

**INVEST WITH
CONFIDENCE.**

Financial Statements

Investment Funds

December 31, 2010

Assumption Mutual Life Insurance Company,
doing business under the name Assumption Life



Assumption Life

LIVE WITH CONFIDENCE.

INDEPENDENT AUDITORS' REPORT

To the contractholders of Assumption Life investment funds

We have audited the financial statements of the Assumption Life investment funds listed in note 2 of the supplementary notes to the financial statements (hereafter named the «Funds»), which comprise the statement of net assets and portfolio investments as at December 31, 2010 and the statements of operations and changes in net assets of each of the Funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Assumption Life investment funds as at December 31, 2010 and the results of operations and changes in net assets of each of the Funds for the year then ended in accordance with Canadian generally accepted accounting principles.

May 19, 2011
Dieppe, New Brunswick

Ernst & Young LLP

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Chartered Accountants

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Assumption/Louisbourg Balanced Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	30,013,278	29,225,522
Receivable from investments	200,000	-
Dividends & accrued interest	6,016	92,278
Cash	(181,270)	500,670
	<u>30,038,024</u>	<u>29,818,470</u>
Liabilities		
Payable for investments	-	-
Accounts payable	1,472	1,203
	<u>1,472</u>	<u>1,203</u>
Net assets at market value	<u>30,036,552</u>	<u>29,817,267</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	29,817,267	28,329,450
Investment activities		
Increase (decrease) in net assets resulting from operations	2,149,025	3,498,352
	<u>31,966,292</u>	<u>31,827,802</u>
Transactions with contractholders		
Premiums from contractholders	3,564,364	6,011,481
Withdrawals from contractholders	(5,494,104)	(8,022,016)
	<u>(1,929,740)</u>	<u>(2,010,535)</u>
Net assets, end of period	<u>30,036,552</u>	<u>29,817,267</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	71,106	473,342
Interest	732,507	498,810
Capital gains	-	-
	<u>803,613</u>	<u>972,152</u>
Expenses		
Management fees	352,286	312,100
Other administrative expenses	125,495	116,700
	<u>477,781</u>	<u>428,800</u>
Net investment income (loss)	<u>325,832</u>	<u>543,352</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	21,437,895	14,057,142
Cost of investments sold	21,103,943	13,346,838
Realized gain (loss) on sale of investments	333,952	710,304
Unrealized appreciation (depreciation) on investments	1,489,241	2,244,696
Net gain (loss) on investments	<u>1,823,193</u>	<u>2,955,000</u>
Increase (decrease) in net assets resulting from operations	<u>2,149,025</u>	<u>3,498,352</u>

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	12.35	11.40	1,792,370	1,977,363	1.28	1.24	1.28	1.35	1.52
B No load contract established since 2002	10.01	9.46	376,135	387,610	3.31	3.20	3.20	3.23	3.34
C Back-end load contract established since 2002	10.20	9.62	404,673	375,220	3.07	2.99	2.99	3.02	3.04

