

WHY PARTNER WITH EDGEPOINT?

EdgePoint was established to grow wealth for our investors.

- We follow a time-tested approach to delivering strong long-term investment returns
- We work hard to form meaningful relationships with our financial advisors as we believe informed investors and advisors make better decisions
- We believe investors are best served by investment-led companies
- We understand the importance of low fees

EDGEPOINT INVESTMENT APPROACH

Our approach is deceptively simple. We buy high-quality, undervalued businesses and hold them until the market fully recognizes their potential. This requires an ability to think independently and a commitment to embrace the thorough research that is required to uncover opportunities the market doesn't fully appreciate.

We believe that the best way to buy a business at an attractive price is to have an idea that is not widely shared by others – what we refer to as a *proprietary insight*. We focus on companies that have strong competitive positions and defensible barriers to entry, strong long-term growth prospects, and are run by trustworthy and competent management teams.

PORTFOLIO CHARACTERISTICS

- Concentrated, yet diversified by business idea
- Low turnover
- Number of holdings
Equity: 56
Fixed Income (unique issuers): 29
- Weighted-ave. market cap (equity)¹: \$17.1B

SUITABLE FOR INVESTORS WHO:

- Have a minimum investment horizon of three to five years
- Want a combination of capital growth and income generation over the long-term
- Seek investments in Canadian companies
- Are willing to accept a low-to-moderate amount of risk

PORTFOLIO MANAGERS

Tye Bousada, CFA

Investment experience since 1996

Geoff MacDonald, CFA

Investment experience since 1994

PORTFOLIO INFORMATION (Series A)

Inception	November 17, 2008					
MER	2.25% <small>See page 2 for current expenses</small>					
Category	Canadian Equity Balanced					
Min. Investment	\$15,000					
Distribution Frequency	Income paid quarterly Capital gains paid annually					
Risk Profile	<table border="1"> <tr> <td>LOW</td> <td><input checked="" type="checkbox"/></td> <td>MED</td> <td><input type="checkbox"/></td> <td>HIGH</td> </tr> </table>	LOW	<input checked="" type="checkbox"/>	MED	<input type="checkbox"/>	HIGH
LOW	<input checked="" type="checkbox"/>	MED	<input type="checkbox"/>	HIGH		
Portfolio Code	EDG188 (front end)					

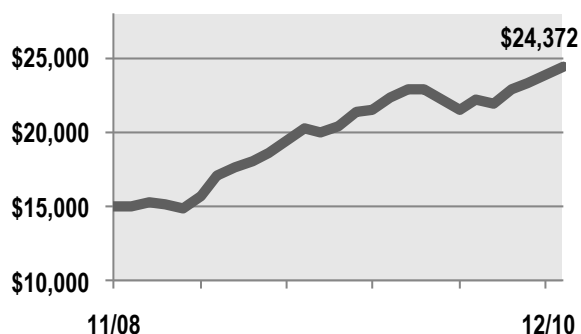
PORTFOLIO

Top 10 Holdings	Company Description	Market ² Cap Size	% of Portfolio
Research In Motion Ltd.	Maker of the Blackberry device, Research In Motion provides wireless hardware, software and services across the globe	Large	4.16%
Toronto-Dominion Bank	One of Canada's big five banks, TD Bank provides banking services worldwide. It offers a broad range of services including retail and commercial banking, advisory services, investment banking, and insurance.	Large	3.93%
Tim Hortons Inc.	Canada's leading quick service restaurant, Tim Hortons operates a chain of coffee and donut stores across the country and in the U.S.	Medium	3.74%
Shoppers Drug Mart Corp.	Shoppers is Canada's only nationwide drugstore chain. It offers pharmacy services, health information, and beauty products.	Medium	3.37%
Bank of Nova Scotia	One of Canada's big five banks with over 1000 branches domestically and 1400 offices worldwide, Bank of Nova Scotia provides retail, corporate and investment banking services	Large	3.28%
Thomson Reuters Corp.	A leading provider of financial data and business news, Thomson Reuters also provides electronic information and services to the legal, financial services, tax and accounting, scientific, health care and media markets	Large	3.25%
Onex Corp.	Largely a private equity firm with investments across a wide range of industries, Onex has approximately \$10 billion in assets under management	Medium	3.13%
Intact Financial Corp.	One of Canada's largest providers of automobile, property and liability insurance to both individuals and commercial clients	Medium	2.74%
ATS Automation Tooling Systems Inc.	Manufacturer of automated production and manufacturing equipment used by a variety of industries. ATS also makes products (i.e. solar panels) that generate photovoltaic energy.	Small	2.69%
Shaw Communications Inc., 7.50%, due 2013/11/20	Provider of cable television throughout Canada, Shaw has over 2.2 million cable subscribers and 1.5 million internet subscribers	Corporate Bond	2.69%
% of portfolio			32.98%

