

**Interim Management Report
of Fund Performance**

For:

Meritas Jantzi Social Index[®] Fund
For the period ended June 30, 2009

MERITAS JANTZI SOCIAL INDEX[®] FUND

This interim Management Report of Fund Performance contains financial highlights but does not contain the interim financial statements of the Fund. You can get a copy of the interim financial statements at no cost by calling 1.866.924.6767 or by writing us at Meritas Mutual Funds, 1265 Strasburg Road, Kitchener, ON, N2R 1S6 or by visiting our website at www.meritas.ca or SEDAR at www.sedar.com. Investors may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure relating to the Fund.

Forward-Looking Statements

This document contains forward looking statements. Such statements are typically identifiable by the terminology used, such as “anticipate”, “plan”, “intend”, “expect” and “estimate” or other similar wording. These forward looking statements are subject to unknown risks and uncertainties and other factors that may cause actual results, achievements and levels of activity to differ materially from those expressed or implied by such statements. Such factors may include, but are not limited to: general economic, market and business conditions, fluctuations in securities prices, interest rates and foreign currency exchange rates, and actions by government authorities. Future events and their effects on a Fund may not be anticipated by us. Actual results may differ materially from the results anticipated in the forward looking statements. We do not undertake, and specifically disclaim, any obligation to update or revise any forward looking statements, whether as a result of new information, future developments or otherwise.

Management Discussion of Fund Performance

Portfolio Sub-Advisor

State Street Global Advisors, Montreal, Quebec

Investment Objective and Strategies

The principal investment objective of the Fund is to achieve capital gains from investing in the Canadian equity securities that comprise the Jantzi Social Index[®]. This Fund invests according to the Criteria for Socially Responsible Investing which are outlined in the Simplified Prospectus.

Risk

The risk level of this Fund has not significantly changed over the last year. The Fund remains well diversified in terms of number of holdings as it is invested in more than sixty different securities.

Results of Operations

The Fund invests in the companies that comprise the Jantzi Social Index[®]. The Fund was underweight in energy and mining companies and overweight in financial services companies in the period. These characteristics are still present in the Fund at the end of the period and will likely be factors in the second half of 2009.

The Fund size increased from \$55 million at the start of the period to approximately \$68 million at year-end with the largest part of the increase being the result of an increase in the market value of the securities owned by the Fund. However, a part of the increase was due to strong net sales of Fund units as it continues to gain in popularity.

The Fund outperformed its benchmark by a wide margin during the period. A Units of the Fund posted returns of nearly 23% while the S&P TSX 60 returned just over 16%.

The year started out as last year had ended with high volatility in equity markets and the Fund. By the end of the period, the Fund had put together a strong recovery that showed it rebounding off the lows that it set in early March.

Along the way to these higher values, we experienced a high frequency of large daily price changes and intra-day swings that have not been seen in the last 30 years.

Commodities rebounded with oil moving from US\$33 in December to approximately \$60 at the end of the period. Gold was the commodity that seemed to remain flat in the \$900 range which may have been expected given its strong relative performance at the end of last year.

The Bank of Canada overnight rate remained at all time lows as inflation fears have subsided with food and fuel prices continuing to decline. The Bank of Canada has indicated that these low rates may continue into 2010 unless the economy shows a strong rebound.

MERITAS JANTZI SOCIAL INDEX[®] FUND

Management Discussion of Fund Performance (continued)

Results of Operations (continued)

Income and expenses both remain in line with prior year's experience taking into account both the size of the Fund and the market conditions experienced in the current period.

Recent Developments

Future Accounting Policy Change

As at December 31, 2008 the Manager has developed a changeover plan to meet the timetable published by the CICA for changeover to IFRS. The key elements of the plan include disclosures of the qualitative impact in the December 31, 2008, 2009, and 2010 financial statements, disclosures of the quantitative impact, if any, in the December 31, 2010 financial statements and the preparation of the December 31, 2011 financial statements in accordance with IFRS.

Based on the Manager's current evaluation of the differences between Canadian GAAP and IFRS, the Manager does not expect that net assets attributable to unitholders or net asset value per unit will be impacted by the changeover to IFRS. Currently the Manager expects that the impact of IFRS on the Fund's financial statements will result in additional disclosures and potentially different presentation of unitholder interests and certain other items

Related Party Transactions

Meritas Financial Inc. is the Manager of the Fund. All expenses of the Fund are payable by the Manager, other than legal fees, audit fees, filing fees, custodial fees, record keeping and communication charges, bank charges, printing stationary and supplies, brokerage on securities and taxes. In consideration for management services and pursuant to the Declaration of Trust, the Fund pays the Manager a monthly fee applied to the average daily net asset value of the Fund.

