.400% 08Mar2016	2.2%
Province of Ontario 3.250% 08Sep2014	2.1%
Bank of Montreal 5.200% 21Jun2017	2.0%
Morgan Stanley Group Inc. 4.500% 23Feb2012	1.9%
<b>Total Percentage of Fund</b>	<b>31.9%</b>