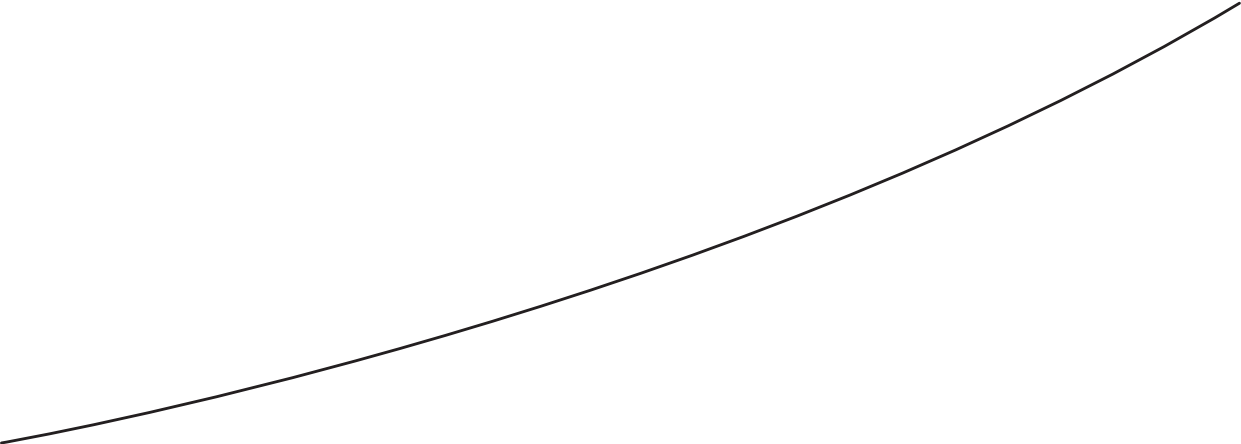


# Annual Report 2010

Financial Statements  
*Audited*

McLean Budden  
Global Equity Fund



# McLean Budden Mutual Funds

## Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by McLean Budden Limited as Manager on behalf of McLean Budden Mutual Funds. McLean Budden Limited is responsible for the information contained within these financial statements.

The Manager maintains suitable processes to ensure that timely, relevant, and reliable financial information is produced. The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and they include certain amounts that are based on estimates and judgments. The significant accounting policies which management believes are appropriate for the Funds are described in Note 2 of the Generic Notes to the Financial Statements. The Board of Directors of McLean Budden Limited is responsible for reviewing and approving the financial statements and overseeing management's financial reporting responsibilities.

Deloitte & Touche LLP are the external auditors of the Funds. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to unitholders their opinion on the financial statements.



Roger J. Beauchemin, CFA  
President & Chief Executive Officer  
McLean Budden Limited  
February 18, 2011

## Independent Auditor's Report

To the Unitholders of:

McLean Budden Balanced Growth Fund  
McLean Budden Balanced Value Fund  
McLean Budden Canadian Equity Growth Fund  
McLean Budden Canadian Equity Fund  
McLean Budden Canadian Equity Value Fund  
(collectively referred to as the "Funds")

McLean Budden American Equity Fund  
McLean Budden Global Equity Fund  
McLean Budden High Income Equity Fund  
McLean Budden International Equity Fund  
McLean Budden Fixed Income Fund

McLean Budden Money Market Fund  
McLean Budden LifePlan® 2020 Fund  
McLean Budden LifePlan® 2030 Fund  
McLean Budden LifePlan® Retirement Fund

We have audited the accompanying financial statements of the Funds, which comprise the statement of investment portfolio as at December 31, 2010, the statements of net assets as at December 31, 2010 and 2009, and the statements of operations and changes in net assets for the years then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2010 and 2009, and the results of their operations and the changes in their net assets for the years then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants  
Licensed Public Accountants  
February 18, 2011  
Toronto, Ontario



McLEAN BUDDEN  
LOOK FORWARD®

## McLean Budden Global Equity Fund

for the year ended December 31<sup>st</sup>, 2010

### Statements of Net Assets

As at December 31<sup>st</sup> (in U.S. \$)