MERITAS JANTZI SOCIAL INDEX[®] FUND

Financial Highlights

The following tables show selected key financial information of the Fund and are intended to help you understand the Fund's financial performance for the past five and a half years. The information for the years ended December 31, 2004 to 2008 is derived from the Fund's annual audited financial statements and the information for the six month period ended June 30, 2009 is from the Fund's interim financial statement. To obtain a copy of any of these statements please see the information presented earlier in this document.

	CLASS A Units					
	2009	2008	2007	2006	2005	2004
Net assets per unit, GAAP,						
beginning of periods (a)	\$ 10.88	\$ 17.59	\$16.72	\$ 14.40	\$ 12.02	\$ 10.70
Initial adoption of Section 3855	-	-	(0.01)	-	-	-
Increase (decrease) from operations:						
Total revenue	0.21	0.41	0.38	0.33	0.29	0.30
Total expenses	(0.11)	(0.31)	(0.35)	(0.31)	(0.26)	(0.27)
Realized gains (losses) for the periods	(0.47)	0.41	0.68	0.86	0.24	0.20
Unrealized gains (losses) for the periods	2.91	(6.72)	0.14	1.49	2.19	1.09
Transaction costs	-	-	-	-	-	-
Total increase (decrease) from operations (a)	2.52	(6.21)	0.85	2.37	2.46	1.32
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	-	-	-	-	-	-
From capital gains	-	(0.36)	-	(0.09)	-	-
Return of capital	-	-	-	-	-	-
Total annual distributions (a)(b)	-	(0.36)	-	(0.09)	-	-
Net assets per unit, GAAP, end of periods (a)	\$ 13.38	\$ 10.88	\$ 17.59	\$ 16.72	\$ 14.40	\$ 12.02
Ratios and Supplemental data:						
Net assets, GAAP, end of periods	\$67,877,764	\$53,924,653	\$76,002,687	\$63,068,199	\$47,009,653	\$30,618,430
Adjustment from bid to closing price	\$ 101,694	\$ 121,878	\$ 65,268	-	-	-
Net assets, Trading end of periods	\$67,979,458	\$54,046,531	\$76,067,955	\$63,068,199	\$47,009,653	\$30,618,430
Number of units outstanding end of periods	5,072,355	4,955,647	4,320,677	3,772,526	3,265,060	2,546,735
Net asset value per unit, Trading end of periods (a)	\$ 13.40	\$ 10.91	\$ 17.60	\$ 16.72	\$ 14.40	\$ 12.02
Management expense ratio (MER) (c)	1.96%	1.97%	1.97%	1.99%	1.98%	1.99%
Management expense ratio before waivers or absorptions	2.38%	2.32%	2.29%	2.33%	2.17%	2.30%
Portfolio turnover rate (d)	7.90%	19.15%	11.86%	17.77%	8.16%	12.63%
Trading expense ratio (e)	0.02%	0.02%	0.01%	0.03%	0.04%	-

- (a) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted number of units outstanding during the year. This table is not intended to reconcile beginning and ending net assets per unit.
- (b) Distributions were either paid in cash or reinvested in additional units of the Fund.
- (c) Management expense ratio is based on total expenses for the stated year and is expressed as an annualized percentage of daily average net assets during the year. The manager may absorb some operating expenses payable by the Fund and may discontinue this at any time at its discretion.
- (d) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio in the course of the year. The higher the Fund's portfolio turnover rate, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.
- (e) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the year. It has not been shown for years prior to 2005 as it was a new reporting requirement in 2005.

MERITAS JANTZI SOCIAL INDEX[®] FUND

Financial Highlights (continued)

The following tables show selected key financial highlights of the Fund and are intended to help you understand the Fund's financial highlights since it commenced operations on February 29, 2008. The information for the period ended December 31, 2008 is derived from the Fund's annual audited financial statement and the information for the six month period ended June 30, 2009 is from the Fund's interim financial statement. To obtain a copy of any of these statements please see the information presented earlier in this document.

