

# FUND FACTS: BALANCED PORTFOLIO CLASS, SERIES 1

JULY 8, 2011

This document contains key information you should know about **Balanced Portfolio Class**. You can find more detailed information in the fund's simplified prospectus. Ask your advisor for a copy or contact Connor Clark & Lunn Capital Markets Inc. ("CC&L Capital Markets") at 1-888-276-2258, email [cclcapmarkets@cclgroup.com](mailto:cclcapmarkets@cclgroup.com), or visit [www.cclcapitalmarkets.com](http://www.cclcapitalmarkets.com).

## QUICK FACTS

Date fund created	April 22, 2010
Total fund value	\$1,040,600
Management Expense Ratio (MER)	4.56%
Distributions	Income monthly, Capital gain annually

## Portfolio Manager

Connor, Clark & Lunn Investment Management Ltd.

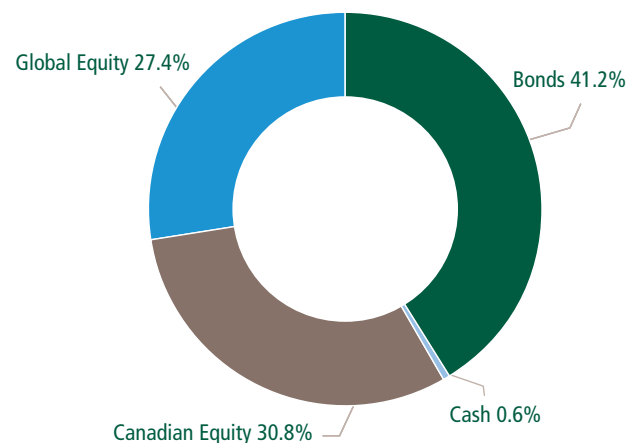
## WHAT DOES THE FUND INVEST IN?

The fund seeks to generate modest growth of capital while utilizing fixed income investments to stabilize returns by investing in CC&L Balanced Portfolio. It is broadly diversified across different types of equity and fixed income securities. The charts below give you a snapshot of the fund's investments on June 30, 2011. The fund's investments will change.

## TOP 10 INVESTMENTS

Security	Weight
iShares US High Yield Bond Index Fund CAD Hedged	7.54%
Toronto-Dominion Bank	1.96%
Bank of Nova Scotia	1.63%
Royal Bank of Canada	1.60%
Canadian Imperial Bank of Commerce 3.15% 2015.11.02	1.35%
Suncor Energy Inc.	1.34%
Ontario 7.60% 2027.06.02	1.26%
TD Capital Trust (CATS III) 7.24% 2018.12.31	1.14%
Alberta 4.00% 2019.12.01	1.11%
Royal Bank of Canada 4.35% 2015.06.15	1.10%

## INVESTMENT MIX



The top 10 companies comprise 20.03% of the fund  
Total number of investments: 380

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**HOW HAS THE FUND PERFORMED?**

This section tells you how the fund has performed. Returns are after expenses have been deducted. These expenses reduce the fund’s return. It’s important to note that this doesn’t tell you how the fund will perform in the future. Also, your actual after-tax return will depend on your personal tax situation.

**Average return**

A \$1,000 hypothetical investment into the fund at inception is now worth \$1,039.87. This would equate to an annual compounded rate of return of 3.34%.

**Year-by-year Returns**

The year-by-year returns is not available for this series as it has not been distributed to the public under a simplified prospectus for a full calendar year.

**HOW RISKY IS IT?**

When you invest in a fund, the value of your investment can go down as well as up. CC&L Capital Markets has rated this fund’s risk as low to medium. For a description of the specific risks associated with this fund, please read the fund’s simplified prospectus.



**Investors who:**

- have a moderate tolerance for risk and volatility
- want to invest for the medium-term
- seek income and capital appreciation

**Before you invest in any fund, you should consider how it would work with your other investments and your tolerance for risk.**

**ARE THERE ANY GUARANTEES?**

Like most mutual funds, this fund doesn’t have any guarantees. You may not get back the amount of money you invest.

**A WORD ABOUT TAX**

In general, you’ll have to pay income tax on any money you make on a fund. How much you pay depends on the tax laws where you live. Keep in mind that when funds are held in a non-registered account, fund distributions are included in your taxable income, whether you get them in cash or have them reinvested.

**HOW MUCH DOES IT COST?**

The following tables show the fees and expenses you could pay to buy, own and sell Series 1 securities of the fund.

**Sales Charges**

You may have to pay a sales charge when you buy the fund.

Sales Charge	What you pay	How it Works
Initial sales charge	<i>In percent</i> Nil	<i>In dollars</i> Nil
		Your dealer may charge you a commission. The initial sales charge is deducted from the amount you buy. It goes to your dealer as a commission.

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### Fund Expenses

You don't pay these expenses directly. They affect you because they reduce the fund's returns. As of December 31, 2010, the expenses of the fund were 4.56% of its value. This equals \$45.60 for every \$1,000 invested.

	Annual rate (as a % of the fund's value)
Management expense ratio (MER) This is the total of the fund's management fee and operating expenses, including taxes	4.56%
Trading expense ratio (TER) These are the fund's trading costs	Nil
Fund expenses	4.56%

### Trailing Commissions

A trailing commission of 0.50% per annum is paid to your investment dealer. This equals \$5.00 for every \$1,000 invested. The trailing commission is paid out of the management fee and is paid for as long as you own the fund.

### Other fees

You may have to pay other fees when you sell or switch securities of the fund.

Fee	What you pay
Investor protection fee	2% of the value of securities you sell or switch within 90 days of buying them. This fee goes to the fund.
Dishonoured cheques or insufficient funds	We reserve the right to charge a fee for such transactions.

### WHAT IF I CHANGE MY MIND?

Under securities law in some provinces and territories, you have the right to:

- withdraw from an agreement to buy mutual fund securities within two business days after you receive a simplified prospectus, or
- cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, annual information form or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory. For more information, see the securities law of your province or territory or ask a lawyer.

### FOR MORE INFORMATION

Contact CC&L Capital Markets or your dealer for a copy of the fund's simplified prospectus and other disclosure documents. These documents and the Fund Facts make up the fund's legal documents.

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