

Steadyhand Income Fund

As of December 31, 2009



Objective

To provide a reasonably stable level of income and modest capital growth, while also preserving capital, through investing primarily in bonds, with some exposure to REITs, income trusts and dividend-paying equities.

Is This Fund Suitable for You?

You have a medium to long-term investment time horizon (i.e., over 3 years) and a low to moderate tolerance for risk. Consider this fund if you are seeking a diversified income product that will provide a combination of current income, modest capital growth and inflation protection. The fund is designed to serve as a core income holding within a portfolio, if applicable.

Geographic Profile

Canada-focused: the portfolio manager invests primarily in fixed income instruments and income-producing securities issued by Canadian governments and corporations.

Strategy

The majority of the fund's assets are held in bonds. The manager closely monitors the attractiveness of corporate bonds in relation to government-issued bonds, and will concentrate the fixed income portion of the portfolio wherever the best relative value is found. A smaller portion of REITs, income trusts and dividend-paying common shares are included in the portfolio to enhance the fund's yield and provide greater capital growth potential and protection from inflation.

Asset Mix

Bonds	68.9%	■
Dividend-paying Equities	18.2%	■
Income Trusts & REITs	12.9%	■



Issuer Allocation

Corporate Bonds	72.1%	■
Federal Bonds	14.1%	■
Provincial Bonds	13.8%	■



Rating Summary

AAA	19.0%	■
AA	21.5%	■
A	28.9%	■
BBB	8.9%	■
BB (or lower)	21.7%	■



Term to Maturity

Under 1 year	1.8%	■
1-5 years	33.2%	■
5-10 years	40.8%	■
Over 10 years	24.2%	■



Annualized Compound Returns

YTD	3 M	1 YR	2 YR	3 YR	5 YR	Since Inception
22.5%	3.0%	22.5%	5.6%	-	-	4.8%

Connor, Clark & Lunn
INVESTMENT MANAGEMENT LTD.

Portfolio Adviser

Connor, Clark & Lunn

Minimum Investment

\$ 10,000

Inception Date

February 13, 2007

Top 10 Holdings

SPDR Barclays Capital High Yield ETF	7.3%
iShares iBoxx \$ High Yield Corp. Bond	7.3%
Government of Canada 1.75% (03/01/13)	4.7%
Government of Canada 3.50% (06/01/20)	2.8%
Province of Quebec 9.375% (01/16/23)	1.8%
Province of Quebec 4.50% (12/01/19)	1.8%
Royal Bank	1.7%
Toronto-Dominion Bank	1.7%
Manulife Financial	1.5%
Morgan Stanley 4.90% (02/23/17)	1.4%

Portfolio Summary

Average term to maturity	9.2 years
Duration	6.4 years

Yield

Pre-fee Yield	5.5 %
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One Simple Fee*

All-in at \$10,000:	1.00%
At \$150,000:	0.93%
At \$250,000:	0.88%
At >\$250,000:	Even less

Each Steadyhand fund pays One Simple Fee to us, which is a fixed fee for our services as manager, and we pay all of the funds' operating expenses. We offer a rebate of our One Simple Fee based on the size of your accounts and your tenure as an investor in our funds.

See reverse for disclaimer.

Steadyhand Investment Funds Limited Partnership is the manager to the Steadyhand Income Fund. Commissions, trailing commissions, management fees and expenses may all be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.