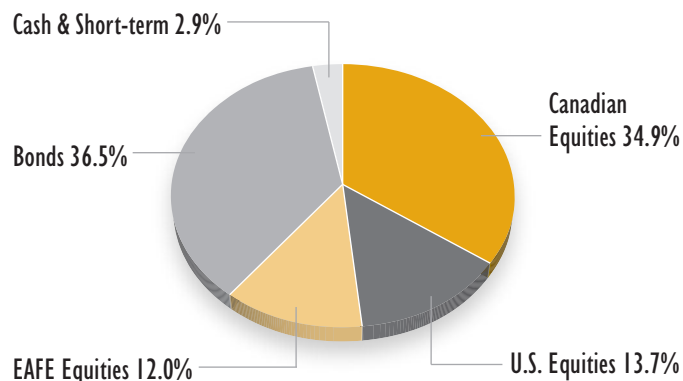


# CUMIS Balanced Fund (PH&N)



## INVESTOR PROFILE

Suited to investors seeking relatively steady current income and moderate growth over time of at least 5 years.

## INVESTMENT OBJECTIVE

The fundamental investment objectives of the Fund are to provide long-term capital growth and interest income by investing primarily in a well-diversified, balanced portfolio of Canadian common stocks, bonds and money market securities.

## INVESTMENT STRATEGY

The PH&N balanced approach follows a three-part investment philosophy:

- Investments in high-quality common stocks represent the best vehicle for creating wealth over the long term.
- Wealth preservation and income objectives are best met by balancing common stock and bond investments.
- The cyclical nature of markets requires the timely adjustment of the mix of common stock and bond investments.

PH&N's goal is to take advantage of market opportunities by anticipating the best performing asset class at each stage of the business cycle. Through increasing exposure to these classes the overall return of the portfolio can be enhanced.

## 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	-3.6	-3.7	2.7	15.6	10.5	5.5	15.4	-3.6	-8.7	7.3	-3.8	-2.1	7.3	-1.9	2.8	3.4
Benchmark	-10.2	-2.7	0.7	15.0	10.7	8.1	14.2	0.8	-11.5	7.0	-3.1	-1.5	7.0	-1.6	3.3	2.8

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

Published by the CUMIS Life Insurance Company. While every effort has been made to include accurate and up-to-date information, no warranty or guarantee is expressed or implied as to the accuracy, adequacy or completeness and the CUMIS Life Insurance Company assumes no responsibility for providing such information. All returns are based on the source fund history and exclude any contractually arranged fees that may be payable or credited. They do not include deductions for administration and investment management fees. Returns are based on past performance and are not necessarily indicative of future performance or guaranteed by the CUMIS Life Insurance Company.

## FUND FACTS

as at June 30, 2010

Fund size:	\$56.2 Million
Underlying fund size:	\$1,592.7 Million
Fund inception date:	January 1994
Underlying fund inception date:	July 2001
Number of holdings:	159
Volatility rating:	Medium
Benchmark:	S&P/TSX Capped Composite Index 35%
	MSCI World ex-Canada Index 25%
	DEX Universe Bond Index 35%
	DEX 30-day T-Bill Index 5%

## TOP TEN HOLDINGS

as at June 30, 2010

PH&N U.S. Equity Fund - Series O	13.9%
PH&N Overseas Equity Pension Trust - Series O	12.8%
Province of Ontario 7.600% 02Jun2027	5.1%
PH&N Small Float Fund - Series O	4.6%
Toronto-Dominion Bank	2.4%
Barrick Gold Corp.	2.3%
Canada Housing Trust 4.100% 15Dec2018	2.2%
CIBC	2.1%
Royal Bank of Canada	1.8%
Morgan Stanley Group Inc. 4.500% 23Feb2012	1.8%
<b>Total Percentage of Fund</b>	<b>49.0%</b>