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Louisbourg Balanced Fund

Statement of portfolio investments

As at December 31, 2010

Quantity	Investment	Cost	Market Value
Materials - 3.26 %			
4,210	Barrick Gold Corp.	170,404	223,635
8,880	Kinross Gold Corp.	151,362	167,921
880	Potash Corp. of Saskatchewan Inc.	100,851	135,916
2,100	Teck Resources Limited, sub voting, Class B	82,287	129,759
8,660	Yamana Gold Inc.	97,597	110,588
7,050	Thompson Creek Metals Company Inc.	94,875	102,930
935	Inmet Mining Corporation	56,753	72,238
2,020	HudBay Minerals Inc.	30,806	36,299
		784,935	979,286
Energy - 4.5 %			
14,830	Talisman Energy Inc.	208,616	328,040
6,325	Suncor Energy Inc.	209,196	242,121
5,210	Canadian Natural Resources Limited	90,609	231,063
3,800	Crescent Point Energy Corp. Royalty Trust	129,095	167,922
9,890	Birchcliff Energy Ltd.	89,304	94,351
3,420	Canadian Oil Sands Resources Ltd	98,811	90,459
1635	Vermillion Energy Trust	51,850	75,570
46,030	Forbes Energy Services Ltd.	36,824	64,442
2,595	PetroBakken Energy Ltd., Class A	77,911	56,337
		992,216	1,350,305
Consumer Staples - 1.17 %			
3,170	Loblaw Companies Limited	96,689	127,973
5,500	Rona Inc.	87,777	77,660
1,370	Empire Company Limited, Class A non- voting	61,529	76,473
1,670	Tim Hortons Inc.	51,251	68,637
		297,246	350,743
Public Services - 0.49 %			
1,930	TELUS Corporation	86,375	83,472
1,870	Fortis, Inc.	48,755	63,543
		135,130	147,015
Industrials - 0.81 %			
4,590	Stantec Inc.	121,278	127,281
3,760	Toromont Industries Ltd.	98,813	115,658
		220,091	242,939
Communications and medias - 0.87 %			
2,675	Research in Motion Limited	154,258	155,337
2,300	Open Text Corporation	95,117	105,179
		249,375	260,516
Financial Services - 3.58 %			
4,770	The Toronto-Dominion Bank	267,801	354,172
3,550	Bank of Nova Scotia	115,480	202,705
3,390	Royal Bank of Canada	154,709	177,365
10,020	Manulife Financial Corporation	263,083	171,843
3,375	TMX Group Inc.	103,965	124,740
1,000	Industrial Alliance Ins. and Financial services Inc	43,164	43,460
		948,202	1,074,285
Canadian Bond Fund - 35.22 %			
1,042,427	Louisbourg Canadian Bond Fund	10,431,556	10,571,674
		10,431,556	10,571,674
Canadian Stock Funds - 24.57 %			
505,292	Louisbourg Canadian Equity Fund	5,141,991	5,226,543
28,499	Montrusco Bolton Quantitative Canadian Equity Fund	888,420	1,115,248
39,331	Montrusco Bolton Canadian Small Cap. Equity Fund	779,592	1,033,026
		6,810,003	7,374,817
International Stock Funds - 25.53 %			
330,310	Assumption Life U.S. Equity Fund	5,726,111	4,489,024
492,827	Montrusco Bolton Quantitative EAFE Equity Fund	4,466,513	3,172,674
		10,192,624	7,661,698
Total des placements - 100.00 %		31,061,378	30,013,278

Assumption/Louisbourg Money Market Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	3,616,244	3,812,015
Receivable from investments	-	-
Dividends & accrued interest	5,174	20,909
Cash	136,449	718,208
	<u>3,757,867</u>	<u>4,551,132</u>
Liabilities		
Payable for investments	-	-
Accounts payable	26	23
	<u>26</u>	<u>23</u>
Net assets at market value	<u>3,757,841</u>	<u>4,551,109</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	4,551,109	4,346,718
Investment activities		
Increase (decrease) in net assets resulting from operations	11,952	12,084
	<u>4,563,061</u>	<u>4,358,802</u>
Transactions with contractholders		
Premiums from contractholders	2,925,716	2,742,861
Withdrawals from contractholders	(3,730,936)	(2,550,554)
	<u>(805,220)</u>	<u>192,307</u>
Net assets, end of period	<u>3,757,841</u>	<u>4,551,109</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	44,463	100,237
Capital gains	-	-
	<u>44,463</u>	<u>100,237</u>
Expenses		
Management fees	4	10,393
Other administrative expenses	11,328	30,932
	<u>11,332</u>	<u>41,325</u>
Net investment income (loss)	<u>33,131</u>	<u>58,912</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	1,000,000	4,327,114
Cost of investments sold	1,004,134	4,373,237
Realized gain (loss) on sale of investments	<u>(4,134)</u>	<u>(46,123)</u>
Unrealized appreciation (depreciation) on investments	(17,045)	(705)
Net gain (loss) on investments	<u>(21,179)</u>	<u>(46,828)</u>
Increase (decrease) in net assets resulting from operations	<u>11,952</u>	<u>12,084</u>

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	10.11	10.05	174,001	167,886	0.20	0.81	1.31	-	-
B No load contract established since 2002	10.03	10.01	125,667	247,320	0.36	1.04	1.89	-	-
C Back-end load contract established since 2002	10.07	10.02	73,325	38,931	0.15	0.83	1.68	-	-

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Louisbourg Money Market Fund

