

theresults Corporate Knights SRI Funds Ranking

This chart shows the results of our SRI fund ranking for 2006

BALANCED FUNDS	1 Yr	3 Yr	5 Yr	10 Yr	Assets (\$m)	CKSS	CKPS	TOTAL SCORE	SHIELDS
Inhance Balanced Fund	13.22				\$15.0	96	68	82	★★★★
Ethical Balanced Fund	13.84	13.10	4.86	6.14	\$396.9	90	66	78	★★★★
Acuity Clean Environment Balanced Fund	16.69	20.42	8.62	8.19	\$50.7	57	94	76	★★★★
Desjardins Ethical Canadian Balanced	11.65	10.52	4.13		\$12.9	80	41	61	★★★★
Phillips, Hager & North Community Values Balanced	12.05	13.01			\$8.4	59	61	60	★★★
Canada Life Gen Balanced Fund (Ethical) [S240]	12.24	11.62	3.45		\$1.2	68	50	59	★★★
Meritas Balanced Portfolio Fund	7.20				\$10.7	93	22	57	★★★
Manulife Canadian Balanced Ethics GIF (MB)	9.63	10.69			\$0.2	22	38	30	★★
Manulife Canadian Balanced Ethics GIF encore (MB)	9.64	10.64			\$1.9	22	37	30	★★

EQUITY FUNDS	1 Yr	3 Yr	5 Yr	10 Yr	Assets (\$m)	CKSS	CKPS	TOTAL SCORE	SHIELDS
Ethical Canadian Dividend Fund	28.90	27.77			\$207.3	90	98	94	★★★★
Desjardins Environment Fund	37.45	26.29	11.82	10.24	\$107.3	80	87	84	★★★★
Ethical Special Equity Fund	28.74	31.16	27.86	15.51	\$274.1	90	69	80	★★★★
Mac Unv Sustainable Opportunités Cap Cl	18.46	14.02			\$10.8	97	60	78	★★★★
Ethical Canadian Index Fund	26.52				\$9.8	90	67	78	★★★★
Acuity Social Values Canadian Equity Fund	25.10	29.00	17.10		\$42.0	57	88	72	★★★★
Meritas Jantzi Social Index Fund	26.27	22.84	9.20		\$55.4	93	46	70	★★★★
Ethical Growth Fund	21.72	19.37	6.68	6.64	\$440.6	90	43	67	★★★★
Acuity Social Values Global Equity Fund	17.91	15.82	2.53		\$9.3	63	71	67	★★★★
Ethical International Equity Fund	19.03	17.16			\$39.2	90	41	66	★★★★
Meritas International Equity Fund	19.15	16.03	-1.47		\$13.9	93	36	65	★★★★
Ethical American Multi-Strategy Fund	12.22	4.32	-7.71	3.61	\$86.0	90	38	64	★★★★
Acuity Clean Environment Equity Fund	20.85	23.77	6.89	7.14	\$94.8	57	69	63	★★★★
Great-West Life Ethics Fund (G) DSC	27.10	26.50	12.37		\$5.6	38	80	59	★★★
Great-West Life Ethics Fund (G) NL	26.82	26.23	12.13		\$3.2	38	77	58	★★★
Ethical Global Equity Fund	13.69	10.27	-3.14		\$27.2	90	23	56	★★★
London Life Ethics Fund (GWLIM)	25.75	24.73			\$33.8	38	72	55	★★★
Investors Summa Fund	23.33	19.79	5.68	10.92	\$2,063.0	57	50	53	★★★
Phillips, Hager & North Community Values Cdn Equ	24.33	23.54			\$22.3	59	46	52	★★★
Investors Summa Class	23.00	19.51			\$39.4	57	47	52	★★★
Inhance Global Leaders Fund Class A	7.98				\$5.0	96	7	51	★★★
Acuity Clean Environment Global Equity Fund	11.49	14.39	-3.38	1.83	\$11.4	57	44	51	★★★
Canada Life Gen Growth Fund (Ethical) [S238]	20.23	17.68	5.19		\$0.7	68	32	50	★★★
Meritas U.S. Equity Fund	1.90	1.98	-5.90		\$10.1	93	4	48	★★★
Canada Life Gen N.A. Equity Fund (Ethical)[S241]	9.60	2.67	-9.14		\$0.5	68	25	46	★★★
Dynamic SAMI Fund	9.79	23.47	8.91		\$7.7	27	60	44	★★★
Mavrix Sierra Equity Fund	22.04	23.06	8.19		\$7.6	7	66	37	★★
Phillips, Hager & North Community Values Glo Equ	7.50	8.66			\$5.0	59	7	33	★★

INCOME FUNDS	1 Yr	3 Yr	5 Yr	10 Yr	Assets (\$m)	CKSS	CKPS	TOTAL SCORE	SHIELDS
Ethical Income Fund	3.63	5.33	5.34	6.21	\$233.4	90	67	79	★★★★
Ethical Monthly Income Fund	13.66				\$33.3	90	63	76	★★★★
Phillips, Hager & North Community Values Bond	4.55	6.25			\$10.2	62	89	75	★★★★
Meritas Canadian Bond Fund	2.55	4.67	4.91		\$28.9	93	40	66	★★★★
Canada Life Gen Income Fund (Ethical) [S239]	2.39	3.76	3.73		\$1.5	68	14	41	★★★

MONEY MARKET FUNDS	1 Yr	3 Yr	5 Yr	10 Yr	Assets (\$m)	CKSS	CKPS	TOTAL SCORE	SHIELDS
Meritas Money Market Fund	2.10	1.85	1.93		\$2.2	n/a	70	n/a	n/a

LEGEND:

n YR—Compound return for n years. CKSS—Corporate Knights Social Score (updated every second year, or more often if a fund or fund company undergoes a substantial change). CKPS—Corporate Knights Performance Score. SHIELDS—Quintile ranking

sidetable Who Screens For What?

