

# Guardian Canadian Plus Equity Fund



GUARDIAN CAPITAL LP

## Strategy Profile

June 30, 2010

- *Best-of-Breed, Global Strategy with a Canadian Bias*
- *Systematic Research Driven Security Selection Methodology*
- *Risk Controlled Investment Process*

### Benchmark:

50% S&P/TSX Capped Composite Index / 25% S&P 500 (C\$) / 25% MSCI EAFE (C\$)

### Style:

GARP

### Inception Date:

December 31, 2006

### Expected Tracking Error:

400 – 800 bps annualized

### Size:

Mid to Large-capitalization

### Holdings Range:

40-60 stocks

### Sector Weightings:

±50% of sector weight / all sectors represented

### Maximum Position Size:

5%

### Maximum Cash Weight:

15%

### Portfolio Management:

Michael Barkley  
*Senior Vice President, Portfolio Manager*

George Crowder  
*Vice President, Portfolio Manager*

## WHAT MAKES OUR SOLUTION UNIQUE

**Robust Quantitative Research:** In a converging global market, a key point of differentiation is our systematic bottom-up approach to selecting the best companies within each sector and region.

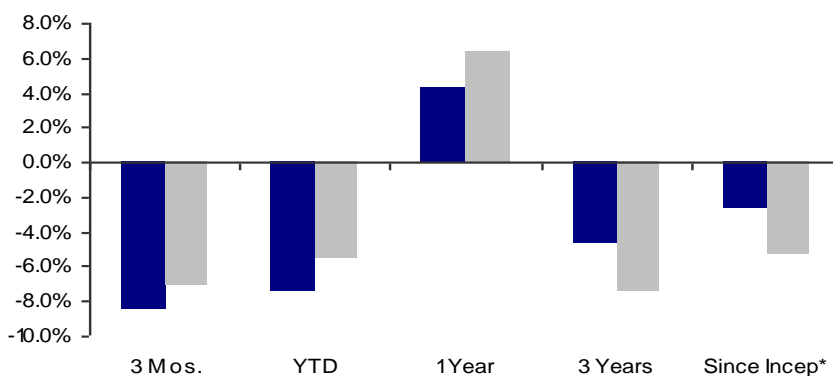
**Risk Control:** The ability to control risk and protect capital by using both cash holdings and sector weightings in poor markets is critical to long term investment success – and is a key feature of this fund. The GCA Investment Committee policy recommendations are implemented via the fund.

**Global Exposure:** The fund is able to offer unit holders one-decision diversified global exposure to leading blue-chip companies

**Team Refined Investment Process:** Our investment team rigorously debates all portfolio recommendations prior to implementation - position weights of best ideas are determined to maximize alpha potential within given risk parameters.

## Guardian Canadian Plus Equity Fund

Performance before fees for periods ended June 2010



	3 Mos. (%)	YTD (%)	1 Year (%)	3 Years (%)	Since Incep.*
GDN Canadian Plus	-8.43	-7.45	4.34	-4.72	-2.65
Benchmark	-7.14	-5.62	6.35	-7.47	-5.36

The indicated monthly rates of return are historical returns including changes in unit value and reinvestment of all distributions and do not take into account management fees, other charges or income taxes payable by any security holder that would have reduced returns. Fund values change frequently and performance might not be repeated.

### Guardian Capital LP

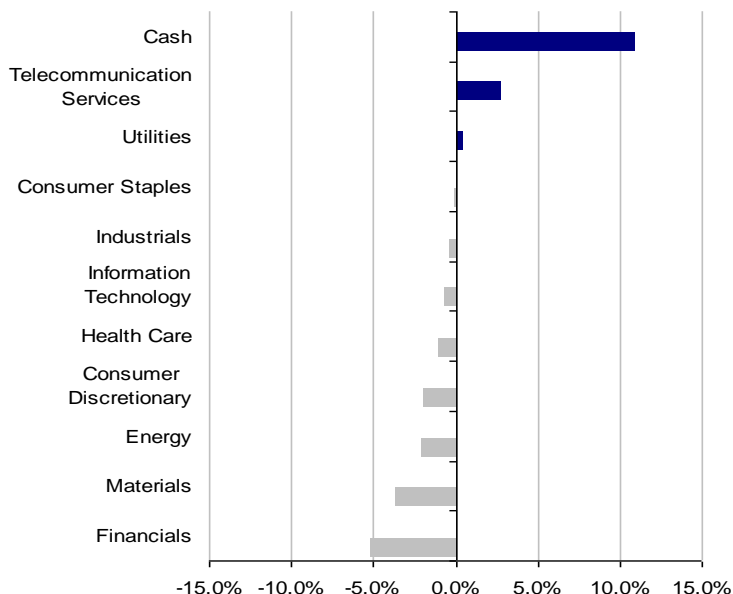
Guardian Capital Group Limited is a diversified financial services firm providing investment solutions to institutional and retail investors. Guardian Capital was incorporated in 1962 and is a public company listed on the Toronto Stock Exchange. Investment manager Guardian Capital LP (Institutional Division), manages over \$11 billion in institutional equity and fixed income mandates (does not include WRAP and non-discretionary assets).



### Portfolio Characteristics

Growth (%)	Fund	Benchmark
Revenue – 3 yr	5.8	6.1
Earnings – 3 yr	0.8	-8.6
Revisions	3.7	1.2
Value	Fund	Benchmark
P/E	13.4	20.9
P/B	2.1	2.3
P/S	1.7	2.1
PEG	1.4	2.0
Other	Fund	Benchmark
Beta	1.57	1.00
R-squared	78	100
Yield	2.5	2.5
Tracking Error	8.23	0
# Holdings	70	874

### Active Sector Weights



### Top Holdings - CDA %

TD Bank	2.38
Bank of Nova Scotia	2.16
H&R Real Estate Trust	2.00
Metro Inc.	2.00
Royal Bank of Canada	<u>1.98</u>
	10.52

### Top Holdings - USA %

Apple	1.28
American Express	1.24
Goldman Sachs	1.23
Aflac	1.21
Du Pont	<u>1.21</u>
	6.17

### Top Holdings - INTL %

Fomento Econ Mex	1.58
Siemens	1.33
CNOOC	1.33
Deutsche Bank	1.31
Teva Pharmaceutical	<u>1.28</u>
	6.21

### Active Region Weights

