

Semi-annual Report 2011

Financial Statements

Unaudited

McLean Budden

LifePlan[®] 2030 Fund



McLean Budden LifePlan® 2030 Fund

June 30th, 2011

The Fund's independent auditors have not performed a review of these Semi-annual Financial Statements in accordance with standards established by the Canadian Institute of Chartered Accountants.

Statements of Net Assets

As at June 30th, 2011 (unaudited) and December 31st, 2010 (audited)

	2011	2010
Assets		
Investments, at fair value	\$ 1,895,096	\$ 1,551,339
Cash	6,661	32,919
Subscriptions receivable	1,000	–
	<u>1,902,757</u>	<u>1,584,258</u>
Liabilities		
Accrued expenses	858	806
Total net assets	\$ 1,901,899	\$ 1,583,452
Unitholders' equity		
Class A [†]	\$ 235,502	\$ 105,190
Class F	13	13
Class O	1,400,427	1,153,069
Class VMD	265,957	325,180
	<u>\$ 1,901,899</u>	<u>\$ 1,583,452</u>
Units outstanding (Note C)		
Class A [†]	25,471	11,412
Class F	1	1
Class O	148,894	123,500
Class VMD	28,947	35,468
	<u>203,313</u>	<u>170,381</u>
Net assets per unit		
Class A [†]	\$ 9.25	\$ 9.22
Class F	\$ 9.45	\$ 9.38
Class O	\$ 9.41	\$ 9.34
Class VMD	\$ 9.19	\$ 9.17
Net asset value per unit		
Class A [†]	\$ 9.25	\$ 9.22
Class F	\$ 9.44	\$ 9.38
Class O	\$ 9.41	\$ 9.34
Class VMD	\$ 9.19	\$ 9.17
Investments, at average cost	\$ 1,844,895	\$ 1,500,899

[†] Prior to March 26, 2010, Class A was known as Class AA.

Statements of Operations

For the six months ended June 30th (unaudited)

	2011	2010
Income		
Underlying funds' distributions	\$ 13,456	\$ 9,247
Expenses		
Management fees	4,868	4,606
Independent review committee fees	38	3,006
	<u>4,906</u>	<u>7,612</u>
Net investment income (loss)	8,550	1,635
Net realized gain (loss) on sale of investments*	5,540	(3,280)
Net change in unrealized appreciation (depreciation) of investments and foreign currency	(239)	(49,114)
Net gain (loss) on investments	5,301	(52,394)
Increase (decrease) in net assets from operations	\$ 13,851	\$ (50,759)
Increase (decrease) in net assets from operations per class		
Class A [†]	\$ (762)	\$ (2,675)
Class F	\$ –	\$ –
Class O	\$ 13,488	\$ (28,662)
Class VMD	\$ 1,125	\$ (19,422)
Increase (decrease) in net assets from operations per unit (Note D)		
Class A [†]	\$ (0.04)	\$ (0.62)
Class F	\$ –	\$ –
Class O	\$ 0.10	\$ (0.48)
Class VMD	\$ 0.04	\$ (0.44)
*Net realized gain (loss) on sale of investments		
Cost of investments held at beginning of period [^]	\$ 1,500,899	\$ 459,295
Cost of investments purchased during the period [^]	455,456	892,597
	<u>1,956,355</u>	<u>1,351,892</u>
Investments at cost at end of the period [^]	1,844,895	1,167,781
Cost of investments sold during the period [^]	111,460	184,111
Proceeds from sale of investments [^]	117,000	180,831
Net realized gain (loss) on sale of investments	\$ 5,540	\$ (3,280)

[^] Excludes short-term investments.

On behalf of the Manager, McLean Budden Limited.