	2010	2009
<b>Assets</b>		
Investments, at fair value	\$ 95,951,708	\$ 60,725,913
Cash	363,018	1,174,449
Subscriptions receivable	556	4,189
Accrued interest and dividends receivable	199,905	157,322
	<u>96,515,187</u>	<u>62,061,873</u>
<b>Liabilities</b>		
Distributions payable	205	431
Accrued expenses	13,131	12,298
Due to broker	20,708	—
	<u>34,044</u>	<u>12,729</u>
<b>Total net assets</b>	<u>96,481,143</u>	<u>62,049,144</u>
<b>Unitholders' equity</b>		
Class A <sup>††</sup>	\$ 213,265	\$ 39,982
Class B <sup>†††</sup>	—	1,540,533
Class C	13,540,400	10,954,063
Class D <sup>†</sup>	9,775,091	9,489,865
Class F	966,281	681,663
Class O	71,986,106	39,343,038
	<u>\$ 96,481,143</u>	<u>\$ 62,049,144</u>
<b>Units outstanding (Note C)</b>		
Class A <sup>††</sup>	29,499	5,839
Class B <sup>†††</sup>	—	222,011
Class C	1,824,556	1,572,135
Class D <sup>†</sup>	1,334,244	1,378,516
Class F	134,323	100,805
Class O	9,695,734	5,644,257
	<u>13,018,356</u>	<u>8,923,563</u>
<b>Net assets per unit</b>		
Class A <sup>††</sup> US \$	\$ 7.23	\$ 6.85
Class B <sup>†††</sup> US \$	\$ —	\$ 6.94
Class C US \$	\$ 7.42	\$ 6.97
Class D <sup>†</sup> US \$	\$ 7.33	\$ 6.88
Class F US \$	\$ 7.19	\$ 6.76
Class O US \$	\$ 7.42	\$ 6.97
Class A <sup>††</sup> CDN \$	\$ 7.18	\$ 7.18
Class B <sup>†††</sup> CDN \$	\$ —	\$ 7.27
Class C CDN \$	\$ 7.37	\$ 7.30
Class D <sup>†</sup> CDN \$	\$ 7.28	\$ 7.22
Class F CDN \$	\$ 7.15	\$ 7.09
Class O CDN \$	\$ 7.38	\$ 7.31
<b>Net asset value per unit</b>		
Class A <sup>††</sup> US \$	\$ 7.23	\$ 6.85
Class B <sup>†††</sup> US \$	\$ —	\$ 6.94
Class C US \$	\$ 7.42	\$ 6.97
Class D <sup>†</sup> US \$	\$ 7.33	\$ 6.89
Class F US \$	\$ 7.19	\$ 6.77
Class O US \$	\$ 7.43	\$ 6.97
Class A <sup>††</sup> CDN \$	\$ 7.18	\$ 7.18
Class B <sup>†††</sup> CDN \$	\$ —	\$ 7.28
Class C CDN \$	\$ 7.38	\$ 7.31
Class D <sup>†</sup> CDN \$	\$ 7.28	\$ 7.22
Class F CDN \$	\$ 7.15	\$ 7.09
Class O CDN \$	\$ 7.38	\$ 7.31
<b>Investments, at average cost</b>	<u>\$ 84,361,442</u>	<u>\$ 54,544,152</u>

† Prior to April 1, 2009, Class D was known as Class A.

†† Class AA was created on April 1, 2009, and renamed Class A on March 26, 2010.

††† The Class B series of this Fund was closed on January 5, 2010.

On behalf of the Manager, McLean Budden Limited.


Roger Beauchemin,  
Director

Alan Daxner,  
Director

### Statements of Operations

For the year ended December 31<sup>st</sup> (in U.S. \$)

