

Fund Information

Inception Date	November 2002
IFSC Category	Canadian Balanced
<u>Plan Eligibility:</u>	RRSP Yes
	Non-Registered Yes
Management Fee / MER *	2.35% / 2.48% *

Segregated Fund Investment Objective

The objective of this segregated fund is to invest all of its assets in the SRA Balanced Fund, a pooled fund managed by Scheer Rowlett & Associates Investment Management Ltd., or another substantially similar underlying fund.

Investor Profile (of underlying fund)

Suited to the investor with long-term investment goals.

Investment Objective (of underlying fund)

The objective is to achieve superior mid to long-term performance and to ensure capital preservation through broad asset diversification.

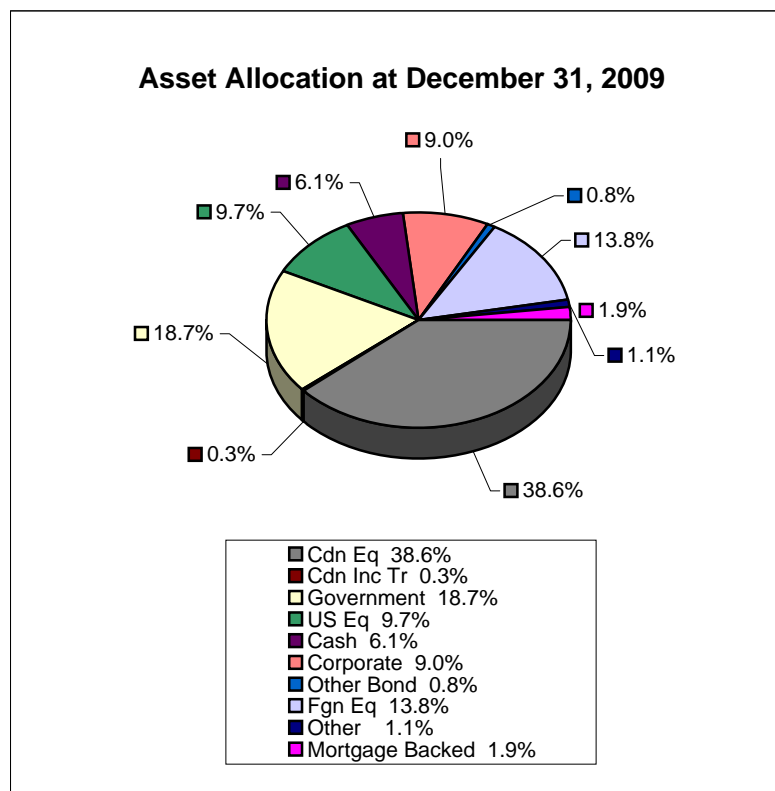
Investment Strategy (of underlying fund)

- The portfolio includes both domestic and foreign equities, in addition to fixed income securities through the application of a fund of funds approach.
- The disciplined investment style focuses on fundamental analysis for asset class and security selection.
- Asset mix decisions are conservative.

FaithLife Financial Benchmark

made up as follows: **

- 30% S&P/TSX Composite Index
- 25% MSCI World Index
- 40% DEX Universe Bond Index
- 5% DEX 91-Day Treasury Bill Index



Top Holdings of the Underlying Fund as at Dec. 31, 2009

Canadian Equity Fund (SRA) SF202	39.7%
Bond Fund (SRA) SF199	30.8%
European & Pacific Equity Fund (SRA) SF205	14.4%
U.S. Equity Fund (SRA) SF221	9.3%
Money Market Fund (SRA) SF201	5.9%
Total Percentage of Fund	100.0%

Fund Risks

<input checked="" type="checkbox"/> General	<input type="checkbox"/> Special Equities	<input checked="" type="checkbox"/> Currency	<input checked="" type="checkbox"/> Market
<input type="checkbox"/> Securities Lending	<input checked="" type="checkbox"/> Interest Rate	<input checked="" type="checkbox"/> Derivative	<input checked="" type="checkbox"/> Credit
<input checked="" type="checkbox"/> Underlying Fund	<input checked="" type="checkbox"/> Foreign Market	<input checked="" type="checkbox"/> Sovereign	<input type="checkbox"/> Index

The following table shows the simple returns for the monthly periods and the historical annual compound total return of the FORTRESS 2 Balanced Fund (Scheer Rowlett), compared to the performance of the Benchmark to June 30, 2010.

Annual Compound Returns:

	1-month	3-month	6-month	1-Year	2-Year	3-Year	4-Year	5-Year	10-Year	Since Inception
FORTRESS 2 Balanced Fund (Scheer Rowlett)	-1.5%	-4.0%	-2.7%	5.9%	-4.2%	-4.2%	-0.1%	1.6%	N/A	4.4%
Benchmark	-0.9%	-2.6%	-1.1%	6.9%	-1.8%	-0.8%	2.6%	3.5%	3.1%	5.9%

* HST will be factored in beginning July 1, 2010

** S&P/TSX Composite Index -- a market capitalization weighted index of the most widely held stocks traded on the Toronto Stock Exchange.

Morgan Stanley Capital International (MSCI) World Index -- includes stocks of companies in all the developed markets around the world.

