

McLean Budden Fixed Income Fund

Fourth Quarter Mutual Fund Report

Objective

The Fixed Income Fund targets attractive returns through active bond management by investing primarily in a diversified portfolio of high-quality bonds issued by Canadian governments and corporations. The Fixed Income Team bases its decisions upon internal research and valuation models as a support to a portfolio construction process that adheres to a strict risk control regimen. Targets for duration, credit and sector weightings as well as U.S. Pay commitments are established. Analysis of inflation expectations, monetary policy, credit spreads, the yield curve and the overall economy are all key decision criteria. A capital preservation approach is emphasized.

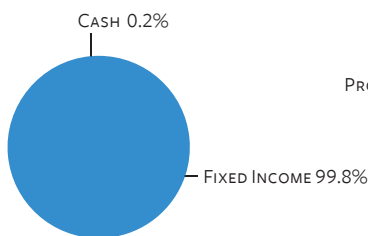
Performance (Class D)

As of December 31, 2011

Period	Return
QTR	1.38
1 YEAR	8.02
3 YEAR	6.40
5 YEAR	5.55
10 YEAR	5.66
SINCE INCEPTION	7.84

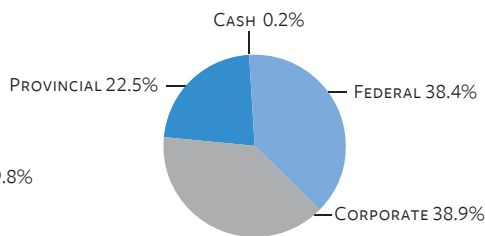
Asset Mix

As of December 31, 2011



Portfolio Composition

Sector breakdown as of December 31, 2011



Portfolio Yield*: 2.4%

Duration (Years)**: 5.6

* The Portfolio's yield is defined as the Portfolio's income divided by the Portfolio's market value.

** Duration can be defined as the weighted average maturity of the Fund's cash flows.

Features of the Fund

- Income and capital protection
- Automatic reinvestment or disbursement of net income and realized capital gains distributions

Fund Details (Class D)

As of December 31, 2011

Management Fee:	0.65% ¹
Inception:	January 1989
Assets:	\$124.7 million
NAVPS:	\$14.28 ²
Distribution Frequency:	income - quarterly capital gains - annually

¹MFS McLean Budden assumes responsibility for the payment of all administrative expenses.
²Includes income distribution of \$0.0874 per unit.

Top Twenty-Five Holdings

Issue	Percentage	Issue Date	Yield
Government of Canada	3.750%	Jun 01/12	8.5
Government of Canada	1.500%	Dec 01/12	7.0
Province of Ontario	6.500%	Mar 08/29	5.5
Government of Canada	2.500%	Sep 01/13	4.7
Government of Canada	1.750%	Mar 01/13	4.1
Canada Housing Trust	3.150%	Jun 15/14	3.6
Canada Housing Trust	4.800%	Jun 15/12	2.3
Province of Ontario	4.200%	Mar 08/18	2.1
Province of Ontario	3.250%	Sep 08/14	2.0
GE Capital Canada Funding Company	4.650%	Feb 11/15	1.9
Government of Canada	4.000%	Jun 01/41	1.7
Canada Housing Trust	3.750%	Mar 15/20	1.5
Province of Ontario	4.200%	Jun 02/20	1.5
Bank of Montreal	6.020%	May 02/18	1.4
Government of Canada	2.750%	Sep 01/16	1.4
Province of British Columbia	6.350%	Jun 18/31	1.3
Government of Canada	5.000%	Jun 01/37	1.3
Province of British Columbia	4.950%	Jun 18/40	1.3
Province of Manitoba	4.700%	Sep 22/17	1.3
Government of Canada	3.500%	Dec 01/45	1.2
Royal Bank of Canada	3.660%	Jan 25/17	1.2
Province of Ontario	4.700%	Jun 02/37	1.2
Toronto-Dominion Bank Reset Notes	5.763%	Dec 18/17	1.1
Province of Quebec	6.000%	Oct 01/29	1.1
Province of Quebec	5.000%	Dec 01/38	1.1

The information contained in the list may change due to the ongoing portfolio transactions of the mutual fund and a statement with more current information may be obtained by investors, if available.

Manager Comments

The portfolio lagged the DEX Universe Bond Index during a quarter in which bonds recorded solid gains as long-term yields declined. As a result, longer duration bonds outperformed those with shorter durations within each of the market's sectors. The portfolio maintained a shorter-than-Index duration target, which was the main reason for underperformance. The portfolio's return was also negatively impacted by an overweight position in corporate bonds, which underperformed amid a flight-to-quality bid for Government of Canada issues.

is becoming reflected in current asset valuations. Resolving today's political and economic challenges will take time. The team believes that bond markets are focusing on negative headlines and ignoring the stabilization in leading indicators, especially in North America where economic reports have exceeded expectations. As a result, bond prices are at extreme valuations and the portfolio's tilt toward shorter-term securities should protect investors from falling asset values when yields eventually rise toward their long-term fair-values.

Over the course of the quarter, the portfolio's duration was trimmed by a modest 0.1 of a year to 1.3 years below that of the Index. There were no major changes to the portfolio's sector profile and the relative overweight position in corporate bonds was maintained. Notable additions to the portfolio during the quarter included John Deere Credit and Manulife Tier-1 issues.

Despite predominantly negative macro headlines, there are signs that such news

Volatility Profile

This Fund is suitable for conservative investors or individuals who have a medium term investment time horizon and a lower tolerance for volatility. The Fund may also be appropriate for growth oriented individuals who would like to diversify their portfolio.