	2010	2009
<b>Income</b>		
Interest	\$ 8,280	\$ 10,286
Dividends	1,705,263	1,451,730
	<u>1,713,543</u>	<u>1,462,016</u>
Less: Foreign withholding taxes	(214,115)	(170,575)
	<u>1,499,428</u>	<u>1,291,441</u>
<b>Expenses</b>		
Management fees	141,646	128,628
Independent review committee fees	6,370	3,076
	<u>148,016</u>	<u>131,704</u>
	<u>1,351,412</u>	<u>1,159,737</u>
<b>Net investment income (loss)</b>		
Net realized gain (loss) on sale of investments*	3,243,232	(6,478,098)
Transaction costs	(96,881)	(65,799)
Net change in unrealized appreciation (depreciation) of investments and foreign currency	5,418,918	20,459,595
	<u>8,565,269</u>	<u>13,915,698</u>
<b>Net gain (loss) on investments</b>		
<b>Increase (decrease) in net assets from operations</b>	<u>\$ 9,916,681</u>	<u>\$ 15,075,435</u>
<b>Increase (decrease) in net assets from operations per class</b>		
Class A <sup>††</sup>	\$ 14,752	\$ 2,266
Class B <sup>†††</sup>	\$ 28,777	\$ 392,113
Class C	\$ 986,833	\$ 2,241,283
Class D <sup>†</sup>	\$ 606,420	\$ 1,953,114
Class F	\$ 66,101	\$ 132,807
Class O	\$ 8,213,798	\$ 10,353,852
<b>Increase (decrease) in net assets from operations per unit (Note D)</b>		
Class A <sup>††</sup>	\$ 0.72	\$ 1.02
Class B <sup>†††</sup>	\$ 0.13	\$ 1.47
Class C	\$ 0.54	\$ 1.70
Class D <sup>†</sup>	\$ 0.45	\$ 1.28
Class F	\$ 0.51	\$ 1.44
Class O	\$ 1.03	\$ 1.81
<b>*Net realized gain (loss) on sale of investments</b>		
Cost of investments held at beginning of year <sup>^</sup>	\$ 54,544,152	\$ 62,365,783
Cost of investments purchased during the year <sup>^</sup>	50,230,971	22,595,797
	<u>104,775,123</u>	<u>84,961,580</u>
Investments at cost at end of the year <sup>^</sup>	82,212,216	54,544,152
Cost of investments sold during the year <sup>^</sup>	22,562,907	30,417,428
Proceeds from sale of investments <sup>^</sup>	25,806,139	23,939,330
<b>Net realized gain (loss) on sale of investments</b>	<u>\$ 3,243,232</u>	<u>\$ (6,478,098)</u>

<sup>^</sup> Excludes short-term investments.

Statements of Changes in Net Assets

For the year ended December 31st (in U.S. \$)

	Class A <sup>††</sup>		Class B <sup>†††</sup>		Class C	
	2010	2009	2010	2009	2010	2009
NET ASSETS, BEGINNING OF YEAR	\$ 39,982	\$ –	\$ 1,540,533	\$ 2,267,602	\$ 10,954,063	\$ 6,721,013
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	14,752	2,266	28,777	392,113	986,833	2,241,283
CAPITAL TRANSACTIONS						
Proceeds from issue of units	204,176	37,716	–	513,159	3,436,420	3,099,065
Distributions reinvested	672	652	–	27,256	192,559	211,235
Redemption of units	(45,645)	–	(1,569,310)	(1,632,341)	(1,830,865)	(1,099,484)
	159,203	38,368	(1,569,310)	(1,091,926)	1,798,114	2,210,816
DISTRIBUTIONS TO UNITHOLDERS (Note 5)						
Investment income	(672)	(652)	–	(27,256)	(198,610)	(219,049)
NET ASSETS, END OF YEAR	\$ 213,265	\$ 39,982	\$ –	\$ 1,540,533	\$ 13,540,400	\$ 10,954,063

	Class D <sup>†</sup>		Class F		Class O	
	2010	2009	2010	2009	2010	2009
NET ASSETS, BEGINNING OF YEAR	\$ 9,489,865	\$ 11,152,204	\$ 681,663	\$ 545,608	\$ 39,343,038	\$ 31,075,147
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	606,420	1,953,114	66,101	132,807	8,213,798	10,353,852
CAPITAL TRANSACTIONS						
Proceeds from issue of units	1,689,940	1,668,570	218,539	188,882	31,127,845	4,074,375
Distributions reinvested	23,956	71,269	5,815	8,834	1,091,147	806,094
Redemption of units	(2,009,096)	(5,281,103)	(22)	(185,634)	(6,698,569)	(6,165,798)
	(295,200)	(3,541,264)	224,332	12,082	25,520,423	(1,285,329)
DISTRIBUTIONS TO UNITHOLDERS (Note 5)						
Investment income	(25,994)	(74,189)	(5,815)	(8,834)	(1,091,153)	(800,632)
NET ASSETS, END OF YEAR	\$ 9,775,091	\$ 9,489,865	\$ 966,281	\$ 681,663	\$ 71,986,106	\$ 39,343,038