DEX Universe Bond Index -- designed to be a broad measure of the Canadian investment-grade fixed income market. Prior to October 22, 2007, the DEX Universe Bond Index was named Scotia Capital Universe Bond Index.

DEX 91 Day Treasury Bill Index -- Measures the return attributable to 91-day treasury bills which are issued and secured by the Canadian government. Prior to October 22, 2007, the DEX 91 Day T-Bill Index was named Scotia Capital 91-Day T-Bill Index.

The performance data shown reflects changes in unit values and assumes that all income/realized net gains are retained by the Fund in the periods shown and are reflected in higher unit values of the Fund. It does not take into account sales, redemption, distribution or other optional charges or income taxes payable that would have reduced returns.

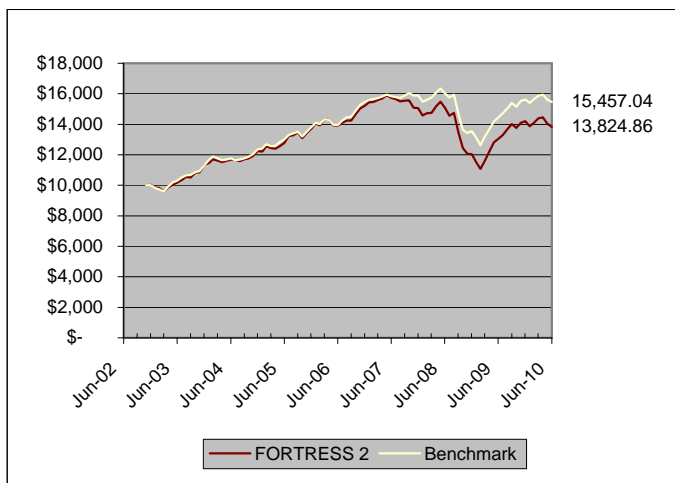
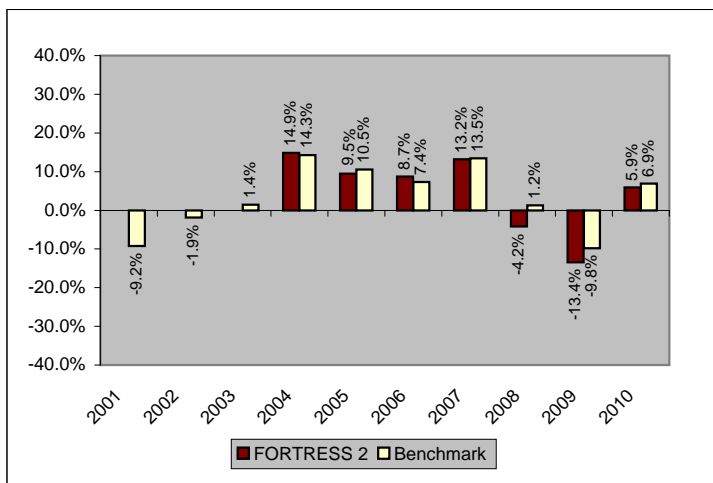
Past results are not indicative of future performance of the Fund.

Year-by-Year Returns as of June 30, 2010

The Year-by-Year Returns chart shows the annual performance of the Fund, compared to the performance of the Benchmark. It illustrates how the Fund's performance has changed from year to year. For years prior to the Fund's inception date, performance is shown for the Index alone.

Overall Past Performance as of June 30, 2010

The Overall Past Performance graph shows the growth of a hypothetical \$10,000 investment in the FORTRESS 2 Balanced Fund (Scheer Rowlett), compared to that of the Benchmark for each year since inception of the FORTRESS 2 Balanced Fund (Scheer Rowlett).



Financial Highlights:

The Fund's Net Asset Value per Unit

	2005	2006	2007	2008	2009
Net asset value at Dec. 31 of year shown	16.08	17.90	17.71	14.18	16.72

Ratios and Supplemental Data

	2005	2006	2007	2008	2009
Net assets (000's) ⁽¹⁾	\$363	\$630	\$939	\$752	\$896
Number of units outstanding ⁽¹⁾	22,579	35,179	53,017	53,040	53,616
Management expense ratio ⁽²⁾	2.53%	2.53%	2.51%	2.49%	2.48%
Portfolio turnover rate ⁽³⁾	7.25%	13.60%	80.80%	120.96%	90.37%

The Financial Highlights tables (left) show selected key financial information about the FORTRESS 2 Funds and are intended to help you understand the Fund's financial performance for the past 5 years. This information is derived from the Fund's audited financial statements.

⁽¹⁾ As at December 31st of the year shown.

⁽²⁾ The Management expense ratio is based on total expenses for the year shown, including the expenses of the underlying fund, expressed as an annualized percent of daily average net assets during the year, and includes GST.

⁽³⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

If you would like to obtain either the Fund's semi-annual unaudited or annual audited financial statements, or a detailed description of the Fund's investment policy, please send your request in writing to *Member Services, FaithLife Financial, 470 Weber Street North, Waterloo, Ontario N2J 4G4.*

Any amount that is allocated to a segregated fund is invested at the risk of the contractholder and may increase or decrease in value.