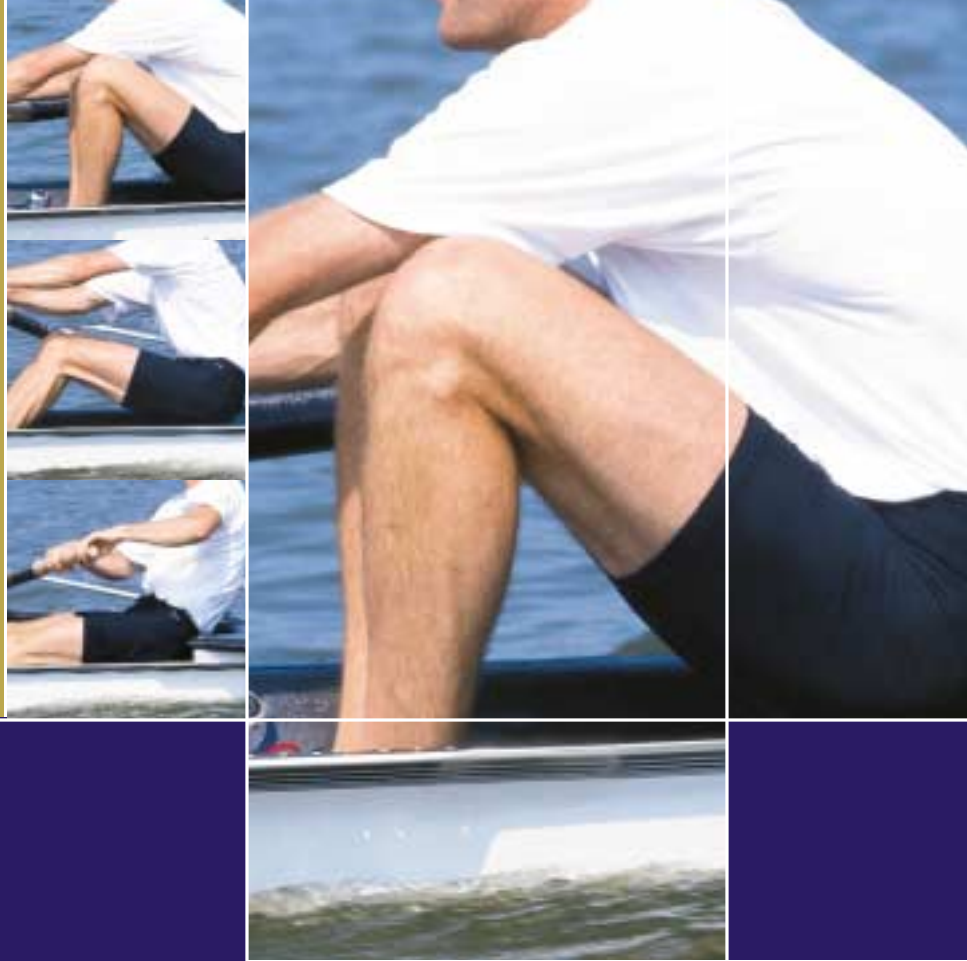


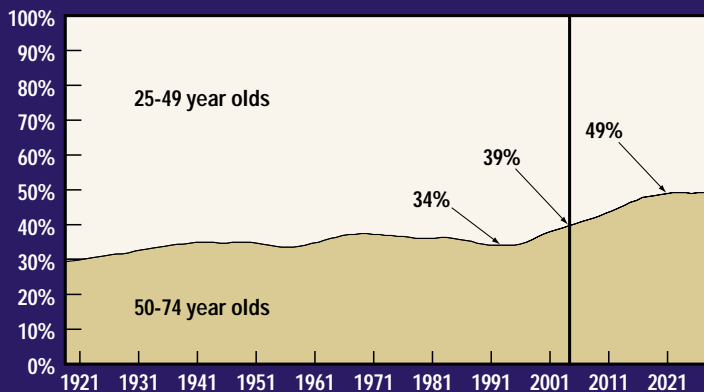
Dynamic Income Generating Funds



The Growing Need for Income...

The Canadian population demographics are shifting with growing representation from the 50+ age group. As a result, the need to preserve capital and achieve moderate growth is becoming a focal point in a portfolio. The means by which an investor can earn this income has taken on many forms – from traditional bonds to the growing income trust market. The benefit of diversifying among a variety of asset classes can result in lower volatility within a portfolio.

Relative Size of Age Groups



Source: BMO Nesbitt Burns

At Dynamic we recognize that investors' needs are different and that their comfort level with risk will vary – which is why we offer a choice of five great funds to add to any portfolio. Each fund offers a diversified portfolio, with its own mix of income-generating securities.

DYNAMICTM
Disciplined Investment Thinking

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Five Income Solutions



Dynamic Income Fund

This is one of our most conservative Funds, offering investors a great way to reduce the volatility of their portfolio. Investors benefit from holding a diversified portfolio of bonds with laddered maturities, where the reinvestment of maturing bonds is a constant process. Active management results in over or under weighting the model portfolio to achieve positive relative performance.



Dynamic Dividend Fund

Equity securities that generate income are the focus for this Fund. While providing a monthly income for investors, the Fund also offers downside protection to a portfolio through the income component of these equity securities. Conservatively managed, the Manager monitors each investment in order to keep overall risk low.



Dynamic Dividend Income Fund

A recent addition to the Dynamic line-up, this Fund utilizes four types of income-generating securities to provide investors with a moderate level of income and the potential for capital appreciation. For investors looking to diversify the income component of their portfolio, this Fund is a one-stop solution.