	CLASS F Units	
	2009	2008
Net assets per unit, GAAP,		
beginning of period	\$ 10.87	\$ 17.00
Initial adoption of Section 3855	-	-
Increase (decrease) from operations:		
Total revenue	0.19	0.55
Total expenses	(0.05)	(0.13)
Realized gains (losses) for the period	(0.44)	0.54
Unrealized gains (losses) for the period	2.61	(9.87)
Transaction costs	-	-
Total increase (decrease) from operations (a)	2.30	(8.92)
Distributions:		
From income (excluding dividends)	-	-
From dividends	-	-
From capital gains	-	(0.52)
Return of capital	-	-
Total annual distributions (a)	-	-
Net assets per unit, GAAP,		
end of period	\$ 13.43	\$ 10.87
Ratios and Supplemental data:		
Net assets, GAAP, end of period	\$ 859,930	\$ 764,255
Adjustment from bid to closing price	\$ 1,289	\$ 1,729
Net assets, Trading, end of period	\$ 861,219	\$ 765,984
Number of units outstanding, end of period	64,023	70,283
Net asset value per unit, Trading, end of period	\$ 13.45	\$ 10.90
Management expense ratio (MER) (c)	0.92%	0.92%
Management expense ratio before waivers or absorptions	1.33%	1.27%
Portfolio turnover rate (d)	7.90%	19.15%
Trading expense ratio (e)	0.02%	0.02%

- (a) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted number of units outstanding during the periods. This table is not intended to reconcile beginning and ending net assets per unit.
- (b) Distributions were either paid in cash or reinvested in additional units of the Fund.
- (c) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net assets during the period. The Manager may absorb some operating expenses payable by the Fund and may discontinue this at any time at its discretion.
- (d) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio in the course of the year. The higher the Fund's portfolio turnover rate, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.
- (e) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period. It has not been shown for years prior to 2005 as it was a new reporting requirement in 2005.

MERITAS JANTZI SOCIAL INDEX[®] FUND

Management Fees

The Manager is responsible for the management, supervision and administration of the Fund. Management fees are accrued daily and are payable monthly in arrears. The maximum management fee chargeable to the Fund is 1.90%. The management fee covers the cost of advisory fees and sales, marketing and distribution expenses of the Fund. The Manager pays trailer fees and selling commissions out of the management fees. The following table shows the maximum trailer fees and commissions paid to dealers. The fees depend on the sales charge option chosen by the investor.

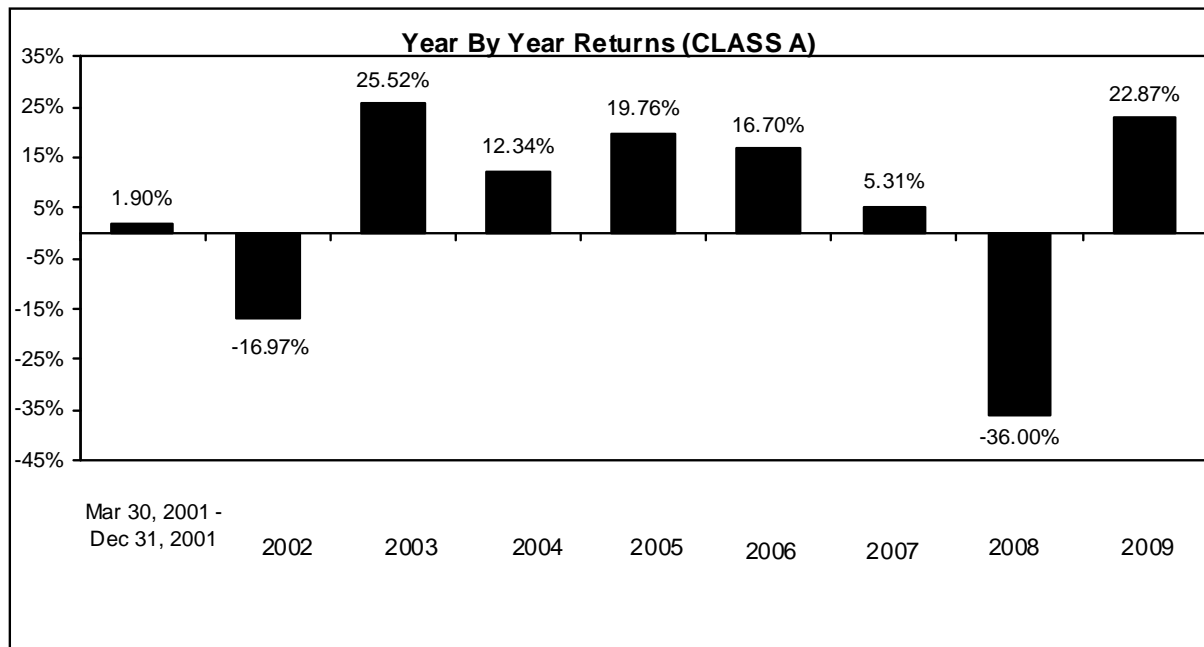
Sales Charge Option	Deferred Sales Charge	Front End Sales Charge	Low Load Sales Charge
Trailer Fees (annual)	0.50%	1.00%	0.75%
Sales Commission (paid once at purchase)	4.90%	0.00%	2.00%