EdgePoint Canadian Growth & Income Portfolio

SECTOR	% of Portfolio
Corporate Bonds	23.03%
Information Technology	11.83%
Energy	10.68%
Banks	10.61%
Cash, cash equiv. and other net assets	8.19%
Industrials	6.76%
Media	6.41%
Insurance	5.32%
Consumer Discretionary ³	5.10%
Diversified Financials	3.70%
Consumer Staples	3.37%
Materials	2.01%
Health Care	1.89%
Utilities	1.09%
Total	100.00%

GROWTH OF \$15,000 (since inception^{4,5})



INVESTMENT RESULTS⁵

	YTD	1-year	2-year	Since inception ⁴	2010	2009	2008 ⁶
Portfolio	13.97%	13.97%	26.53%	25.74%	13.97%	40.42%	1.52%
Index⁷	13.37%	13.37%	18.06%	18.64%	13.37%	23.11%	3.17%

¹ In \$C, excludes fixed income and cash

² EdgePoint defines market capitalization as follows: small <\$1B, medium \$1-\$10B; large >\$10B in \$CAD

³ Media companies shown separately

⁴ Portfolio inception date is November 17, 2008

⁵ For Series A

⁶ Partial year return (Nov. 17, 2008—Dec 31, 2008)

⁷ 60% S&P/TSX Index / 40% Merrill Lynch Canada Broad Market Index (\$C)

Source: Morningstar, Bloomberg

EDG POINT OF VIEW

Sector breakdown: A sector chart is included only because the industry feels this helps explain portfolio diversification and risk. We believe risk is best managed by diversifying the portfolio by business idea and viewing risk as the potential for permanent loss of capital, rather than use traditional sector allocations.

Risk profile box: Risk is typically defined as standard deviation or volatility around an index. While we follow this methodology due to regulatory requirements and classify the portfolio as low-to-moderate risk, we view true risk as the potential for permanent loss of capital. By this measure, we believe portfolio risk is further reduced.

Investment results: We measure investment success over periods of ten years or more and believe it takes considerable skill to consistently add value over long-term periods. As such, we place little value in the short-term investment results shown in the table.

MER: The audited MER of 2.25%, which we are required to show, is a historical figure which reflects 2009's expenses. Portfolio expenses continued to decline throughout 2010, however, the true extent of these declines are masked by the impact of the HST. Effective July 1, 2010, the HST came into effect increasing fund expenses from 2.06% to 2.18% as at December 31, 2010.

Low cost operation: By having higher minimum investment requirements, a focused product offering and not engaging in expensive marketing campaigns, we're able to pass on savings to our investors in the form of lower MERs, ultimately resulting in higher investment returns.

Portfolio: We use the term "portfolio" rather than "fund" because we believe this better represents the diversification our products offer.

Alignment: Collectively, EdgePoint employees are the single-largest investors in EdgePoint investment products.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Copies are available from our website at www.edgepointwealth.com. Unless otherwise indicated, rates of return for periods greater than one year are historical annual compound total returns including changes in unit value and reinvestment of all distributions, and do not take into account any sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. This is not an offer to purchase. Mutual funds can only be purchased through a registered Dealer and are available only in those jurisdictions where they may be lawfully offered for sale. This document is not intended to provide legal, accounting, tax or specific investment advice. Information contained in this document was obtained from sources believed to be reliable; however EdgePoint Wealth Management does not assume any responsibility for losses, whether direct, special or consequential, that arise out of the use of this information. Portfolio holdings are subject to change. EdgePoint mutual funds are managed by EdgePoint Investment Group Inc., a related party of EdgePoint Wealth Management Inc. EdgePoint® is a registered trademark of EdgePoint Investment Group Inc. Owned and Operated by Investors™ is a trademark of EdgePoint Investment Group Inc.

Published January 14, 2011

EdgePoint Wealth Management Inc.
150 Bloor Street West | Suite 500 | Toronto, ON | M5S 2X9
866.757.7207 | www.edgepointwealth.com | info@edgepointwealth.com

