

**Fund Information**

Inception Date	January 2001
IFSC Category	Canadian Dividend
<u>Plan Eligibility:</u>	RRSP Yes
	Non-Registered Yes
Management Fee / MER *	2.40% / 2.54% *

**Segregated Fund Investment Objective**

The objective of this segregated fund is to invest all of its assets in the Canada Life Enhanced Dividend Fund (Laketon), a pooled fund managed by Laketon Investment Management Ltd., or another substantially similar underlying fund.

**Investor Profile (of underlying fund)**

Suited to the investor whose objectives are income and capital preservation over the medium to long term.

**Investment Objective (of underlying fund)**

The investment objective of the fund is to provide tax-effective income, capital preservation and modest capital appreciation.

**Investment Strategy (of underlying fund)**

- The fund may invest in common and convertible preferred equities, rights, warrants and derivative instruments.
- An active management style adds value through interest rate anticipation and security selection using a high quality portfolio composed of Canadian common and preferred equities and Investment Trusts.
- The fund is managed to be tax-efficient as it pays primarily dividend income with some capital gains.
- The fund invests in mature, dividend-rich companies which historically have share values that have fluctuated less than the market because of their dividend cushion.
- Companies are selected for their current yields, as well as their future ability to increase dividends and provide modest capital growth.
- With respect to cash and short-term investments, the fund may invest in federal and provincial government securities, bankers' acceptances and commercial paper. The aim is for each security to have a credit rating equal to or greater than A1 (or equivalent) according to major debt rating agencies.

**FaithLife Financial Benchmark**

S&P/TSX 60 Index \*\*

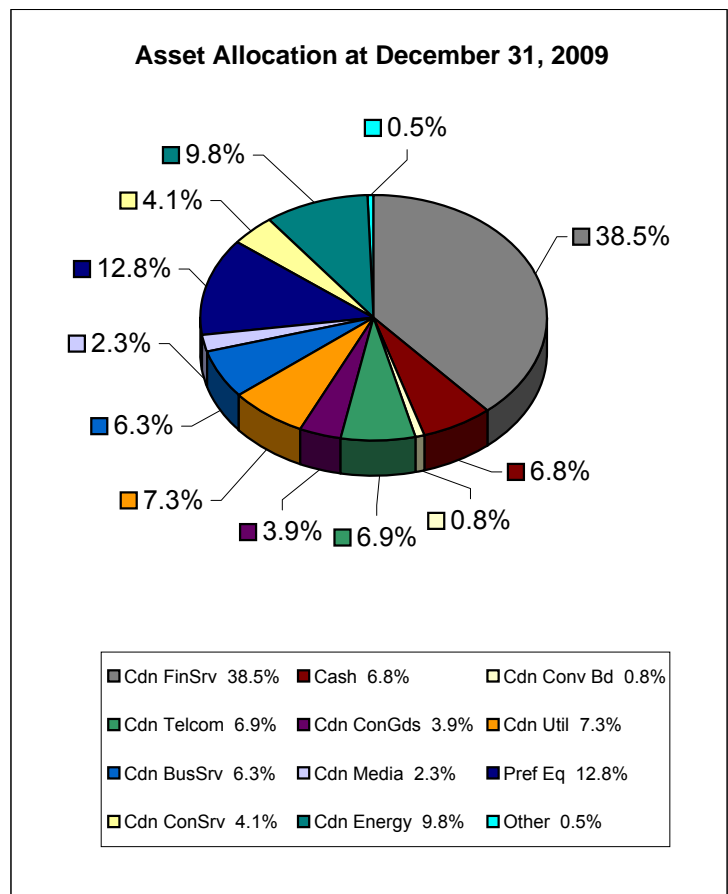
The following table shows the simple returns for the monthly periods and the historical annual compound total return of the FORTRESS Enhanced Dividend Fund, compared to the performance of the S&P/TSX 60 Index to September 30, 2010.

**Annual Compound Returns:**

	1-month	3-month	6-month	1-Year	2-Year	3-Year	4-Year	5-Year	10-Year	Since Inception
FORTRESS Enhanced Dividend Fund	3.5%	8.2%	4.5%	11.4%	4.5%	-1.6%	1.1%	2.5%	N/A	7.8%
Benchmark	3.3%	8.7%	2.6%	7.9%	3.6%	-1.7%	4.2%	5.4%	3.7%	4.9%

\* HST will be factored in beginning July 1, 2010

\*\* S&P/TSX 60 Index -- A market capitalization weighted index that tracks the common share price of 60 leading companies in leading industries represented on the TSX Index.



