

Semi-annual Financial Statements (Unaudited)

McLean Budden Balanced Growth Fund

June 30th, 2007

STATEMENTS OF NET ASSETS

As at June 30th, 2007 (unaudited) and December 31st, 2006 (audited)

	2007	2006
ASSETS		
Investments, at fair value	\$ 228,536,839	\$ 230,995,767
Cash	210,030	220,471
Subscriptions receivable	236,092	460,169
Accrued interest and dividends receivable	893,987	996,176
	<u>229,876,948</u>	<u>232,672,583</u>
LIABILITIES		
Distributions payable	1,286	2,972
Accrued expenses	74,843	74,145
Redemptions payable	276,240	266,741
	<u>352,369</u>	<u>343,858</u>
TOTAL NET ASSETS	\$ 229,524,579	\$ 232,328,725
UNITHOLDERS EQUITY		
Class A	\$ 97,096,941	\$ 95,479,905
Class B	121,859,138	127,853,707
Class C	10,568,500	8,995,113
	<u>\$ 229,524,579</u>	<u>\$ 232,328,725</u>
UNITS OUTSTANDING (Note D)		
Class A	4,331,967	4,325,316
Class B	5,669,746	6,037,638
Class C	496,511	428,855
	<u>10,498,224</u>	<u>10,791,809</u>
NET ASSET VALUE PER UNIT		
Class A	\$ 22.41	\$ 22.07
Class B	\$ 21.49	\$ 21.18
Class C	\$ 21.29	\$ 20.97
Investments, at average cost	\$ 196,786,593	\$ 156,425,996

STATEMENTS OF OPERATIONS

For the six months ended June 30th (unaudited)

	2007	2006
INCOME		
Interest	\$ 2,261,974	\$ 2,123,024
Dividends	490,852	473,042
	<u>2,752,826</u>	<u>2,596,066</u>
EXPENSES		
Management fees (Note C)	473,444	447,655
NET INVESTMENT INCOME (LOSS)	2,279,382	2,148,411
Net realized gain (loss) on sale of investments*	5,742,244	2,246,393
Transaction costs	(18,658)	—
Net change in unrealized appreciation (depreciation) of investments and foreign currency	(1,878,509)	(3,541,799)
Distributions from underlying fund holdings	—	—
NET GAIN (LOSS) ON INVESTMENTS	3,845,077	(1,295,406)
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	\$ 6,124,459	\$ 853,005
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS PER CLASS		
Class A	2,373,813	210,623
Class B	3,489,707	598,549
Class C	260,939	43,833
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS PER UNIT (Note E)		
Class A	\$ 0.55	\$ 0.05
Class B	\$ 0.60	\$ 0.09
Class C	\$ 0.56	\$ 0.10
*NET REALIZED GAIN (LOSS) ON SALE OF INVESTMENTS		
Cost of investments held at beginning of period [^]	\$ 185,956,191	\$ 194,335,290
Cost of investments purchased during the period [^]	59,776,219	48,212,126
	<u>245,732,410</u>	<u>242,547,416</u>
Investments at cost at end of the period [^]	184,310,333	191,559,650
Cost of investments sold during the period [^]	61,422,077	50,987,766
Proceeds from sale of investments [^]	67,164,321	53,234,159
NET REALIZED GAIN (LOSS) ON SALE OF INVESTMENTS	\$ 5,742,244	\$ 2,246,393

[^] Excludes short-term investments.

On behalf of the Manager, McLean Budden Limited.