	Total	
	2010	2009
NET ASSETS, BEGINNING OF YEAR	\$ 62,049,144	\$ 51,761,574
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	9,916,681	15,075,435
CAPITAL TRANSACTIONS		
Proceeds from issue of units	36,676,920	9,581,767
Distributions reinvested	1,314,149	1,125,340
Redemption of units	(12,153,507)	(14,364,360)
	25,837,562	(3,657,253)
DISTRIBUTIONS TO UNITHOLDERS (Note 5)		
Investment income	(1,322,244)	(1,130,612)
NET ASSETS, END OF YEAR	\$ 96,481,143	\$ 62,049,144

<sup>†</sup> Prior to April 1, 2009, Class D was known as Class A.

<sup>††</sup> Class AA was created on April 1, 2009, and renamed Class A on March 26, 2010.

<sup>†††</sup> The Class B series of this Fund was closed on January 5, 2010.

Statements of Investment Portfolio

As at December 31<sup>st</sup>, 2010 (in U.S. \$)

Par Value \$/ Security No. of Shares	Issue	Total Cost	Fair Value
<b>SHORT-TERM INVESTMENTS (2010 - 2.24%; 2009 - 0.00%)</b>			
<b>Treasury Bills</b>			
100,000	Government of Canada (US Pay) 0.151% January 4, 2011	99,966	99,999
<b>Provincial Guaranteed</b>			
1,200,000	Province of Ontario 0.189% January 26, 2011	1,199,616	1,199,930
450,000	Province of Quebec 0.189% February 1, 2011	449,852	449,968
400,000	Province of Quebec 0.220% March 2, 2011	399,792	399,917
		<u>2,049,260</u>	<u>2,049,815</u>
<b>TOTAL SHORT-TERM INVESTMENTS</b>		<b>2,149,226</b>	<b>2,149,814</b>
<b>EQUITIES (2010 - 97.76%; 2009 - 100%)</b>			
<b>U.S. EQUITIES (2010 - 51.18%; 2009 - 50.88%)</b>			
<b>Utilities</b>			
15,000	Exelon Corporation Common	831,739	624,600
<b>Health Care</b>			
13,000	Amgen Inc. Common	708,332	713,700
9,000	Becton, Dickinson and Company Common	613,551	760,680
13,000	Johnson & Johnson Common	780,214	803,920
45,000	Merck & Co., Inc. Common	1,678,328	1,621,800
95,000	Pfizer Inc. Common	1,702,752	1,663,450
20,000	UnitedHealth Group Inc. Common	630,514	722,200
		<u>6,113,691</u>	<u>6,285,750</u>
<b>Financials</b>			
26,000	ACE Limited Common	1,228,033	1,618,240
115,000	Bank of America Corporation Common	1,723,268	1,534,100
8,000	Goldman Sachs Group, Inc. Common	1,172,989	1,345,200
42,000	JPMorgan Chase & Company Common	1,544,587	1,781,220
35,000	Wells Fargo & Company Common	975,175	1,084,650
		<u>6,644,052</u>	<u>7,363,410</u>
<b>Consumer Staples</b>			
10,000	Colgate-Palmolive Company Common	663,661	803,700
13,000	CVS Caremark Corporation Common	390,645	452,010
6,000	Estée Lauder Company Class A	245,549	484,200
20,000	PepsiCo Inc. Common	1,107,586	1,306,600
15,000	SYSCO Corporation Common	452,263	441,000
25,000	Wal-Mart Stores, Inc. Common	1,234,324	1,348,250
		<u>4,094,028</u>	<u>4,835,760</u>
<b>Consumer Discretionary</b>			
12,000	Coach, Inc. Common	398,463	663,720
13,000	General Motors Company Common	441,580	478,920
13,000	Kohl's Corporation Common	588,143	706,420
17,000	Viacom Inc. Class B	631,314	673,370
13,000	YUM! Brands, Inc. Common	472,788	637,650
		<u>2,532,288</u>	<u>3,160,080</u>
<b>Materials</b>			
25,000	International Paper Co. Common	634,894	681,000
10,000	Monsanto Company Common	662,232	696,400
6,000	Mosaic Company (The) Common	285,292	457,920
		<u>1,582,418</u>	<u>1,835,320</u>
<b>Information Technology</b>			
3,000	Apple Inc. Common	529,970	967,440
50,000	Applied Materials, Inc. Common	646,292	701,500
34,000	Cisco Systems Inc. Common	692,798	687,480
50,000	Corning Incorporated Common	920,240	966,000
25,000	eBay Inc. Common	400,630	695,250
29,000	Electronic Arts Inc. Common	663,699	475,310
2,000	Google Inc. Class A	898,822	1,187,300
43,000	Hewlett-Packard Company Common	1,671,321	1,810,300
70,000	Microsoft Corporation Common	1,807,486	1,953,700
19,000	QUALCOMM Inc. Common	703,478	939,740
		<u>8,934,736</u>	<u>10,384,020</u>
<b>Industrials</b>			
12,000	Avery Dennison Corporation Common	499,726	508,080
10,000	The Boeing Company Common	618,658	652,600