Statement of portfolio investments

As at December 31, 2010

Quantity	Investment	Rate	Maturity Date	Cost	Market Value
Corporate					
1,975,000	CPP Investment Board	1.06	8-Feb-11	1,969,845	1,969,845
500,000	Province of NB Treasury Bill	0.97	8-Feb-11	498,965	498,965
400,000	Inter Pipeline (Corridor), Inc.	1.26	4-Jan-11	399,144	399,144
400,000	Suncor Energy Inc.	1.21	28-Jan-11	398,864	398,864
350,000	Canada Treasury Bill	0.95	17-Feb-11	349,426	349,426
				3,616,244	3,616,244
Total Investments - 100 %				3,616,244	3,616,244

Assumption/Louisbourg U.S. Equity Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	12,437,295	9,928,866
Receivable from investments	-	-
Dividends & accrued interest	-	14,815
Cash	-	56,511
	<u>12,437,295</u>	<u>10,000,192</u>
Liabilities		
Payable for investments	-	-
Accounts payable	342	269
	<u>342</u>	<u>269</u>
Net assets at market value	<u>12,436,953</u>	<u>9,999,923</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	9,999,923	10,818,735
Investment activities		
Increase (decrease) in net assets resulting from operations	565,505	1,200,815
	<u>10,565,428</u>	<u>12,019,550</u>
Transactions with contractholders		
Premiums from contractholders	3,129,461	1,459,123
Withdrawals from contractholders	(1,257,936)	(3,478,750)
	<u>1,871,525</u>	<u>(2,019,627)</u>
Net assets, end of period	<u>12,436,953</u>	<u>9,999,923</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	196,342	251,658
Interest	(53)	886
Capital gains	-	-
	<u>196,289</u>	<u>252,544</u>
Expenses		
Management fees	31,801	24,418
Other administrative expenses	10,354	21,444
	<u>42,155</u>	<u>45,862</u>
Net investment income (loss)	<u>154,134</u>	<u>206,682</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	16,321,691	10,854,440
Cost of investments sold	16,041,870	10,831,770
Realized gain (loss) on sale of investments	279,821	22,670
Unrealized appreciation (depreciation) on investments	131,550	971,463
Net gain (loss) on investments	<u>411,371</u>	<u>994,133</u>
Increase (decrease) in net assets resulting from operations	<u>565,505</u>	<u>1,200,815</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	39,760	General Electric Company	663,197	727,210
2.	3,560	The Goldman Sachs Group Inc.	578,500	598,650
3.	18,320	NYSE Euronext	529,631	549,234
4.	7,850	Monsanto Company	489,448	546,674
5.	9,500	Baker Hughes Inc.	517,655	543,115
6.	20,410	Iron Mountain Inc.	478,819	510,454
7.	39,860	H & R Block Inc.	532,928	474,733
8.	13,600	Wells Fargo & Company	391,408	421,464
9.	13,240	Adobe Systems Inc.	385,284	407,527
10.	13,130	Paychex, Inc.	388,648	405,848
11.	5,540	Visa Inc., Cat A	426,580	389,905
12.	7,300	Morningstar Inc.	373,614	387,484
13.	3,760	3M Co.	325,278	324,488
14.	1,440	Mastercard, Inc., Cat A	358,834	322,718
15.	17,130	Western Union Co.	312,280	318,104
16.	3,680	Schlumberger Limited	297,123	307,280
17.	3,580	Berkshire Hathaway Inc., Cat B	291,484	286,794
18.	4,030	Conocophillips	256,711	274,443
19.	3,690	Exxon Mobil Corporation	263,761	269,813
20.	6,650	Apollo Group Inc., Cat A	240,635	262,609
21.	2,870	Chevron Corporation	242,515	261,888
22.	2,980	Nike Inc., Cat B	261,733	254,552
23.	12,470	Cisco Systems Inc.	240,870	252,268
24.	3,410	United Parcel Service Inc., Class B	245,043	247,498
25.	4,510	Express Scripts Inc.	243,901	243,766

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	13.60	13.10	899,234	744,941	1.02	0.98	0.97	0.98	1.04
B No load contract established since 2002	10.50	10.41	9,047	13,197	3.83	3.73	3.73	3.76	3.97
C Back-end load contract established since 2002	10.71	10.59	10,383	9,896	3.57	3.52	3.52	3.55	3.57