Roger Beauchemin,
Director



Mary Hallward,
Director

STATEMENTS OF CHANGES IN NET ASSETS

For the six months ended June 30th (unaudited)

	Class A		Class B	
	2007	2006	2007	2006
NET ASSETS, BEGINNING OF PERIOD	\$ 95,441,501	\$ 90,176,764	\$ 127,802,421	\$ 125,606,772
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	2,373,813	210,623	3,489,707	598,549
CAPITAL TRANSACTIONS				
Proceeds from issue of units	6,357,795	3,763,727	7,696,586	9,468,087
Distributions reinvested	847,221	735,993	1,489,081	1,434,878
Redemption of units	(7,060,845)	(6,976,903)	(17,130,713)	(14,860,539)
	144,171	(2,477,183)	(7,945,046)	(3,957,574)
DISTRIBUTIONS TO UNITHOLDERS (Note 3)				
Investment income	(862,544)	(756,504)	(1,487,944)	(1,434,733)
Realized gains	—	—	—	—
	(862,544)	(756,504)	(1,487,944)	(1,434,733)
NET ASSETS, END OF PERIOD	\$ 97,096,941	\$ 87,153,700	\$ 121,859,138	\$ 120,813,014

	Class C		Total	
	2007	2006	2007	2006
NET ASSETS, BEGINNING OF PERIOD	\$ 8,991,496	\$ 7,782,193	\$ 232,235,418	\$ 223,565,729
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	260,939	43,833	6,124,459	853,005
CAPITAL TRANSACTIONS				
Proceeds from issue of units	1,427,794	593,445	15,482,175	13,825,259
Distributions reinvested	132,499	101,442	2,468,801	2,272,313
Redemption of units	(111,729)	(395,735)	(24,303,287)	(22,233,177)
	1,448,564	299,152	(6,352,311)	(6,135,605)
DISTRIBUTIONS TO UNITHOLDERS (Note 3)				
Investment income	(132,499)	(101,442)	(2,482,987)	(2,292,679)
Realized gains	—	—	—	—
	(132,499)	(101,442)	(2,482,987)	(2,292,679)
NET ASSETS, END OF PERIOD	\$ 10,568,500	\$ 8,023,736	\$ 229,524,579	\$ 215,990,450

McLean Budden *Balanced Growth Mutual Fund*

STATEMENTS OF INVESTMENT PORTFOLIO

as at June 30th, 2007 (unaudited)

