








Meritas U.S. Equity Fund

Performance as of June 30, 2010

6 mth	1 yr	3 yr	5 yr	Since Inception (March 30, 2001)
-6.6%	3.3%	-14.1%	-8.1%	-7.6%

MER: 2.87%

FUND CODES: SRI 004 Front End SRI 104 DSC SRI 304 Fee Based SRI 504 Low Load

-  Meritas Money Market Fund
-  Meritas Canadian Bond Fund
-  Meritas Balanced Portfolio Fund
-  Meritas Monthly Dividend and Income Fund
-  Meritas Jantzi Social Index® Fund
-  Meritas U.S. Equity Fund
-  Meritas International Equity Fund

Fund Managers:

Managed by Christopher Davis and Kenneth Feinberg of Davis Selected Advisors, L.P. located in New York, New York. **Davis Selected Advisors, L. P.** is an independent money management firm with main offices in New York and Tucson. Since its founding in 1969, Davis Advisors has been committed to serving both retail and institutional investors. As of September 30, 2005, Davis managed more than US\$65 billion primarily in U.S. large cap equities, multi cap equities, REITs and financial stocks. *For more information on Davis Selected Advisors, L.P., visit www.davisfunds.com*

Investment Strategy:

Featuring a relative value investment style, the fund invests in undervalued stocks of medium to large capitalization companies. The selection is based on solid track records, strong profitability, significant growth potential, and meeting our standards of socially responsible investing.

Who Should Invest in this Fund?

Consider investing in the Fund if you are:

- Investing for a long-term goal such as retirement (investment horizon of five years or more)
- Looking to add a growth component to your portfolio
- Willing to accept **medium investment risk** in exchange for potentially higher long term returns

Top Ten Holdings as of June 30, 2010:

Investment	% of net assets
Costco Wholesale Corporation	5.9
Wells Fargo & Company	5.0
American Express Company	4.9
EOG Resources Inc.	4.5
Berkshire Hathaway Inc. 'A'	4.3
Merck & Company Inc.	3.5
CVS Caremark Corporation	3.4
Devon Energy Corporation	3.4
Proctor & Gamble Company	3.4
Loews Corporation	3.0

Sector Weightings as of June 30, 2010:

Sector	% of net assets
Financials	32.5
Consumer Staples	16.6
Energy	12.6
Health Care	10.2
Information Technology	8.4
Consumer Discretionary	7.0
Industrials	6.2
Materials	6.0
Telecommunication Services	0.5
Utilities	0.0



meritas
socially responsible investments



What is Socially Responsible Investing (SRI)?

SRI is defined as the integration of peoples' social, environmental and ethical values with their investment decisions. It is the act of making investment decisions to achieve not only financial returns, but also social and environmental returns producing a "triple bottom line".

- Socially Responsible Investing consists of three strategies:**
1. Screening
 2. Shareholder action
 3. Investment in the community

SCREENING PROCESS

The screens Meritas uses for all of its portfolios are:

- | | |
|---|---|
| <p>POSITIVE</p> <ul style="list-style-type: none"> • Aboriginal Concerns and Relations • Corporate Governance • Cultural and Gender Diversity • Employee Relations • Environmental Impact • International Human Rights | <p>NEGATIVE</p> <ul style="list-style-type: none"> • Alcohol Production • Animal testing for non-medical reasons • Gambling • Military Contracting • Nuclear Power • Pornography • Tobacco Production |
|---|---|

ACTIVE SHAREHOLDER STATUS

Meritas Mutual Funds takes the following approach on behalf of its investors:

- Dialogue with management on grey issues
- Increase corporate understanding of social, environmental, and financial issues
- Work with companies that indicate a willingness to change
- Vote ownership shares in line with positive standards
- Post voting intentions on website in advance of vote

COMMUNITY DEVELOPMENT INVESTMENT

Meritas invests up to 2% of each of its mutual funds into community development investments.

- Investments in local community oriented investment programs
- Provide economic growth and opportunity in areas that might not normally have access to capital
- Effect on return to the investor should be insignificant
- Effect on the recipient of the funds could be very significant

Meritas is an SRI leader in Canada and embraces all three strategies in their funds.

The following Meritas Mutual Funds are available to you through your financial planner:

FUND	SUB ADVISOR
Meritas Money Market Fund	GWL Investment Management Ltd.
Meritas Canadian Bond Fund	GWL Investment Management Ltd.
Meritas Balanced Portfolio Fund	Meritas Financial Inc.
Meritas Monthly Dividend and Income Fund	Jarislowsky, Fraser Limited
Meritas Jantzi Social Index® Fund	State Street Global Advisors
Meritas U.S. Equity Fund	Davis Selected Advisors, L.P.
Meritas International Equity Fund	Thornburg Investment Management Inc.

FOR MORE INFORMATION CONTACT:
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Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

Meritas is a division of Qtrade Fund Management Inc.