Dynamic Focus+ Diversified Income Trust Fund

This Fund allows investors to diversify their portfolio with high-yielding equity securities called income trusts. Providing a higher yield and stable monthly income, this portfolio invests in “cash cow” businesses, which have adopted the uniquely Canadian income trust structure. The tax-efficiency of the distributions provided by this Fund help keep more of that income in the hands of the investor.



StrategicNova Canadian High Yield Bond Fund

This Fund is designed for investors looking to receive income through exposure to the high yield bond market. High yield bonds tend to exhibit a lower correlation to other asset classes and provide a higher level of income than traditional bonds. A proven “active” Manager helps navigate exposure to the increased risk associated with these securities.

How are the Distributions from these Funds Taxed?

Interest Income

Taxed at the investor's marginal tax rate.

Dividend Income

Receives beneficial taxation due to the application of the Dividend Tax Credit.

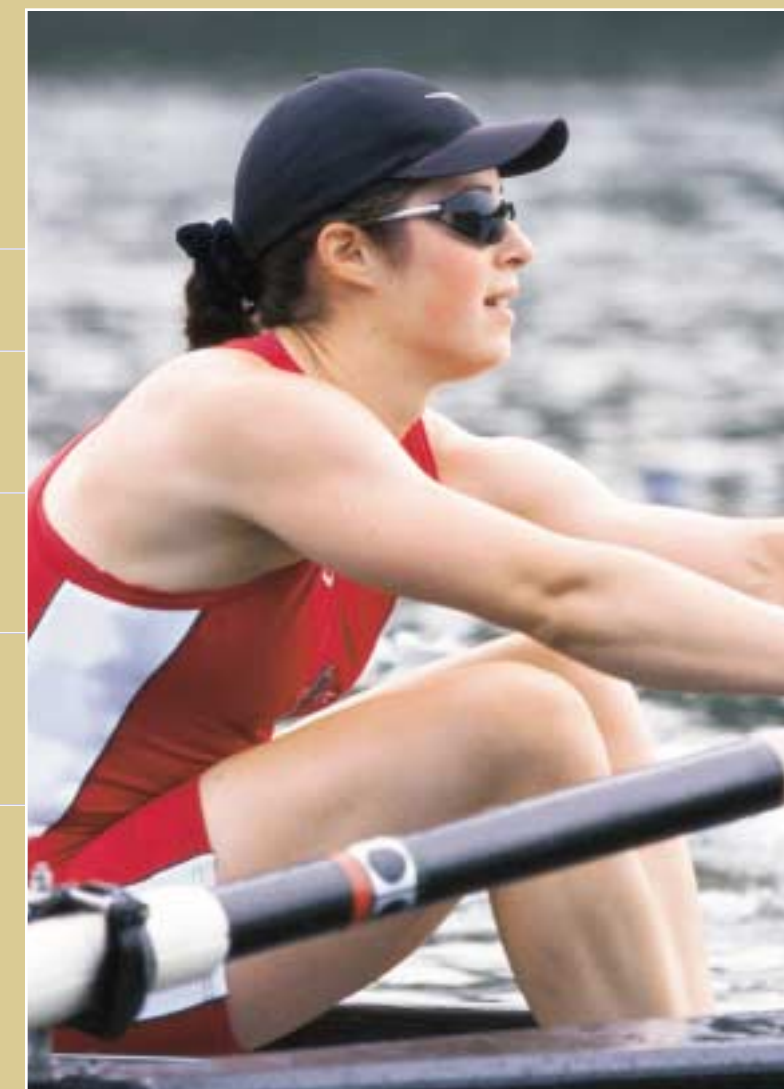
Capital Gains






Taxed favourably at the current capital gains tax rate.

Return of Capital

Tax deferred amount that lowers an investor's adjusted cost base (ACB) and is treated as a capital gain when the units are sold.

Interest Income
Dividend Income
Capital Gains
Return of Capital



Model Portfolio	Fund Name	Distributions			Manager
		Monthly	Amount	2002	
 50% Federal and Provincial Bonds 50% Corporate Bonds	Dynamic Income Fund	✓	Variable	22.8 cents/unit	Michael McHugh B.A., M.A., CFA
 100% Corporate Bonds	StrategicNova Canadian High Yield Bond Fund	✓	Variable	24.2 cents/unit	Barry Allan MBA
 33.3% Preferred Equities 33.3% Income Trusts (High Yield Equity Securities) 33.3% Dividend Paying Common Equities	Dynamic Dividend Fund	✓	Fixed* at 1.8 cents/unit per month	20.9 cents/unit	Oscar Belaiche HBA, FICB, CFA
 25% Corporate Bonds 25% Preferred Equities 25% Income Trusts (High Yielding Equity Securities) 25% Dividend Paying Common Equities	Dynamic Dividend Income Fund	✓	Fixed* at 4.2 cents/unit per month	New fund not applicable	Oscar Belaiche HBA, FICB, CFA Michael McHugh B.A., M.A., CFA
 25% Business Trusts 25% Real Estate Investment Trusts 25% Resource Trusts 25% Utility Trusts	Dynamic Focus+ Diversified Income Trust Fund	✓	Fixed* at 7.7 cents/unit per month + quarterly top-up payment	96.0 cents/unit	Oscar Belaiche HBA, FICB, CFA Ned Goodman B.Sc., MBA, CFA

*This distribution is fixed but not guaranteed and may be adjusted from time to time.

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