Par Value \$	Security	Issue	Total Cost	Fair Value
INVESTMENTS OF MCLEAN BUDDEN BALANCED GROWTH FUND				
SHORT-TERM INVESTMENTS (2007 – 5.50%; 2006 – 4.02%)				
TREASURY BILLS				
350,000	Canadian Treasury Bills	4.140% October 4, 2007	\$341,152	\$345,927
1,100,000	Canadian Treasury Bills	4.282% November 15, 2007	1,077,586	1,081,344
600,000	Canadian Treasury Bills	4.234% December 27, 2007	578,346	586,654
1,000,000	Canadian Treasury Bills	4.200% March 20, 2008	960,540	967,365
1,000,000	Canadian Treasury Bills	4.302% April 17, 2008	960,090	963,851
700,000	Canadian Treasury Bills	4.420% May 15, 2008	671,538	672,285
1,200,000	Canadian Treasury Bills	4.721% June 12, 2008	1,147,556	1,148,286
			<u>5,736,808</u>	<u>5,765,712</u>
DISCOUNT COMMERCIAL PAPER				
1,600,000	Bank of Nova Scotia	4.335% July 16, 2007	1,593,376	1,596,672
750,000	Canadian Imperial Bank of Commerce	4.359% August 21, 2007	741,938	745,095
1,350,000	GE Capital Canada	4.408% September 6, 2007	1,334,367	1,338,788
2,150,000	HSBC Bank of Canada	4.311% July 3, 2007	2,126,888	2,148,983
950,000	VW Credit Canada	4.372% July 9, 2007	942,885	948,832
			<u>6,739,454</u>	<u>6,778,370</u>
TOTAL SHORT-TERM INVESTMENTS			12,476,262	12,544,082
BONDS (2007 – 36.90%; 2006 – 37.60%)				
FEDERAL GOVERNMENT BONDS				
CANADA				
2,595,000	Government of Canada	4.250% September 1, 2008	2,600,051	2,584,337
1,345,000	Government of Canada	4.250% September 1, 2009	1,369,664	1,335,025
2,560,000	Government of Canada	4.000% September 1, 2010	2,552,446	2,516,123
1,785,000	Government of Canada	5.250% June 1, 2012	1,830,428	1,838,881
4,690,000	Government of Canada	4.500% June 1, 2015	4,656,361	4,672,866
1,785,000	Government of Canada	8.000% June 1, 2023	2,403,945	2,475,801
2,550,000	Government of Canada	8.000% June 1, 2027	3,540,092	3,697,006
1,820,000	Government of Canada	5.750% June 1, 2029	2,168,829	2,129,004
1,265,000	Government of Canada	5.750% June 1, 2033	1,563,449	1,508,766
2,845,000	Government of Canada	5.000% June 1, 2037	3,230,575	3,101,478
265,000	United States Treasury	4.875% October 31, 2008	291,213	281,497
620,000	United States Treasury	4.250% November 15, 2014	674,225	629,331
2,760,000	United States Treasury	5.250% February 15, 2029	3,064,056	2,957,971
			<u>29,945,334</u>	<u>29,728,086</u>
GOVERNMENT GUARANTEED				
2,550,000	Canada Housing Trust	4.800% June 15, 2012	2,549,363	2,562,203
SUPRANATIONAL				
915,000	European Investments Bank (US Pay)	4.625% May 15, 2014	1,105,752	934,652
475,000	International Bank for Reconstruction & Development (US PAY)	4.750% February 15, 2035	519,590	444,402
			<u>1,625,342</u>	<u>1,379,054</u>
TOTAL FEDERAL GOVERNMENT BONDS			34,120,039	33,669,343
PROVINCIAL BONDS				
ONTARIO				
1,585,000	Province of Ontario	4.400% December 2, 2011	1,593,706	1,564,490
5,300,000	Province of Ontario	5.000% March 8, 2014	5,365,879	5,367,149
305,000	Province of Ontario	4.300% March 8, 2017	290,772	292,650
1,550,000	Province of Ontario	6.500% March 8, 2029	1,717,788	1,868,329
1,585,000	Province of Ontario	5.600% June 2, 2035	1,797,029	1,743,845
1,090,000	Province of Ontario	4.700% June 2, 2037	1,044,907	1,050,207
			<u>11,810,081</u>	<u>11,886,670</u>