Number of Shares	Security	Issue	Total Cost	Fair Value
<b>U.S. EQUITIES (continued)</b>				
<b>Industrials (continued)</b>				
6,000	General Dynamics Corporation	Common	414,028	425,760
55,000	General Electric Company	Common	988,258	1,005,950
14,000	Honeywell International Inc.	Common	482,181	744,240
12,000	United Technologies Corporation	Common	599,551	944,640
			<u>3,602,402</u>	<u>4,281,270</u>
<b>Energy</b>				
10,000	Apache Corporation	Common	691,103	1,192,300
30,000	Exxon Mobil Corporation	Common	1,983,595	2,193,600
20,000	Schlumberger Ltd.	Common	965,843	1,670,000
38,000	Spectra Energy Corporation	Common	778,151	949,620
7,000	Transocean Ltd.	Common	371,662	486,220
30,000	Ultra Petroleum Corporation	Common	1,483,608	1,433,100
			<u>6,273,962</u>	<u>7,924,840</u>
<b>Telecommunication Services</b>				
48,000	AT&T Inc.	Common	1,344,115	1,410,240
28,000	Verizon Communications Inc.	Common	809,740	1,001,560
			<u>2,153,855</u>	<u>2,411,800</u>
<b>TOTAL U.S. EQUITIES</b>			<b>42,763,171</b>	<b>49,106,850</b>
<b>INTERNATIONAL EQUITIES (2010 - 46.58%; 2009 - 49.12%)</b>				
<b>Australia</b>				
<b>Materials</b>				
20,000	Newcrest Mining Limited	Ordinary	693,654	828,234
<b>Brazil</b>				
<b>Industrials</b>				
15,000	Embraer-Empresa Brasileira de Aeronautica SA	ADR (4 ORD)	410,955	441,000
<b>China</b>				
<b>Information Technology</b>				
650,000	Lenovo Group Limited	HKD 0.025	428,093	416,407
<b>France</b>				
<b>Consumer Staples</b>				
30,000	L'Oréal Company	ADR (0.2 ORD)	539,683	673,800
<b>Materials</b>				
36,000	Air Liquide	ADR (0.2 ORD)	575,475	919,800
<b>Telecommunication Services</b>				
39,000	France Telecom	SP ADR (1 ORD)	942,004	821,730
<b>Utilities</b>				
17,000	Électricité de France SA	EUR 0.5	890,308	699,924
			<u>2,947,470</u>	<u>3,115,254</u>
<b>Germany</b>				
<b>Consumer Discretionary</b>				
6,000	Bayer Motoren Werke AG	EUR 1	286,559	474,021
<b>Financials</b>				
12,000	Deutsche Boerse AG	NPV	926,940	837,767
<b>Health Care</b>				
9,000	Bayer AG	NPV (REGD)	529,924	663,581
<b>Industrials</b>				
8,000	Siemens AG	SP ADR	637,673	993,200
<b>Information Technology</b>				
18,000	SAP AG	SP ADR (1 ORD)	790,042	910,980
			<u>3,171,138</u>	<u>3,879,549</u>
<b>Indonesia</b>				
<b>Telecommunication Services</b>				
25,000	P.T. Telekomunikas Indonesia	ADR (40 SER B SHRS)	862,394	891,000
<b>Israel</b>				
<b>Health Care</b>				
18,000	Teva Pharmaceutical Industries Ltd.	ADR (1 ORD)	928,195	937,800

Statements of Investment Portfolio

As at December 31<sup>st</sup>, 2010 (in US\$)

