

Guided Portfolio Update – U.S. Core

The U.S. Core Portfolio is designed for investors whose investment horizon and objectives focus on long-term capital appreciation. The goal of the portfolio is to provide a long-term consistent rate of return by holding a diversified portfolio of stocks comprised of industry leaders. While sector weightings are reviewed, this portfolio is designed for Canadian investors who likely have an existing Canadian portfolio and consequently, we emphasize sectors that offer diversification benefits to Canadians - namely consumer and industrial products.

	U.S. Core	S&P 500	Relative
Year 2000	-15.8%	-9.1%	-6.7%
Year 2001	-16.8%	-11.9%	-4.9%
Year 2002	-15.1%	-22.1%	7.0%
Year 2003	25.7%	28.7%	-3.0%
Year 2004	14.9%	10.9%	4.0%
Year 2005	5.2%	4.9%	0.3%
Year 2006	14.0%	15.8%	-1.8%
Year 2007	8.8%	5.5%	3.3%
Year-to-Date ¹	-11.6%	-13.2%	1.5%
Since Inception ²	22.0%	10.8%	11.2%

Returns are not calculated according to A.I.M.R. "Performance Presentation Standards". Returns are calculated on a total return basis (including dividends). Past performance is not an indication of future performance.

¹ As of Jul 17, 2008

² Inception date is Sep 15, 1999

Company	Symbol	Date Added	Adjusted Cost	Price 17Jul08	Gain/Loss	Market At Add	Relative ROR	Target Price	Target ROR	Dividend	Yield	Rating*
Interest Sensitive												
ALLSTATE CORP	ALL	10-Feb-06	\$52.99	\$44.98	-15.1%	1267	-14.6%	\$60.00	37.0%	\$1.64	3.6%	O
BANK AMER CORP	BAC	12-Dec-06	\$48.85	\$26.50	-45.8%	1412	-35.0%	\$24.00	0.2%	\$2.56	9.7%	N
EDISON INTL	EIX	20-Sep-06	\$42.08	\$49.28	17.1%	1325	22.0%	\$52.50	9.0%	\$1.22	2.5%	N
J P MORGAN CHASE & CO	JPM	25-Jan-01	\$45.20	\$40.80	-9.7%	1358	-2.6%	\$55.00	38.5%	\$1.52	3.7%	O
METLIFE INC	MET	21-Aug-07	\$63.49	\$51.97	-18.1%	1447	-5.2%	\$62.00	20.7%	\$0.74	1.4%	O
AT&T INC	T	12-Jun-06	\$28.43	\$31.75	11.7%	1236	9.8%	\$39.00	27.9%	\$1.60	5.0%	N
Consumer Products												
BECTON DICKINSON & CO	BDX	13-Mar-08	\$85.78	\$83.59	-2.6%	1315	1.6%	\$96.00	16.2%	\$1.14	1.4%	O
COLGATE PALMOLIVE CO	CL	13-Feb-08	\$76.26	\$69.70	-8.6%	1367	-0.8%	\$84.00	22.8%	\$1.60	2.3%	O
CVS CORP	CVS	17-Oct-06	\$31.45	\$38.60	22.8%	1364	30.4%	\$45.00	17.2%	\$0.24	0.6%	O
DISNEY WALT CO	DIS	11-Aug-04	\$24.70	\$31.20	26.3%	1076	9.2%	\$37.40	21.0%	\$0.35	1.1%	O
LILLY ELI & CO	LLY	17-Oct-06	\$56.19	\$48.38	-13.9%	1364	-6.3%	\$58.00	23.8%	\$1.88	3.9%	O
NIKE INC	NKE	05-Jul-07	\$59.11	\$58.56	-0.9%	1525	16.5%	\$85.00	46.7%	\$0.92	1.6%	O
Wal Mart Stores Inc.	WMT	10-May-05	\$48.03	\$57.68	20.1%	1166	12.0%	\$60.00	5.7%	\$0.95	1.6%	O
Industrial Products												
CISCO SYS INC	CSCO	12-Dec-06	\$26.69	\$21.52	-19.4%	1412	-8.7%	\$31.00	44.1%	\$0.00	0.0%	O
MICROSOFT CORP	MSFT	21-Aug-07	\$28.20	\$27.52	-2.4%	1447	10.5%	\$35.00	28.8%	\$0.44	1.6%	O
ORACLE CORP	ORCL	10-May-05	\$12.62	\$20.86	65.3%	1166	57.2%	\$24.00	15.1%	\$0.00	0.0%	N
TEREX CORP NEW	TEX	13-May-08	\$72.59	\$49.47	-31.9%	1403	-21.7%	\$80.00	61.7%	\$0.00	0.0%	O
UNITED TECHNOLOGIES CORP	UTX	11-Apr-07	\$64.35	\$64.70	0.5%	1439	13.0%	\$84.00	31.8%	\$1.28	2.0%	O
Resources												
FREEMAN MCMORAN COPPER&GOLD	FCX	15-Nov-07	\$99.46	\$99.45	-0.0%	1451	13.1%	\$130.00	32.5%	\$1.75	1.8%	O

TRANSOCEAN INC NEW	RIG	21-Feb-07	\$78.85	\$142.12	80.2%	1458	93.8%	\$172.00	21.0%	\$0.00	0.0%	O
S&P 500						1260		1625	30.6%	21.15	1.7%	

* Rating definitions:

O = Outperform

N = Neutral

U = Underperform

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ORACLE CORP, Wal Mart Stores Inc.

The author of the report owns securities of the following companies.
ORACLE CORP, Wal Mart Stores Inc.

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