

Nature of Fund

Private pooled investment trust

Qualifying Investors

Current clients of QV Investors under existing management agreements

Custodian/Auditor/Counsel

1. RBC Dexia, Custodian
2. KPMG, Auditor
3. Osler, Hoskin & Harcourt LLP, Counsel

Investment Objective

The QV Canadian Equity Fund seeks to provide investors with a superior rate of return by investing in common shares of large Canadian companies.

Investor Profile

The QV Canadian Equity Fund is suitable for investors having a medium tolerance for volatility and a long-term horizon.

Investment Strategy

QV focuses on investing in companies with proven track records, competent management teams, competitive products and services and superior financial quality.

We are “bottom-up” analysts, assessing businesses, judging managers and measuring values and giving serious consideration to the overall factors influencing the global outlook for the business. Our goal is to build a diversified portfolio of Canada’s best large companies.

Investment Guidelines

Cash Reserves

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|----------------------|--|
| 1. Credit quality: | Canada Treasury Bills or Corporate Notes of R-1 rating (DBRS) |
| 2. Issuer: | Maximum 40% in Corporate Notes |
| 3. Term to maturity: | Less than one year |
| 4. Commitment: | 3 to 5% in normal investment conditions; may increase to 10%; in exceptional circumstances the Reserve may increase to 20% given the appropriate Investment Committee review |

Equity Investments

Holdings must meet the following market and capitalization criteria:

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|--------------------------|--|
| 1. Market: | Securities traded on the TSX |
| 2. Private Issuers: | Excluded |
| 3. Number of holdings: | A minimum of 25 holdings and a maximum of 40 holdings |
| 4. Minimum cap size: | C\$ 1 Billion |
| 5. Accounting standards: | Companies reporting in an acceptable accounting standard |
| 6. Industry commitment: | Limit of 25% in any one GICS sector |
| 7. Individual weights: | Minimum at 1% and maximum at 6% of the total equity portfolio |
| 8. Single holdings: | Less than 9.9% of the market capitalization of any one company |

Policy Table

Policy	Minimum	Maximum
Cash/T-bills [^]	0%	20%
Canadian Large Cap	80%	100%

[^] See Cash Reserves: Commitment section

Benchmark

S&P/TSX Composite Total Return Index

Portfolio Manager

Leighton Pullen, supported by Darren Dansereau, subject to the oversight of the QV Investors Investment Committee.

Management Fees

Private Client Fees - 100 bps based on weekly valuations paid out monthly
 Royal Trust Fees - Approximately 25 – 35 bps
 Institutional Fees - Negotiable