

## Template Letter to Clients

Dear Unitholder:

In December, Meritas Financial Inc. (“Meritas”) announced that its operations may soon be merged into Qtrade Fund Management Inc. within the Qtrade Financial Group (“Qtrade”). While this transaction will not close for a few months, I would like to tell you a little bit about what this transaction could mean for you as a Meritas Mutual Fund client.

First and most importantly, the only change you should experience as a result of our proposed merger is a change for the better. Uniting our companies will result in a stronger organization with more resources – and that means enhanced services and support for you as well as enhanced support for the mission, vision and values that initially attracted you to Meritas.

Our relationship and your investments will not be affected in any way. All of our current staff will stay with Meritas Mutual Funds and we will have the same strong commitment to Socially Responsible Investing (SRI) as before. Qtrade recognizes the unique value of our approach to SRI and one of the first things we will do together is strengthen and expand Meritas’ existing offerings.

We, at Meritas, are very excited by this opportunity. Not only have our previous owners committed to the future success of Meritas by virtue of their ownership in Qtrade, but we have gained a valuable new wealth management partner and supporter of SRI investing in Canada. Qtrade is a very successful financial services firm that delivers wealth management platforms and solutions to the retail public as well as to 180+ financial institutions across Canada. With Qtrade, we plan to build the status of Meritas’ SRI investment solutions nationally as more investors and advisors continue to add these wealth solutions and investment funds to their portfolios.

This really is a great opportunity and I am looking forward to our partnership with Qtrade. Both companies are looking forward to officially joining forces around the end of March, 2010.

In the coming weeks and months ahead you will be hearing more about this transaction. Please contact me if you have any questions.

On behalf of everyone here, I thank you for your continued confidence in Meritas Mutual Funds and look forward to assisting you as you strive to align your investments with your social and environmental beliefs and concerns.

Yours truly,

Gary Hawton  
CEO  
Meritas Mutual Funds