¹ Assumption/Louisbourg U.S. Equity Fund holds 1,225,263 units (original cost \$12,253,475) and invests 100% in the Louisbourg US Equity Fund, the underlying fund managed by Louisbourg Investment Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Louisbourg Canadian Dividend Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	7,875,442	6,481,025
Receivable from investments	-	-
Dividends & accrued interest	-	20,492
Cash	-	37,471
	<u>7,875,442</u>	<u>6,538,988</u>
Liabilities		
Payable for investments	-	-
Accounts payable	392	267
	<u>392</u>	<u>267</u>
Net assets at market value	<u>7,875,050</u>	<u>6,538,721</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	6,538,721	5,252,156
Investment activities		
Increase (decrease) in net assets resulting from operations	1,052,277	1,565,241
	<u>7,590,998</u>	<u>6,817,397</u>
Transactions with contractholders		
Premiums from contractholders	1,813,747	816,475
Withdrawals from contractholders	(1,529,695)	(1,095,151)
	<u>284,052</u>	<u>(278,676)</u>
Net assets, end of period	<u>7,875,050</u>	<u>6,538,721</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	221,383	260,953
Interest	522	1,185
Capital gains	4,951	-
	<u>226,856</u>	<u>262,138</u>
Expenses		
Management fees	87,560	72,095
Other administrative expenses	54,193	47,792
	<u>141,753</u>	<u>119,887</u>
Net investment income (loss)	<u>85,103</u>	<u>142,251</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	9,845,576	6,063,929
Cost of investments sold	9,273,373	5,911,306
	<u>572,203</u>	<u>152,623</u>
Realized gain (loss) on sale of investments	<u>572,203</u>	<u>152,623</u>
Unrealized appreciation (depreciation) on investments	394,971	1,270,367
	<u>967,174</u>	<u>1,422,990</u>
Net gain (loss) on investments	<u>967,174</u>	<u>1,422,990</u>
Increase (decrease) in net assets resulting from operations	<u>1,052,277</u>	<u>1,565,241</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	9,110	Toronto Dominion Bank	666,304	676,418
2.	11,800	Crescent Point Energy Corp.	503,860	521,442
3.	10,700	Telus Corporation, Non voting	483,437	462,775
4.	6,810	Bank of Nova Scotia	367,536	388,851
5.	20,280	Badger Income Fund	363,823	387,348
6.	7,870	Vermilion Energy Trust	342,345	363,751
7.	10,250	Fortis Inc.	337,943	348,295
8.	9,010	TMX Group Inc.	315,350	333,010
9.	11,680	Canadian Oil Sands Trust	331,829	308,936
10.	17,350	Manulife Financial Corporation	258,168	297,553
11.	13,380	Talisman Energy Inc.	269,206	295,966
12.	14,860	Davis & Henderson Income Fund	294,228	294,674
13.	5,330	Royal Bank of Canada	296,988	278,866
14.	6,350	Loblaws Companies Limited	258,191	256,350
15.	12,800	iShares CDN S & P/TSX 60 Index Fund	242,560	246,912
16.	9,200	Computer Modelling Group Ltd	220,800	237,820
17.	4,420	Barrick Gold Corp.	236,735	234,790
18.	21,690	Killam Properties Inc.	227,745	226,661
19.	11,510	Kinross Gold Corporation	209,942	217,654
20.	5,680	Suncor Energy Inc.	202,719	217,430
21.	4,750	Canadian Natural Resources Ltd	198,360	210,663
22.	4,100	IGM Financial Inc.	177,192	178,186
23.	6,130	Stantec Inc.	165,633	169,985
24.	11,120	Yamana Gold Inc.	134,107	142,002
25.	4,590	Toromont Industries Ltd	141,418	141,188

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
A No load contract established prior to 2002	20.06	16.95	262,002	300,708	1.73	1.69	1.74	1.79	2.01
B No load contract established since 2002	15.49	13.47	69,164	47,192	3.73	3.62	3.62	3.66	3.80
C Back-end load contract established since 2002	15.80	13.71	98,005	58,789	3.47	3.41	3.41	3.45	3.46