Par Value \$	Security	Issue	Total Cost	Fair Value
QUEBEC				
3,030,000	Province of Quebec	5.500% December 1, 2014	\$3,245,782	\$3,153,106
750,000	Province of Quebec	6.000% October 1, 2029	793,973	845,512
700,000	Province of Quebec (US Pay)	4.600% May 26, 2015	799,655	701,472
			<u>4,839,410</u>	<u>4,700,090</u>
BRITISH COLUMBIA				
1,210,000	Province of British Columbia	6.375% August 23, 2010	1,353,026	1,267,408
920,000	Province of British Columbia	6.350% June 18, 2031	1,012,828	1,106,025
			<u>2,365,854</u>	<u>2,373,433</u>
MANITOBA				
1,075,000	Province of Manitoba	5.850% January 25, 2011	1,110,779	1,113,886
370,000	Province of Manitoba	4.300% March 1, 2016	368,590	357,051
			<u>1,479,369</u>	<u>1,470,937</u>
TOTAL PROVINCIAL BONDS			20,494,714	20,431,130
MUNICIPAL BONDS				
ONTARIO				
535,000	55 School Board Trust	5.900% June 2, 2033	563,713	598,911
TOTAL MUNICIPAL BONDS			563,713	598,911
CORPORATE BONDS				
INDUSTRIALS				
440,000	Loblaw Companies Ltd.	6.500% January 19, 2011	469,749	459,160
355,000	Loblaw Companies Ltd.	5.900% January 18, 2036	355,407	327,479
870,000	Thomson Corporation, The	5.200% December 1, 2014	927,142	864,159
			<u>1,752,298</u>	<u>1,650,798</u>
UTILITIES				
106,050	Alliance Pipeline	5.546% December 31, 2023	106,050	108,629
210,000	Bell Canada	10.000% June 15, 2014	261,624	259,012
170,000	Consumers Gas Limited	6.650% November 3, 2027	166,821	196,694
450,000	CU Inc.	6.145% November 22, 2017	513,212	484,575
140,000	CU Inc.	5.896% November 20, 2034	140,000	149,222
420,000	Enbridge Gas Inc.	5.210% February 25, 2036	419,429	401,312
215,000	Enbridge Pipelines Inc.	4.460% December 17, 2012	214,974	210,260
365,000	Gaz Metropolitan	6.950% November 2, 2009	376,594	380,160
155,000	Gaz Metropolitan	7.050% October 30, 2030	154,749	187,490
200,000	Hydro One Inc.	6.930% June 1, 2032	230,531	242,863
490,000	TransCanada Pipeline	5.100% January 11, 2017	491,112	482,817
400,000	UE Waterheater Operating Trust	4.145% January 30, 2009	398,590	395,699
			<u>3,651,763</u>	<u>3,821,562</u>
FINANCIALS				
840,000	Bank of America Corporation [†]	4.810% June 1, 2016	841,546	832,292
485,000	Bank of Montréal	4.690% January 31, 2011	488,268	481,095
845,000	Bank of Montréal	5.200% June 21, 2017	844,966	848,439
1,275,000	Bank of Nova Scotia	4.930% June 8, 2010	1,272,690	1,273,525
295,758	Bank of Nova Scotia	3.318% August 18, 2009	295,758	290,694
800,000	Bank of Nova Scotia	4.560% October 30, 2013	813,536	777,707
815,000	Bear Stearns Co Inc.	4.350% July 20, 2012	785,659	774,353
1,275,000	Canadian Imperial Bank of Commerce	4.950% September 2, 2010	1,291,983	1,275,375
1,275,000	Canadian Imperial Bank of Commerce [†]	3.750% September 9, 2015	1,240,771	1,228,704
585,000	Cards II Trust ABS	3.869% October 15, 2010	585,000	566,084
540,000	Citigroup Financial Canada [†]	4.650% June 21, 2011	539,860	535,993
435,000	Citigroup Inc.	5.365% March 6, 2036	435,000	412,709
510,000	Citigroup Inc.	5.160% May 24, 2027	509,684	486,123
425,000	DaimlerChrysler Canada	4.980% December 1, 2008	424,966	424,506
730,000	GE Capital Funding Canada	4.750% May 2, 2011	729,036	724,905

STATEMENTS OF INVESTMENT PORTFOLIO

as at June 30th, 2007 (unaudited) (continued)

