

Portfolio data as of June 30, 2010

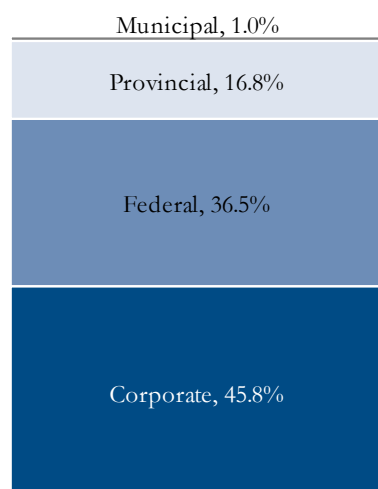
## Mandate Characteristics

Inception Date:	June 1997
Asset Class:	Canadian Fixed Income
Total Assets:	\$2.0 Billion
Portfolio Manager:	Signature Global Advisors
Benchmark:	50% DEX Universe Bond & 50% Maple Overall (CAD\$)

## Portfolio Characteristics

Current Yield:	4.3%
Duration:	5.8 yrs
Average Credit Rating:	AA-
(Moody's Credit Rating)	

## Asset Allocation Breakdown



## CI Signature Canadian Bond Portfolio

(Available on a pooled or segregated basis)

### Investment Objective

The objective of this product is to obtain long-term total return. The portfolio invests primarily in a mix of fixed income securities of Canadian governments and Canadian corporations.

### Commentary as at June 30, 2010

In the first few weeks of the second quarter stocks and government yields crested to new year-to-date highs. The Bank of Canada indicated that short-term rates were headed higher starting in the summer months. Based on this, borrowers continued to replace their floating rate obligations with fixed-rate ones. This combination put considerable upward pressure on 5-year bond yields in the domestic market. By the end of April, the market had priced in central bank hikes of nearly 150 basis points by the end of the year, a level that has proven to be too pessimistic.

The corporate credit market hit a major road bump in the second quarter with the continued crisis in European sovereign debt, bringing the year-long rally in bond spreads to an end. Investors were very concerned about the health of the European financial sector, U.S. financial regulation and the environmental disaster of the Gulf of Mexico oil spill. Global economic growth slowed during the period, and more importantly investors' outlook for growth diminished. Concerns about slowing Chinese growth and the effects that the European debt crisis would have on growth resulted in weaker global equity markets and widening credit spreads.

Investment-grade bonds returned 2.27%, underperforming government debt by 83 basis points due to spreads widening 24 basis points. Canadian investment-grade bonds widened the first two months of the quarter and remained unchanged in June. The Canadian investment-grade market held up remarkably well due to the continued strong demand for yield product from retail investors.

The portfolio was tactically long duration in the early part of the quarter when yields were rising. As prices for these bonds rose later in the quarter they were liquidated. The portfolio's duration at quarter end was modestly short of the benchmark. The Fund is positioned for a flatter yield curve with cash levels around 7%. The fund has been consistently overweight corporate bonds as the outlook for credit remains positive. The global economy continues to build momentum, but certainly less so than in the past. Improving corporate earnings support corporate bond valuations.

#### Top Five Domestic Holdings

Government of Canada, 3.75% 6/1/2019	3.4%
Government of Canada, 2.50% 6/1/2015	2.7%
Government of Canada, 5.75% 6/1/2029	2.4%
Province of Ontario, 4.20% 6/2/2020	2.2%
Ontario School Board Trust, 5.00% 6/2/2033	2.0%

#### Top Five Foreign Holdings

Bank of Ireland, 2.75%, 3/2/2012	1.0%
Royal Bank of Scotland, 5.37%, 5/12/2049	1.0%
Eurofima, 5.15%, 12/13/2019	0.9%
Instituto de Credito Oficial	0.9%
Austria Government, 5.375%, 12/1/2018	0.8%

#### Sector Distribution

Federal	32.6%
Agency	3.8%
Provincial	17.8%
Financials	22.6%
Non-Financials	23.2%

#### Quality Distribution

AAA	41.4%
AA	17.4%
A	21.6%
BBB	15.6%
BB	1.9%
B	0.2%
NR	1.9%

As of June 30, 2010 (CAD\$)	Trailing Periods								Calendar Years				
	MRQ	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Incp	2009	2008	2007	2006	2005
Gross Returns	3.1	5.3	9.1	6.9	5.2	5.7	6.5	7.9	6.3	4.9	3.7	4.3	6.6
Benchmark	2.9	4.3	7.1	6.7	4.8	5.6	6.5	7.6	5.5	6.0	3.5	4.1	6.5
Excess Returns	0.2	1.0	2.0	0.2	0.4	0.1	0.0	0.3	0.8	-1.1	0.2	0.2	0.1
Standard Deviation	---	---	3.0	3.4	3.3	3.2	3.5	---	3.7	4.1	2.6	3.2	2.6
Annualized Alpha	---	---	2.9	0.8	0.9	0.5	0.3	---	0.5	-0.1	0.5	0.6	1.3
Tracking Error	---	---	0.7	1.1	0.9	0.8	0.7	---	1.1	1.3	0.4	0.5	0.7
Information Ratio	---	---	2.9	0.2	0.5	0.1	0.0	---	0.8	-0.9	0.6	0.6	0.2
Sharpe Ratio	---	---	2.9	1.4	0.8	0.9	1.0	---	1.5	0.4	-0.3	0.1	1.6

The indicated rates of return are historical simple total returns (1 year) or average annual compound total returns (3, 5, 7 and 10 years and SI). All performance returns are gross of fees and based on the corresponding prospectus I-Class mutual fund strategy. Investment returns will fluctuate. The benchmark for the institutional strategy may differ from the mutual fund strategy. Past performance is not a reliable indicator of future performance. CI Institutional Asset Management and the CI Institutional Asset Management logo are trademarks of CI Investments Inc.™ Signature Global Advisors is a trademark of CI Investments Inc.