¹ Assumption/Louisbourg Canadian Dividend Fund holds 764,724 units (original cost \$7,650,423) and invests 100% in the Louisbourg Dividend Fund, the underlying fund managed by Louisbourg Investment Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Louisbourg Canadian Equity Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	4,664,260	4,901,129
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>4,664,260</u>	<u>4,901,129</u>
Liabilities		
Payable for investments	-	-
Accounts payable	302	278
	<u>302</u>	<u>278</u>
Net assets at market value	<u>4,663,958</u>	<u>4,900,851</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	4,900,851	3,678,046
Investment activities		
Increase (decrease) in net assets resulting from operations	385,934	1,102,176
	<u>5,286,785</u>	<u>4,780,222</u>
Transactions with contractholders		
Premiums from contractholders	528,154	569,095
Withdrawals from contractholders	(1,150,981)	(448,466)
	<u>(622,827)</u>	<u>120,629</u>
Net assets, end of period	<u>4,663,958</u>	<u>4,900,851</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	68,094	89,519
Interest	21,772	11,662
Capital gains	-	-
	<u>89,866</u>	<u>101,181</u>
Expenses		
Management fees	81,564	74,944
Other administrative expenses	41,243	35,526
	<u>122,807</u>	<u>110,470</u>
Net investment income (loss)	<u>(32,941)</u>	<u>(9,289)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	5,840,121	560,916
Cost of investments sold	6,004,058	509,791
Realized gain (loss) on sale of investments	<u>(163,937)</u>	<u>51,125</u>
Unrealized appreciation (depreciation) on investments	582,812	1,060,340
Net gain (loss) on investments	<u>418,875</u>	<u>1,111,465</u>
Increase (decrease) in net assets resulting from operations	<u>385,934</u>	<u>1,102,176</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	21,200	Toronto Dominion Bank	1,495,077	1,574,100
2.	28,200	Suncor Energy Inc.	1,033,319	1,079,496
3.	23,200	Canadian Natural Resources Ltd	998,586	1,028,920
4.	46,400	Talisman Energy Inc.	1,015,812	1,026,368
5.	18,700	Barrick Gold Corp.	984,602	993,344
6.	15,100	Bank of Nova Scotia	846,846	862,210
7.	16,200	Royal Bank of Canada	822,677	847,584
8.	17,100	Crescent Point Energy Corp.	746,629	755,649
9.	43,900	Manulife Financial Corporation	752,117	752,885
10.	12,900	Research in Motion Limited (RIM)	766,292	749,103
11.	39,000	Kinross Gold Corporation	727,838	737,490
12.	3,900	Potash Corp. of Saskatchewan Inc.	549,676	602,355
13.	19,900	Stantec Inc.	552,275	551,827
14.	14,800	TMX Group Inc.	545,417	547,008
15.	8,500	Teck Resources Limited, sub voting, Class B	488,856	525,215
16.	17,000	Toromont Industries Ltd	527,043	522,920
17.	12,900	Loblaw Companies Limited	521,063	520,773
18.	10,800	Open Text Corporation	514,863	493,884
19.	38,300	Yamana Gold Inc.	479,612	489,091
20.	32,400	Thompson Creek Metals Company Inc.	439,749	473,040
21.	16,000	Canadian Oil Sands Trust	401,480	423,200
22.	41,200	Birchcliff Energy Ltd	395,211	393,048
23.	8,600	TELUS Corporation, non-voting	380,228	371,950
24.	24,200	Rona Inc.	336,199	341,704
25.	7,200	Vermilion Energy Trust	329,418	332,784

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	13.37	12.03	200,134	216,352	1.92	1.83	1.85	1.93	2.10
B No load contract established since 2002	10.32	9.57	101,256	126,788	3.76	3.62	3.62	3.66	3.71
C Back-end load contract established since 2002	10.52	9.73	89,616	111,492	3.54	3.41	3.41	3.45	3.46