Number of Shares	Security	Issue	Total Cost	Fair Value
<b>INTERNATIONAL EQUITIES (continued)</b>				
<b>Japan</b>				
<b>Financials</b>				
240,000	Mitsubishi UFJ Financial Group Inc.	NPV	1,692,619	1,299,057
<b>Industrials</b>				
11,000	East Japan Railway Company	NPV	732,401	716,109
5,000	Fanuc Ltd.	NPV	545,847	768,140
50,000	NGK Insulators, Ltd.	NPV	939,002	814,993
<b>Information Technology</b>				
18,000	Canon Inc.	ADR (1 ORD)	559,748	924,120
27,000	Hoya Corporation	NPV	707,438	656,482
3,000	Nintendo Co., Ltd.	NPV	852,822	879,970
<b>Materials</b>				
35,000	Hitachi Metals America, Ltd.	NPV	368,006	420,751
150,000	Toray Industries Inc.	NPV	817,589	896,985
<b>Telecommunication Services</b>				
20,000	Nippon Telegraph & Telephone Corporation	NPV	884,331	906,233
			<u>8,099,803</u>	<u>8,282,840</u>
<b>Mexico</b>				
<b>Consumer Staples</b>				
35,000	Wal-Mart De México	SP ADR (10 SHS)	514,279	1,000,300
<b>Netherlands</b>				
<b>Consumer Discretionary</b>				
35,000	Reed Elsevier NV	SP ADR 144A	918,308	866,950
<b>Materials</b>				
11,000	Akzo Nobel NV	EUR 2	592,224	685,978
			<u>1,510,532</u>	<u>1,552,928</u>
<b>Singapore</b>				
<b>Financials</b>				
300,000	CapitaLand Ltd.	SGD 1	658,836	868,819
<b>Spain</b>				
<b>Financials</b>				
125,000	Banco Santander SA	EUR 0.50 (REGD)	1,624,593	1,329,470
<b>Sweden</b>				
<b>Industrials</b>				
34,000	Volvo AB	SER'B'NPV (POST)	352,643	599,299
<b>Information Technology</b>				
40,000	Telefonaktiebolaget LM Ericsson	ADR (10 SER B SHRS)	419,209	461,200
			<u>771,852</u>	<u>1,060,499</u>
<b>Switzerland</b>				
<b>Consumer Staples</b>				
15,000	Nestlé SA	ADR (1 ORD)	459,384	882,300
<b>Health Care</b>				
30,000	Novartis AG	ADR (1 ORD CHF)	1,365,673	1,768,500
38,000	Roche Holdings Ltd.	NEW ADR (4 ORD)	1,312,289	1,392,700
<b>Financials</b>				
38,000	Credit Suisse Group AG	CHF 0.04 (REGD)	1,688,187	1,535,737
			<u>4,825,533</u>	<u>5,579,237</u>
<b>Taiwan</b>				
<b>Information Technology</b>				
60,000	Taiwan Semiconductor Manufacturing Company Ltd.	SP ADR (5 ORD)	589,624	751,800
<b>United Kingdom</b>				
<b>Consumer Discretionary</b>				
11,000	WPP plc	SP ADR (5 ORD)	362,059	680,460
<b>Consumer Staples</b>				
15,000	Diageo plc	SP ADR (4 ORD)	833,351	1,113,900
135,000	Tesco plc	Ordinary 5P	833,455	898,295

Number of Shares	Security	Issue	Total Cost	Fair Value
<b>INTERNATIONAL EQUITIES (continued)</b>				
<b>United Kingdom (continued)</b>				
<b>Energy</b>				
20,000	BG Group plc	ADR (5 ORD)	1,430,847	2,040,000
42,000	Tullow Oil plc	Ordinary 10P	648,683	829,203
<b>Financials</b>				
30,000	HSBC Holdings plc	SP ADR (5 ORD)	1,577,278	1,531,200
30,000	Standard Chartered plc	Ordinary USD 0.50	652,124	810,227
<b>Industrials</b>				
35,000	Experian Group Ltd.	Ordinary USD 0.10	340,134	437,288
<b>Materials</b>				
100,000	Rexam plc	Ordinary 64.28P	489,390	520,894
41,000	Rio Tinto plc	ADR (1 ORD)	2,709,706	2,938,878
<b>Telecommunication Services</b>				
56,000	Vodafone Group plc	ADR (10 ORD)	1,220,430	1,480,080
<b>Utilities</b>				
25,000	Scottish & Southern Energy	Ordinary 50P	414,946	479,482
			<u>11,512,403</u>	<u>13,759,907</u>
<b>TOTAL INTERNATIONAL EQUITIES</b>			<b>39,549,354</b>	<b>44,695,044</b>
<b>TOTAL EQUITIES</b>			<b>82,312,525</b>	<b>93,801,894</b>
<b>ADJUSTMENTS FOR TRANSACTION COSTS</b>			<b>(100,309)</b>	
<b>TOTAL INVESTMENTS</b>			<b>84,361,442</b>	<b>95,951,708</b>