Par Value \$/ No. of Shares	Security	Issue	Total Cost	Fair Value
CORPORATE BONDS				
FINANCIALS (continued)				
805,000	GE Capital Funding Canada	4.650% February 11, 2015	\$802,316	\$780,891
825,000	Genesis Trust ABS	4.245% September 15, 2011	825,000	802,256
655,000	Great West Life Company	5.691% June 21, 2017	655,000	656,761
915,000	Goldman Sachs Group, Inc.	5.200% April 19, 2022	913,161	874,484
345,000	Goldman Sachs Group, Inc.	4.800% June 1, 2011	344,703	339,915
595,000	HSBC Bank of Canada	3.500% September 2, 2008	594,845	586,061
390,000	HSBC Bank of Canada†	4.940% March 16, 2021	389,754	380,106
565,000	HSBC Finance	4.350% October 6, 2011	564,220	547,688
335,000	JP Morgan Chase & Company	5.058% February 22, 2021	335,000	325,022
455,000	Manulife Bank	4.190% December 9, 2010	454,249	445,778
825,000	Master Credit Card Trust	4.444% November 21, 2011	825,000	807,770
520,000	Merrill Lynch & Company	4.500% January 30, 2012	519,537	504,124
760,000	Merrill Lynch & Company	5.290% May 30, 2022	759,536	736,738
710,000	National Bank of Canada†	4.456% November 2, 2016	710,000	695,378
150,000	National Bank of Canada†	4.700% November 2, 2020	149,142	144,336
305,000	Power Financial Corporation	6.900% March 11, 2033	321,130	360,009
900,000	Toronto Dominion Bank†	4.317% January 18, 2016	900,000	880,070
285,000	Toronto Dominion Bank	4.779% December 14, 2016	285,000	270,658
225,000	VW Credit Canada	4.830% September 22, 2008	224,910	223,851
1,785,000	Wells Fargo Financial Canada	4.450% February 28, 2011	1,781,341	1,755,575
			<u>23,452,567</u>	<u>23,049,975</u>
REVENUE				
455,000	407 International	6.470% July 27, 2029	485,021	518,554
190,000	NAV Canada	4.428% February 24, 2011	190,000	187,112
			<u>675,021</u>	<u>705,666</u>
COMMERCIAL MORTGAGE BACKED SECURITIES				
330,000	Merrill Lynch Financial			
	Asset Inc.	4.471% November 12, 2035	268,667	266,494
295,000	Real Estate Liquidity Trust	4.274% March 12, 2037	267,408	261,543
270,000	Solar Trust	4.650% May 12, 2016	211,341	209,993
			<u>747,416</u>	<u>738,030</u>
TOTAL CORPORATE BONDS			30,100,988	29,643,202
TOTAL BONDS			85,279,454	84,342,586
EQUITIES (2007 – 57.60%; 2006 – 58.38%)				
CANADIAN EQUITIES (2007 – 29.52%; 2006 – 30.48%)				
ENERGY				
24,500	Addax Petroleum	Common	706,353	975,100
71,400	Cameco Corporation	Common	1,244,766	3,842,034
37,100	Canadian Natural			
	Resources Ltd.	Common	727,924	2,618,518
39,400	EnCana Corporation	Common	2,086,285	2,581,488
38,700	Petro-Canada	Common	1,215,703	2,185,389
29,100	Suncor Energy Inc.	Common	743,450	2,783,997
141,100	Talisman Energy Inc.	Common	984,269	2,903,838
13,700	Trican Well Service Ltd.	Common	303,175	297,153
			<u>8,011,925</u>	<u>18,187,517</u>
MATERIALS				
31,800	Agrium Inc.	Common	948,663	1,484,742
37,100	Alcan Inc.	Common	1,641,533	3,211,005
10,100	Inmet Mining Corporation	Common	523,749	831,735
40,600	Teck Cominco Ltd.	Class B Sub Vtg	1,422,323	1,828,624
			<u>4,536,268</u>	<u>7,356,106</u>
INDUSTRIALS				
191,000	Bombardier Inc.	Class B Sub Vtg	990,034	1,216,670
59,900	Canadian National Railway Co.	Common	2,054,034	3,246,580