**Top 10 Holdings of the Underlying Fund as at Dec. 31, 2009**

The Bank of Nova Scotia	5.7%
Royal Bank of Canada	5.5%
Bank of Montreal	5.5%
BCE Inc.	5.3%
Thomson Reuters Corp.	4.8%
Bell Aliant Regional Communications Income Fund	4.5%
National Bank of Canada	4.3%
The Toronto-Dominion Bank	3.7%
Canadian Imperial Bank of Commerce	3.5%
Fortis Inc.	3.4%

**Top 10 Total Percentage of Fund 46.2%**

**Fund Risks**

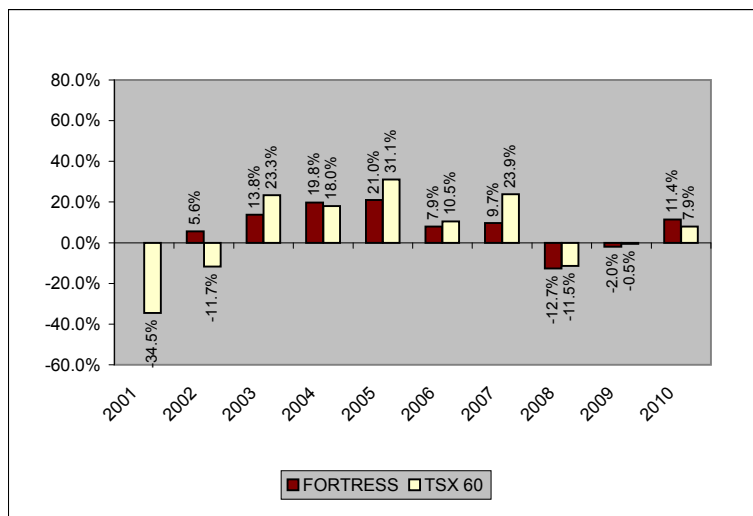
<input checked="" type="checkbox"/> General	<input type="checkbox"/> Special Equities	<input type="checkbox"/> Currency	<input checked="" type="checkbox"/> Market
<input type="checkbox"/> Securities Lending	<input checked="" type="checkbox"/> Interest Rate	<input checked="" type="checkbox"/> Derivative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

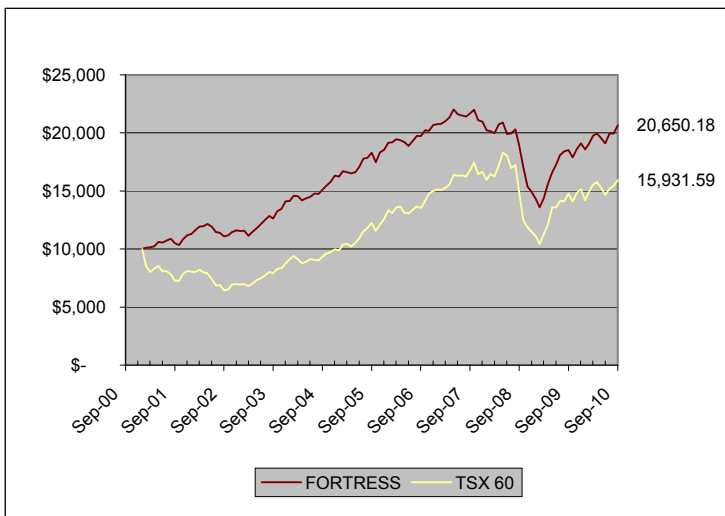
**Year-by-Year Returns as of September 30, 2010**

The Year-by-Year Returns chart shows the annual performance of the Fund, compared to the performance of the S&P/TSX 60 Index. 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 September 30, 2010**

The Overall Past Performance graph shows the growth of a hypothetical \$10,000 investment in the FORTRESS Enhanced Dividend Fund, compared to that of the S&P/TSX 60 Index for each year since inception of the FORTRESS Enhanced Dividend Fund.



**Financial Highlights:**

**The Fund's Net Asset Value per Unit**

	2005	2006	2007	2008	2009
Net asset value at Dec. 31 of year shown	25.70	28.51	28.94	20.55	26.33

**Ratios and Supplemental Data**

	2005	2006	2007	2008	2009
Net assets (000's) <sup>(1)</sup>	\$29,045	\$40,393	\$48,942	\$35,119	\$44,509
Number of units outstanding <sup>(1)</sup>	1,130,188	1,416,627	1,691,200	1,708,867	1,690,612
Management expense ratio <sup>(2)</sup>	2.60%	2.60%	2.57%	2.54%	2.54%
Portfolio turnover rate <sup>(3)</sup>	54.84%	40.00%	32.38%	22.23%	18.00%

The Financial Highlights tables (left) show selected key financial information about the FORTRESS 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.

<sup>(1)</sup> As at December 31st of the year shown.

<sup>(2)</sup> 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.

<sup>(3)</sup> 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.**