## McLean Budden Global Equity Fund

### Fund Specific Notes to the Financial Statements

December 31, 2010 and 2009

(These notes should be read along with the Generic Notes to the Financial Statements)

#### A. Investment Objective

The Fund aims for long-term growth by investing in non-Canadian equity securities. Unitholder approval is required prior to a change of fundamental investment objectives.

#### B. Risk Management

The Fund's investment activities expose it to a variety of financial risks. The Manager seeks to minimize potential adverse effects of these risks on the Fund's performance by regularly monitoring the Fund's positions, market events and diversifying the investment portfolio within the constraints of the investment objective.

Significant risks that are relevant to the Fund are discussed below:

##### Credit Risk

As at December 31, the Fund invested in debt securities, such as short-term investments and bonds, with the following Standard and Poor's credit ratings:

Portfolio by rating category	As a % of Net Assets	
	December 31, 2010	December 31, 2009
AAA	0.1%	–
AA	2.1%	–
Total	2.2%	–

As at December 31, 2010 and 2009, none of these assets are impaired or past due and the percentages represent the maximum credit risk exposure.

##### Interest Rate Risk

As at December 31, 2010, approximately \$2,150,000 (2009: nil) was invested in debt securities with term to maturity of less than 1 year.

The Fund has minimal sensitivity to changes in interest rates since these debt securities are usually held to maturity and are short-term in nature. In practice, the actual trading results may differ and the difference could be material.

##### Currency Risk

As at December 31, the Fund had significant exposure to the following currencies:

	December 31, 2010		December 31, 2009	
	Currency Exposure (\$)	Percentage of Net Assets (%)	Currency Exposure (\$)	Percentage of Net Assets (%)
Japanese Yen	7,400,000	7.7	3,501,000	5.6
Euro	4,712,000	4.9	5,105,000	8.2
Pounds Sterling	3,990,000	4.1	2,356,000	3.8
Swiss Franc	1,556,000	1.6	891,000	1.4
Singapore Dollar	906,000	0.9	631,000	1.0
Australian Dollar	845,000	0.9	–	–
Hong Kong Dollar	602,000	0.6	438,000	0.7
Swedish Krona	423,000	0.4	–	–
Canadian Dollar	143,000	0.1	137,000	0.2
Total	20,577,000	21.2	13,059,000	20.9

The amounts in the table above are based on the fair value of the Fund's foreign denominated financial instruments. For the purposes of this section, American Depositary Receipts and American Depositary Shares are reflected as U.S. currency exposure.

As at December 31, 2010, if the U.S. dollar had strengthened or weakened by 5% in relation to foreign currencies represented in the portfolio, with all other variables remaining constant, Net Assets would have decreased or increased by approximately \$1,029,000 (2009: \$653,000). In practice, actual trading results may differ and the difference may be material.

##### Other Price Risk

Approximately 97.2% (2009: 97.9%) of the Fund's Net Assets held at December 31, 2010 were publicly traded equities. If equity prices on the exchange increased or decreased by 5% as at December 31, 2010, the Net Assets of the Fund would have increased or decreased by approximately \$4,690,000 (2009: \$3,036,000) respectively or 4.9% (2009: 4.9%) of the Net Assets, all other factors remaining constant. In practice, actual trading results may differ and the difference could be material.