Roger Beauchemin,
Director



Alan Daxner,
Director

Statements of Changes in Net Assets

For the six months ended June 30th (unaudited)

	Class A ¹		Class F		Class O	
	2011	2010	2011	2010	2011	2010
NET ASSETS, BEGINNING OF PERIOD	\$ 105,190	\$ 26,475	\$ 13	\$ 12	\$ 1,153,069	\$ 12
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	(762)	(2,675)	—	—	13,488	(28,662)
CAPITAL TRANSACTIONS						
Proceeds from issue of units	131,074	28,773	—	—	258,313	809,338
Distributions reinvested	226	8	—	—	8,323	1,408
Redemption of units	—	—	—	—	(24,442)	(1,995)
	131,300	28,781	—	—	242,194	808,751
DISTRIBUTIONS TO UNITHOLDERS (Note 5)						
From investment income	(226)	(8)	—	—	(8,324)	(1,408)
NET ASSETS, END OF PERIOD	\$ 235,502	\$ 52,573	\$ 13	\$ 12	\$ 1,400,427	\$ 778,693

	Class VMD		Total	
	2011	2010	2011	2010
NET ASSETS, BEGINNING OF PERIOD	\$ 325,180	\$ 415,239	\$ 1,583,452	\$ 441,738
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	1,125	(19,422)	13,851	(50,759)
CAPITAL TRANSACTIONS				
Proceeds from issue of units	11,920	37,989	401,307	876,100
Distributions reinvested	—	—	8,549	1,416
Redemption of units	(72,268)	(152,395)	(96,710)	(154,390)
	(60,348)	(114,406)	313,146	723,126
DISTRIBUTIONS TO UNITHOLDERS (Note 5)				
From investment income	—	—	(8,550)	(1,416)
NET ASSETS, END OF PERIOD	\$ 265,957	\$ 281,411	\$ 1,901,899	\$ 1,112,689

¹ Prior to March 26, 2010, Class A was known as Class AA.

Statements of Investment Portfolio

As at June 30th, 2011 (unaudited)

Number of Units	Security	Total Cost	Fair Value
MUTUAL FUNDS			
5,002	McLean Budden Money Market Fund Class O	50,021	50,021
44,320	McLean Budden Fixed Income Fund Class O	573,959	579,354
39,317	McLean Budden Canadian Equity Fund Class O	564,631	611,581
87,689	McLean Budden Global Equity Fund Class O	656,284	654,140
TOTAL INVESTMENTS		1,844,895	1,895,096



McLean Budden LifePlan[®] 2030 Fund

Fund Specific Notes to the Financial Statements

June 30th, 2011 (unaudited)

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

A. Investment Objective

The Fund aims to provide a high rate of return consistent with an investment policy emphasizing long-term capital growth and moderate exposure to fixed income securities by investing primarily in a mix of equity, fixed income and money market Mutual Funds. The Fund was renamed on March 27, 2009 from VMD – McLean Budden LifePlan[™] 2030 Fund to McLean Budden LifePlan[®] 2030 Fund and the trust agreement was restated to issue multiple classes of the Fund.

From inception, through to the target date in 2030 and for a period of up to 12 months after the target date, the Fund's assets will increasingly be invested in fixed income funds and money market funds. When the asset allocation of the Fund has become substantially similar to the asset allocation of the McLean Budden LifePlan[®] Retirement Fund (the "Retirement Fund"), it is expected that the Fund will be combined with the Retirement Fund and its unitholders will become unitholders of the Retirement Fund (subject to any required notices or approvals).

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 June 30, 2011 and December 31, 2010, the Fund invested in underlying investment funds which indirectly exposed the Fund to credit risk from 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	
	June 2011	December 2010
AAA	16.1%	15.5%
AA	7.3%	7.2%
A	9.0%	10.4%
BBB	1.6%	1.8%
Total	34.0%	34.9%

As at June 30, 2011 and December 31, 2010, the underlying investment funds did not hold debt instruments that were impaired or past due and the percentages represent the maximum credit risk exposure.