Number of Shares	Security	Issue	Total Cost	Fair Value
24,200	Finning International Inc.	Common	\$376,734	\$728,178
			<u>3,420,802</u>	<u>5,191,428</u>
CONSUMER DISCRETIONARY				
20,800	Linamar Corporation	Common	258,548	401,648
24,900	Magna International Inc.	Class A Sub Vtg	1,797,719	2,408,826
57,100	RONA Inc.	Common	1,305,701	1,267,620
29,000	Thomson Corporation, The	Common	1,316,927	1,261,500
			<u>4,678,895</u>	<u>5,339,594</u>
CONSUMER STAPLES				
17,300	George Weston Ltd.	Common	1,809,342	1,379,156
40,600	Shoppers Drug Mart	Common	1,061,595	2,000,768
			<u>2,870,937</u>	<u>3,379,924</u>
FINANCIALS				
32,900	Bank of Montréal	Common	2,186,980	2,250,360
48,200	Bank of Nova Scotia	Common	1,217,669	2,500,616
21,600	Brookfield Asset Management	Class A Ltd Vtg	787,578	917,784
23,000	Canadian Imperial Bank			
	of Commerce	Common	1,139,725	2,202,480
30,100	IGM Financial Inc.	Common	907,230	1,558,277
76,400	Manulife Financial Corporation	Common	1,759,178	3,038,427
44,700	Royal Bank of Canada	Common	1,548,654	2,530,914
46,900	Toronto Dominion Bank	Common	1,863,861	3,417,134
13,500	TSX Group Inc.	Common	542,020	562,950
			<u>11,952,895</u>	<u>18,978,942</u>
INFORMATION TECHNOLOGY				
31,400	Cognos Incorporated	Common	1,221,706	1,324,138
22,467	Nortel Networks Corporation	Common	1,231,695	576,953
20,400	Research In Motion Ltd.	Common	1,872,839	4,350,911
			<u>4,326,240</u>	<u>6,252,002</u>
TELECOMMUNICATION SERVICES				
61,600	Rogers Communications Inc.	Class B Non Vtg	916,770	2,784,320
TOTAL CANADIAN EQUITIES			40,714,732	67,469,833
FOREIGN EQUITIES				
MUTUAL FUNDS (2007 – 28.08%; 2006 – 27.90%)				
461,546	McLean Budden American Equity Fund Class A		17,420,778	17,964,963
1,936,088	McLean Budden International Equity Fund Class A		19,952,656	23,453,968
2,365,024	McLean Budden Global Equity Fund Class A		20,956,706	22,761,407
TOTAL MUTUAL FUNDS			58,330,140	64,180,338
TOTAL EQUITIES			99,044,872	131,650,171
ADJUSTMENTS FOR TRANSACTION COSTS			(13,995)	–
TOTAL INVESTMENTS			\$196,786,593	\$228,536,839

† Fixed/Floating

McLean Budden Balanced Growth Mutual Fund

Fund Specific Notes to the Financial Statements

*For the six months ended June 30th, 2007 and 2006 (unaudited)
(These notes should be read along with the Generic Notes to the Financial Statements)*

A. ORGANIZATION

This McLean Budden Fund was established under the laws of the Province of Ontario by trust agreements between McLean Budden Limited ("MBL"), as Manager, and RBC Dexia Investor Services Trust, as Trustee, dated as follows:

	Class A	Class B	Class C
McLean Budden Balanced Growth Fund ("Balanced Growth Fund")	July 15, 1988	April 1, 2000	April 1, 2004

The Fund is authorized to issue an unlimited number of Class A, B and C units which rank equally in all respects on a pro-rata basis in the net assets of the Fund.

The unaudited information provided in these financial statements is for the 6 months ended June 30, 2007. Data for funds established during 2007 is presented from the date of inception.

B. INCOME TAXES

The Fund is considered a mutual fund trust and distributes all of its net income and net-realized capital gains in order not to be subject to income taxes, other than foreign withholding taxes, if applicable.

C. MANAGEMENT FEES AND OPERATING EXPENSES

The Fund is responsible for its management fee, the cost of investments and related brokerage fees and for any borrowing costs, bank charges, taxes and administrative expenses. Effective July 1, 1998, the Manager has assumed responsibility for payment of all administrative expenses of the Fund. These expenses include the cost of complying with regulatory requirements, the fees or expenses charged to the Manager for calculation of net asset value, the fees of the Trustee, custodian, auditors and legal counsel and other administrative costs arising in the ordinary course of the operation of the Fund. The Manager will continue to assume responsibility for the payment of the administrative expenses until unitholders receive at least 60 days written notice of a change.