### C. Unitholders' Equity

Unit transactions for Class A, Class B, Class C, Class D, Class F and Class O units for the year ended December 31 were as follows:

Class	Units Outstanding Beginning of Year	Issued	Distributions Reinvested	Redemptions	Units Outstanding End of Year
<b>Class A 2010<sup>††</sup></b>	<b>5,839</b>	<b>30,146</b>	<b>93</b>	<b>(6,579)</b>	<b>29,499</b>
Class AA 2009 <sup>††</sup>	–	5,744	95	–	5,839
<b>Class B 2010<sup>†††</sup></b>	<b>222,011</b>	<b>–</b>	<b>–</b>	<b>(222,011)</b>	<b>–</b>
Class B 2009	429,660	105,086	3,925	(316,660)	222,011
<b>Class C 2010</b>	<b>1,572,135</b>	<b>499,580</b>	<b>25,943</b>	<b>(273,102)</b>	<b>1,824,556</b>
Class C 2009	1,268,165	497,632	30,300	(223,962)	1,572,135
<b>Class D 2010</b>	<b>1,378,516</b>	<b>252,058</b>	<b>3,270</b>	<b>(299,600)</b>	<b>1,334,244</b>
Class D 2009 <sup>†</sup>	2,129,668	298,802	10,347	(1,060,301)	1,378,516
<b>Class F 2010</b>	<b>100,805</b>	<b>32,713</b>	<b>809</b>	<b>(4)</b>	<b>134,323</b>
Class F 2009	105,777	28,132	1,305	(34,409)	100,805
<b>Class O 2010</b>	<b>5,644,257</b>	<b>4,832,616</b>	<b>146,940</b>	<b>(928,079)</b>	<b>9,695,734</b>
Class O 2009	5,862,020	719,324	115,786	(1,052,873)	5,644,257

<sup>†</sup> Prior to April 1, 2009 Class D was known as Class A. <sup>††</sup> Class AA was created on April 1, 2009, and renamed Class A on March 26, 2010.

<sup>†††</sup> The Class B series of this Fund was closed on January 5, 2010.

### D. 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 year divided by the average units outstanding during the year. The average number of units outstanding during the year was:

	2010	2009
Class A	20,403	2,222
Class B	222,011	266,640
Class C	1,827,455	1,320,940
Class D	1,349,756	1,523,421
Class F	130,708	92,533
Class O	8,005,091	5,733,115

### E. Related Party Transactions

As at December 31, the following Class O units of the Fund were held by other McLean Budden Funds:

	Number of Units Held	
	2010	2009
McLean Budden Balanced Growth Fund	3,039,564	2,709,643
McLean Budden Canadian Equity Growth Fund	1,036,205	1,256,319
McLean Budden Canadian Equity Value Fund	271,507	267,392
McLean Budden Balanced Value Fund	950,091	872,465
McLean Budden LifePlan® 2010 Fund*	–	155,952
McLean Budden LifePlan® 2020 Fund	184,638	203,863
McLean Budden LifePlan® 2030 Fund	73,355	20,222
McLean Budden LifePlan® Retirement Fund*	271,153	158,396

\* On August 31, 2010, the McLean Budden LifePlan® 2010 Fund was wound down and its investments transferred to the McLean Budden LifePlan® Retirement Fund.

### F. Fair Value Disclosure

The Fund's financial assets measured at fair value have been categorized based upon a fair value hierarchy in accordance with CICA Section 3862. The following fair value hierarchy table presents information about the Fund's financial assets measured at fair value as of December 31 and there have been no transfers between levels during 2010 and 2009.

	Financial Assets at Fair Value as at December 31, 2010			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	89,852,794	3,949,100	–	93,801,894
Short-Term Investments	–	2,149,814	–	2,149,814
	89,852,794	6,098,914	–	95,951,708
	Financial Assets at Fair Value as at December 31, 2009			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	55,845,163	4,880,750	–	60,725,913

Investment Managers Since 1947

[www.mcleanbudden.com](http://www.mcleanbudden.com)

**Toronto**

145 King Street West  
25<sup>th</sup> Floor  
Toronto, ON M5H 1J8  
Tel +1 416 862 9800  
Fax +1 416 862 9624

**Montréal**

1250 René-Lévesque Blvd. W.  
Suite 3010  
Montréal, QC H3B 4W8  
Tel +1 514 933 0033  
Fax +1 514 933 8163

**Vancouver**

595 Burrard Street  
Three Bentall Centre  
Suite 3043, P.O. Box 49105  
Vancouver, BC V7X 1G4  
Tel +1 604 623 3430  
Fax +1 604 623 3436