This chart shows how each group of funds applies negative screens in the stock selection process.

FUNDS	NEGATIVE SCREENS												
Acuity Social Value Funds	●	●	●			●	●	●					
Acuity Clean Environment Funds													
Canada Life Funds	●				●	●	●						
Desjardins Funds	●				●	●	●						
Desjardins Environment Fund	●			●	●	●	●						
Dynamic SAMI	●	●	●	●			●			●	●	●	
GWL / London Life / Funds	●	●	●	●	●	●	●						
Ethical Funds	●				●	●	●						
Inhance Funds	●				●	●	●						
Investors Summa	●	●	●	●	●	●	●						
Lutheran Life Funds	●				●	●	●						
Mackenzie Funds	●	●	●	●	●	●	●						
Manulife Funds	●	●	●	●	●	●	●						
Mavrix Funds	●	●	●	●	●	●	●						
Meritas Funds	●	●	●	●	●	●	●						
PH&N Funds	●	●	●	●	●		●	●					

NOTE: Acuity Social Values Global Equity Fund also screens for Community Direct Investment (CDI).

LEGEND:

	Tobacco		Alcohol		Gambling		Human Rights		GMOs		Nuclear		Weapons
	Animal Testing		Financial Services		Entertainment		Pork/Poultry						

Around the World Responsible Investment Highlights

- UBS launched a framework to measure corporate social liabilities across nine industry sectors.
- Merrill Lynch issued a buy/sell report on auto sector stocks based on climate change impacts.
- Goldman Sachs correlated 42 environmental, social, and governance (ESG) criteria in the energy sector to financial performance.
- Mercer Investment Consulting has a Global SRI Group, based in Toronto.
- UN Principles for Responsible Investment launched this April. Secretary-General Kofi Annan struck the NYSE bell for the launch. Over \$4 trillion worth of investors have signed on already—the Canada Pension Plan is one of them.
- Freshfields Bruckhaus Deringer wiped out the notion that fiduciary responsibility precludes consideration of environmental, social and governance (ESG) factors, concluding, rather, that fiduciary duty not only allows ESG considerations, it sometimes requires them.

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The sdEffect Translation Framework

Question: How do you get a CFO to buy into sustainability?
Answer: Put it in his/her terms.

Inco's solid waste diversion Cost reductions, based on Discounted Cash Flow (DCF) analysis, translate into increase of between \$0.06 and \$0.16 in total value per share.

Teck Cominco's leading-edge Community and Employee Relations Associated risk reduction estimated using Rules of Thumb analysis to be valued at \$4.24 per share.

Check out the sdEffect, previewed at the World Economic Forum in Davos this January. www.sdEffect.com

WHAT THE RANKING IS AND WHAT IT ISN'T

The 2006 Corporate Knights SRI Fund Ranking is a resource designed to help investors make an educated judgment on which funds have done the best job of fusing the social, environmental, and financial values they bring to the table. Investors can best utilize our chart by making their own assessment based on each fund's characteristics.

METHODOLOGY BRIEF: Shield Score is based on the following weighted scores:

SRI RESEARCH INTEGRATION	12.50%
COMMUNITY INVESTMENT	6.25%
NON-SRI PRODUCTS	6.25%
ENGAGEMENT	15.00%
DISCLOSURE-VOTING RECORD	5.00%
DISCLOSURE-VOTING POLICY	5.00%
PERFORMANCE (1 & 3 YR)	50.00%
TOTAL:	100.00%

We used a blend of 1-year and 3-year relative performance. For funds with less than 3 years of history, we used the 1-year performance. For a full breakdown of how funds scored in each of the above categories, go to www.corporateknights.ca



FUND LIBRARY RESEARCH GROUP

Performance data as of Mar. 31, 2006 provided by Fund Library Research Group (www.fundlibrary.com/research) and Fundata Canada. All non-performance data obtained from the Fund Companies.

NEW FUNDS

This is a list of the newly-launched SRI funds in the past 12 months:

- **INHANCE BALANCED FUND CLASS M**
- **INHANCE CANADIAN EQUITY FUND CLASS A**
- **INHANCE MONEY MARKET FUND CLASS A**
- **INHANCE MONTHLY INCOME FUND CLASS A**
- **ETHICAL ADVANTAGE 2010 FUND**
- **ETHICAL ADVANTAGE 2015 FUND**
- **ETHICAL ADVANTAGE 2020 FUND**
- **ETHICAL ADVANTAGE 2030 FUND**
- **ETHICAL ADVANTAGE 2040 FUND**
- **ETHICAL TAX MANAGED AMERICAN EQUITY FUND**
- **MERITAS MONTHLY DIVIDEND AND INCOME FUND**