For its services as Manager, MBL is entitled to an annual management fee for Class A units not exceeding 2.00%, excluding taxes, of the average net asset value of the Fund in the year. For 2007 and 2006, the actual fee was 0.95%.

A management fee of 0.25%, excluding taxes, is payable by each Class B unitholder in the Fund. In addition, holders of Class B units or an intermediary pay a management fee of up to a maximum of 1.50% directly to the Manager.

A management fee of 0.05%, excluding taxes, is payable by each Class C unitholder in the Fund. In addition, holders of Class C units or an intermediary pay a management fee of up to a maximum of 1.50% payable directly to the Manager.

Where a portion of the Fund's assets are invested in underlying mutual funds, the Fund indirectly pays its share of the management fees of the underlying funds. In computing the management fees, the management fee payable by the Fund which holds units of another MB fund is reduced to reflect any management fee payable by the other fund in order to avoid any duplication of management fees. The management fees are the only compensation to which the Manager is entitled in respect of the Funds.

D. UNITHOLDERS' EQUITY

The Fund is authorized to issue an unlimited number of Class A, Class B and Class C units. Investors of each Class of units of the Fund are entitled to participate in the distribution of net income and net realized capital gains on a proportionate basis. Units are redeemable by the unitholder and entitle the holder to one vote for each whole unit held at a meeting of all unitholders of the Fund, except meetings of unitholders of a Class at which only unitholders of that Class are entitled to vote.

Units of the Fund are issued and redeemed at the then current Transactional NAV per unit at the option of the unitholder.

D. UNITHOLDERS' EQUITY (continued)

Unit transactions for Class A, Class B and Class C units for the period ended June 30 were as follows:

Fund	Units Outstanding Beginning of Period	Issued	Distributions Reinvested	Redemptions	Units Outstanding End of Period
Balanced Growth Fund					
Class A 2007	4,325,316	283,921	37,920	(315,190)	4,331,967
Class A 2006	4,511,816	184,125	36,303	(341,993)	4,390,251
Class B 2007	6,037,638	357,628	69,517	(795,037)	5,669,746
Class B 2006	6,550,898	482,339	73,745	(760,371)	6,346,611
Class C 2007	428,855	66,687	6,245	(5,276)	496,511
Class C 2006	409,756	30,580	5,265	(19,999)	425,602

E. INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS PER UNIT

Increase (decrease) in Net Assets from Operations per Unit in the Statement of Operations represents the net increase (decrease) in net assets from operations for the period divided by the average units outstanding during the period. The average number of units outstanding during the period was:

	June 2007	June 2006
Class A	4,346,421	4,405,170
Class B	5,839,501	6,375,329
Class C	468,397	419,265

F. BROKERAGE FEES

Commissions paid to dealers in connection with the purchase and sale of securities during the period were allocated by management to the Fund for 2007 at \$18,658 (2006 - \$18,442).

G. SOFT DOLLARS

Soft dollars are a way for investment managers to pay through trading commissions for research related products and services that support the investment decision making process.

Effective January 1, 2007, the Manager does not earn or accumulate soft dollars so the Fund accumulated soft dollar credits of \$nil (2006 - \$2,016).

H. CONSOLIDATION OF VARIABLE INTEREST ENTITIES

Revisions to CICA Accounting Guidelines 15 (Consolidation of Variable Interest Entities) and 18 (Investment Companies) change the acceptable accounting policy for Funds that hold, individually or collectively, greater than a 50% interest of at least one underlying Fund during the period. For the period January 1, 2006 to December 31, 2006, in accordance with Accounting Guideline 15, this Fund was deemed to be the primary beneficiary of at least one underlying Fund in which the Funds invested during the period so its financial statements reflected the consolidated net assets and results of operations of the respective underlying Fund(s). Effective January 1, 2007, the Funds changed their accounting policy to no longer consolidate the underlying Funds and to value all investments in other funds at current value. This change has been applied retroactively with restatement of prior periods' comparative financial information to conform to current period's presentation.