Past Performance

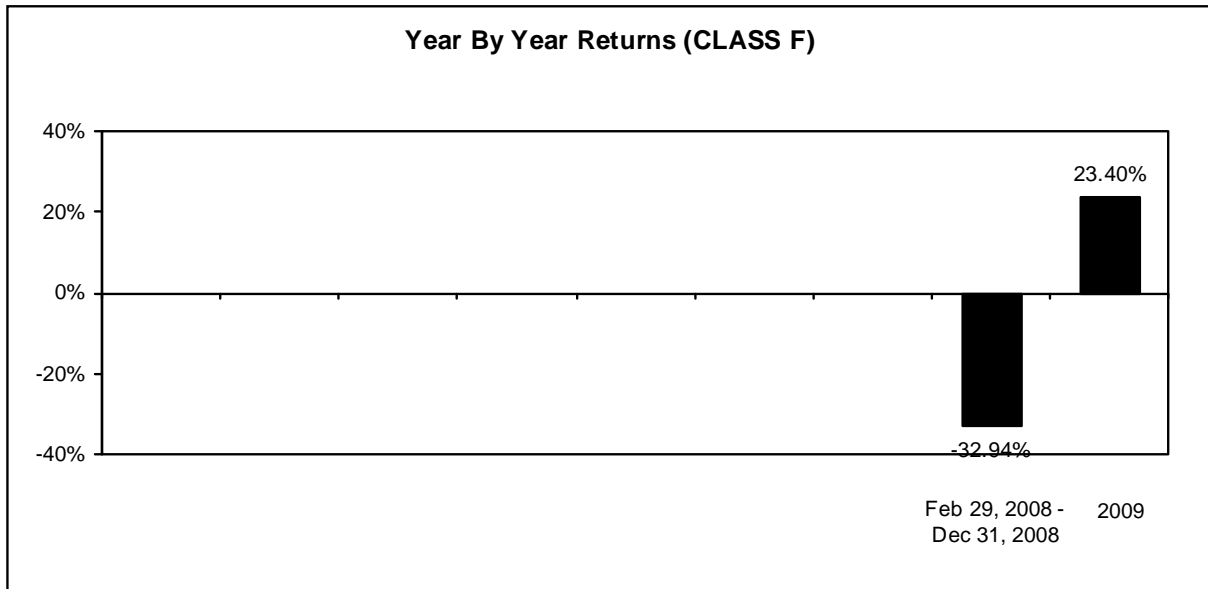
The following charts show the Fund's past performance and gives you an idea of the risk involved. Past returns do not tell you how the Fund will perform in the future. The performance information does not take into account sales, redemptions, distributions or other optional changes that could have reduced returns or performance.

Year-by-year Returns

This chart shows the Fund's annual performance for each of the years shown and how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.



MERITAS JANTZI SOCIAL INDEX[®] FUND



MERITAS JANTZI SOCIAL INDEX® FUND

Summary of Investment Portfolio at June 30, 2009

Top 25 Holdings:

Security Name	% of net assets, GAAP
Royal Bank of Canada	10.1
The Toronto-Dominion Bank	7.9
EnCana Corporation	6.7
Bank of Nova Scotia	6.7
Research In Motion Limited	6.1
Suncor Energy	5.1
Potash Corporation of Saskatchewan Inc.	5.0
Bank of Montreal	4.1
Canadian National Railway Company	3.6
Canadian Imperial Bank of Commerce	3.5
Petro-Canada	3.4
BCE Inc.	2.9
Sun Life Financial Inc.	2.7
Talisman Energy Inc.	2.6
Kinross Gold Corporation	2.3
Rogers Communications Inc. 'B'	2.2
Enbridge Inc.	2.1
Nexen Inc	2.0
Shoppers Drug Mart Corporation.	1.7
Brookfield Asset Management Inc.	1.6
Teck Resources Ltd. 'B'	1.4
National Bank of Canada	1.3
Canadian Pacific Railway Limited	1.2
Shaw Communications Inc. 'B'	1.2
Yamana Gold Inc.	1.2
	88.6

Sector Weightings:

Sector	% of net assets, GAAP
Financials	39.5
Energy	21.6
Materials	12.6
Telecommunication Services	5.9
Information Technology	6.2
Industrials	5.5
Consumer Discretionary	2.9
Utilities	2.9
Consumer Staples	2.4
Health Care	0.5
Cash and other net assets	0.0
	100.0

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Updates are available quarterly.

Meritas Financial Inc.

1265 Strasburg Road
Kitchener, ON N2R 1S6
1-866-MERITAS
E-mail: info@meritas.ca
www.meritas.ca