

Diversification Is Key

The Importance of Diversification

An Example: 100% Equity Portfolio

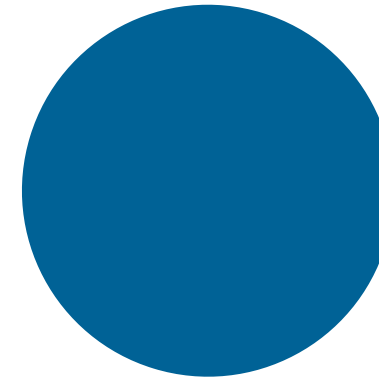
100%:
S&P/TSX Composite Index

Distribution of Quarterly Returns
January 1991-December 2004*

≥	<	Canadian Equity Portfolio	Globally Diversified Equity Portfolio
-25	-20	1	0
-20	-15	0	0
-15	-10	4	3
-10	-5	2	2
-5	0	10	9
0	5	16	22
5	10	13	11
10	15	8	9
15	20	1	0
20	25	1	0

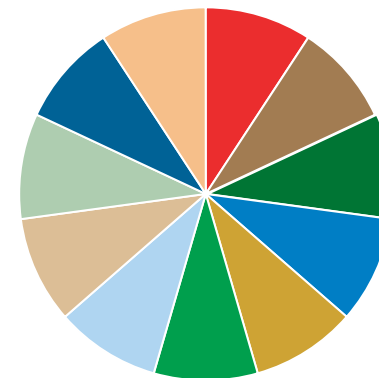
1991-2004*
Canadian Model
Equity Index
Portfolio

Average Annual Total Returns (%)	10.04
Annualized Standard Deviation (%)	14.93



1991-2004*
Global Model
Diversified Equity
Index Portfolio

Average Annual Total Returns (%)	12.09
Annualized Standard Deviation (%)	11.50



Equally Weighted:
Canadian Large Cap
Canadian Value
Canadian Small Cap
US Large Cap
US Value
US Small Cap
US Real Estate (REITs)
International Large Cap
International Value
International Small Cap
Emerging Markets

In Canadian Dollars. Charts for illustrative purposes only. Canadian Large Cap (S&P/TSX Composite Index), Canadian Large Cap Value (Barra Canadian Value Index), Canadian Small Cap (Barra Canadian Small Cap Index) and US Large Cap (S&P 500 Index) provided by Standard & Poor's Index Services Group; International Value (MSCI EAFE Value Index), and International Large Cap (MSCI EAFE Index) data copyright MSCI 2005 - All Rights Reserved. International Small Cap (Citigroup EPAC Extended Market Index (EMI) data courtesy of S&P/Citigroup Global Markets Inc.; US Large Cap Value (Russell 3000 Value Index) data courtesy of Russell Analytical Services; US Small Cap (CRSP 6-10 Index) data courtesy of the Center for Research in Security Prices, University of Chicago; US Real Estate (Wilshire All REIT Index) data courtesy of Wilshire Associates Incorporated; Emerging Markets (IFC Emerging Markets Total Return Index) data courtesy of International Finance Corporation. Indexes are not available for direct investment. Their performance does not reflect the expenses associated with the management of an actual portfolio.

*Date range selected is the longest common time series of data.