Interest Rate Risk

The Fund was exposed indirectly to interest rate risk from its investment in underlying Mutual Funds as follows:

Interest Rate Exposure	Less than 1 year (\$)	1 – 5 years (\$)	More than 5 years (\$)	Total (\$)
June 2011	220,000	105,000	323,000	648,000
December 2010	136,000	128,000	288,000	552,000

As at June 30, 2011, should interest rates have decreased or increased by 0.25% with all other variables remaining constant, the increase or decrease in Net Assets of the Fund for the period would amount to approximately \$9,000 (2010: \$8,000). In practice, the actual trading results may differ and the difference could be material.

B. Risk Management (continued)

Currency Risk

As at June 30, 2011 and December 31, 2010, the Fund had significant indirect exposure from underlying investment funds to the following currencies:

	June 2011		December 2010	
	Currency Exposure (\$)	Percentage of Net Assets (%)	Currency Exposure (\$)	Percentage of Net Assets (%)
U.S. Dollar	524,000	27.5	443,000	28.0
Euro	47,000	2.4	26,000	1.7
Japanese Yen	42,000	2.2	42,000	2.6
Pounds Sterling	23,000	1.2	22,000	1.4
Singapore Dollar	12,000	0.6	5,000	0.3
Swiss Franc	10,000	0.5	9,000	0.6
Swedish Krona	10,000	0.5	3,000	0.2
Australian Dollar	5,000	0.3	5,000	0.3
Hong Kong Dollar	3,000	0.2	-	-
Total	676,000	35.4	555,000	35.1

The amounts in the table above are based on the fair value of the Fund's foreign denominated underlying investment funds.

As at June 30, 2011, if the Canadian dollar had strengthened or weakened by 5% in relation to foreign currencies represented in the underlying investment funds' portfolios, with all other variables remaining constant, Net Assets would have decreased or increased by approximately \$34,000 (2010: \$28,000). In practice, the actual results may differ and the difference could be material.

Other Price Risk

The Fund is exposed to other price risk as a result of the underlying investment funds' investments in equities. As at June 30, 2011, approximately 64.7% (2010: 62.5%) of the Fund's Net Assets were indirectly invested in publicly traded equities. If equity prices on the exchange increased or decreased by 5% as at June 30, 2011, the Net Assets of the Fund would have increased or decreased by approximately \$62,000 (2010: \$49,000) or 3.2% (2010: 3.1%) of the Net Assets, all other factors remaining constant. In practice, the actual results may differ and the difference could be material.

C. Unitholders' Equity

Unit transactions for Class A, Class F, Class O and Class VMD units for the period ended June 30 were as follows:

Class	Units Outstanding Beginning of Period	Issued	Distributions Reinvested	Redemptions	Units Outstanding End of Period
Class A 2011	11,412	14,035	24	-	25,471
Class A 2010 [†]	2,995	3,282	1	-	6,278
Class F 2011	1	-	-	-	1
Class F 2010	1	-	-	-	1
Class O 2011	123,500	27,094	877	(2,577)	148,894
Class O 2010	1	92,123	167	(228)	92,063
Class VMD 2011	35,468	1,280	-	(7,801)	28,947
Class VMD 2010	47,105	4,335	-	(17,656)	33,784

[†] Prior to March 26, 2010, Class A was known as Class AA.

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 period divided by the average units outstanding during the period. The average number of units outstanding during the period was:

	June 2011	June 2010
Class A	18,677	4,283
Class F	1	1
Class O	140,509	60,292
Class VMD	31,774	44,175

E. Related Party Transactions

The Fund invests in units of other McLean Budden Funds which are managed by MBL. The Fund does not pay duplicate management fees on the portion of assets invested in underlying McLean Budden Funds.

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 tables present information about the Fund's financial assets measured at fair value as at June 30, 2011 and December 31, 2010 and there have been no transfers between levels.

Financial Assets at Fair Value as at June 2011				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	1,895,096	-	-	1,895,096

Financial Assets at Fair Value as at December 2010				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	1,551,339	-	-	1,551,339

Investment Managers Since 1947

www.mcleanbudden.com

Toronto

145 King Street West
25th 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