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GLOBAL DIVIDEND FUND – Quarterly Commentary

Performance

PERFORMANCE	3M	6M	1 YR	YTD	2 YR	PSD	2008	2009
	Annual Returns (%)						Calendar Returns (%)	
						- -		
Global Dividend Fund	2.2	7.7	27.3	2.2	-16.2	13.6	-47.0	11.9
MSCI World (Cdn)	0.3	2.0	23.5	0.3	-6.5	-	-26.1	11.8
MSCI World (US)	3.4	7.7	53.2	3.4	-5.9	-	-40.3	30.8

PSD: Jan 4, 2007

Over the last six-months to March 31, 2010, The Global Dividend Fund was up 7.7% as compared to its benchmark (MSCI World Index, CDN) which was up 2.0%. This out-performance was due to an underweighting of Chinese and European equities. Both the Chinese and European markets performed poorly during the period under review. The Fund had a total weighting in excess of 40% in financials and technology, and both these sectors strongly contributed to the overall out-performance. Under-weighting Commodities helped as well. Over a three-month and one-year period, the Fund outperformed its benchmark by 1.9% and 3.8%, respectively.

Market Commentary

Until recently, the US markets retraced 60% of their previous losses. This impressive rally was within the 38-62% range, generally expected of retracements. The rally lasted over 13 months. The number of advancing stocks steadily outnumbered decliners and the percentage of stocks trading at 52-week highs recently moved above 40%, the highest level since 1982. Wall Street analysts expect S&P 500 operating earnings to surge 27% this year. With about half of the S&P 500 Index members reporting, profit growth is very strong for the first quarter 2010, up about 75% compared to a year-ago, following upon the heels of a strong fourth quarter 2009.

Of 172 companies that have reported quarterly earnings thus far, 143 have beaten their consensus forecasts. In fact, on average the numbers came in at 21% above Wall Street's forecasts. The investment environment is improving, along with the quality of US recovery. Corporate earnings are strong, beating expectations, and unlikely to weaken imminently. Given still-high levels of slack in product and labor markets, the Fed and many other advanced economy central banks are content to keep monetary policy unchanged. With interest rates remaining at current levels equity markets should do well going forward.

We are bullish on stocks but remain alert to the many macro risks that could derail the current rally. Potential fallout from the current Greek debt crisis, burdensome financial regulation and Fed/Central bank actions are near-term risks to the equity markets.

Outlook

The world economy is showing good signs of recovery with some areas of weakness. The Greek government is currently seeking assistance from the European Union, in light of their difficulties. If successful, they will be able to implement sound fiscal and monetary policies to stabilize their economies.

The US economy is showing signs of recovery and China and India both continue to grow strongly. However, the Chinese housing market has been very strong and concerns about a bubble are forcing the authorities to take measures to rein in demand. Fears of a tighter monetary policy and a slowing of the Chinese economy have led to declines in its domestic equity markets.

Positioning

We are bullish on equities and continue to look for well managed companies with strong positions in their industries to add to the Fund when valuations become attractive. We are focusing on technology and healthcare companies and believe valuations are still attractive. Opportunities for potential growth will present themselves as we avoid commodity stocks, where the risk-reward ratio is unfavorable.

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Portfolio Profile as of March 31, 2010

Top Ten Holdings of the Global Dividend Fund	
Name of Company	*Percent of the Global Dividend Fund*
M&T Bancorporation (MTB)	3.94%
Tesco PLC (TSCO)	3.93%
Companhia de Bebidas das Americas (ABV)	3.74%
Nestle SA (NESN)	3.63%
Johnson & Johnson (JNJ)	3.07%
Becton, Dickinson & Company (BDX)	2.90%
Philips Electronics (PHIA)	2.89%
International Business Machines (IBM)	2.73%
Wal-Mart Stores (WMT)	2.59%
Comcast Corporation (CMCSA)	2.51%

Sector	**Weight**
Financials	25.4%
Consumer Staples	22.1%
Information Technology	15.0%
Healthcare	10.2%
Consumer Discretionary	9.5%
Industrials	9.5%
Telecom Services	4.6%
Materials	1.8%
Energy	1.0%
Utilities	0.9%

Country Allocation	
U.S.	55.7%
Canada	9.5%
Switzerland	5.9%
Brazil	4.6%
UK	3.9%
Netherlands	2.9%
Greece	2.7%
Mexico	2.5%
Germany	2.4%
France	1.8%