¹ Assumption/Louisbourg Canadian Equity Fund holds 451,007 units (original cost \$4,511,436) and invests 100% in the Louisbourg Canadian Equity Fund, the underlying fund managed by Louisbourg Investment Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/Louisbourg Fixed Income Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	2,925,408	2,917,283
Receivable from investments	400	-
Dividends & accrued interest	-	-
Cash	1,420	-
	<u>2,927,228</u>	<u>2,917,283</u>
Liabilities		
Payable for investments	1,820	-
Accounts payable	150	119
	<u>1,970</u>	<u>119</u>
Net assets at market value	<u>2,925,258</u>	<u>2,917,164</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	2,917,164	3,132,784
Investment activities		
Increase (decrease) in net assets resulting from operations	139,368	189,642
	<u>3,056,532</u>	<u>3,322,426</u>
Transactions with contractholders		
Premiums from contractholders	822,659	1,555,632
Withdrawals from contractholders	(953,933)	(1,960,894)
	<u>(131,274)</u>	<u>(405,262)</u>
Net assets, end of period	<u>2,925,258</u>	<u>2,917,164</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	126,101	135,991
Capital gains	5,952	-
	<u>132,053</u>	<u>135,991</u>
Expenses		
Management fees	35,797	34,792
Other administrative expenses	27,310	25,286
	<u>63,107</u>	<u>60,078</u>
Net investment income (loss)	<u>68,946</u>	<u>75,913</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	3,939,097	2,022,432
Cost of investments sold	3,958,961	1,989,612
Realized gain (loss) on sale of investments	(19,864)	32,820
Unrealized appreciation (depreciation) on investments	90,286	80,909
Net gain (loss) on investments	<u>70,422</u>	<u>113,729</u>
Increase (decrease) in net assets resulting from operations	<u>139,368</u>	<u>189,642</u>

Top 25 Holdings of the Underlying Fund ¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	7,420,000	Canada Housing Trust, 3.60% due 06/15/2013	7,783,924	7,722,387
2.	5,020,000	Canada Housing Trust, 4.00% due 06/15/2012	5,284,618	5,197,591
3.	5,000,000	Canadian Government Bond, 1.25% due 12/01/2011	4,996,250	5,000,440
4.	3,030,000	Prov. of British Columbia, 8.75% due 08/19/2022	4,277,697	4,480,346
5.	4,193,000	Canada Housing Trust, 2.45% due 12/15/2015	4,186,551	4,153,401
6.	3,330,000	Province of New Brunswick, 6.00% due 12/27/2017	3,935,993	3,881,161
7.	3,325,000	SNC-Lavalin Group Inc, 6.19% due 07/03/2019	3,661,989	3,791,847
8.	3,325,000	Prov. of Ontario, 3.15% due 09/08/2015	3,389,605	3,419,107
9.	3,100,000	Yukon Development Corp., 5.00% due 06/29/2040	3,079,013	3,258,500
10.	2,876,000	Prov. of British Columbia, 4.65% due 12/18/2018	3,034,578	3,121,632
11.	2,345,000	Prov. of Saskatchewan, 6.35% due 01/25/2030	2,824,976	3,059,761
12.	2,760,000	Canada Housing Trust, 4.60% due 09/15/2011	2,823,508	2,859,184
13.	2,480,000	Toronto-Dominion Bank, 5.48% due 04/02/2020	2,718,201	2,737,263
14.	2,640,000	Canada Housing Trust, 2.70% due 12/15/2013	2,664,122	2,687,339
15.	1,960,000	Union Gas Ltd, 9.70% due 11/06/2017	2,652,311	2,666,931
16.	2,620,000	Capital Power Income, 5.276% due 11/16/2020	2,620,000	2,605,424
17.	2,475,000	Merrill Lynch Mortgage Loans, 4.711% due 11/12/2016	2,443,808	2,531,219
18.	2,350,000	Canada Housing Trust, 4.55% due 12/15/2012	2,482,188	2,477,707
19.	2,365,000	Schooner Trust, 4.719% due 04/12/2015	2,326,124	2,473,898
20.	2,260,000	Prov. of Quebec, 5.00% due 12/01/2038	2,309,797	2,468,236
21.	2,257,798	Royal Office Finance, 5.209% due 11/12/2032	2,264,162	2,438,174
22.	2,295,000	Emera Inc., 4.10% due 10/20/2014	2,359,456	2,396,817
23.	1,886,000	Canadian Government Bond, 5.00% due 06/01/2037	2,341,469	2,347,867
24.	1,980,000	Bank of Nova Scotia, 6.65% due 01/22/2021	2,279,101	2,315,072
25.	2,025,000	Capital Desjardins Inc., 5.756% due 04/01/2019	2,218,943	2,218,205

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	11.64	10.95	126,853	136,211	2.01	1.91	1.99	2.08	2.17
B No load contract established since 2002	10.13	9.68	82,834	86,666	2.38	2.31	2.31	2.33	2.39
C Back-end load contract established since 2002	10.33	9.85	58,952	59,520	2.15	2.10	2.10	2.12	2.13

¹ Assumption/Louisbourg Fixed Income Fund holds 288,653 units (original cost \$2,916,898) and invests 100% in the Louisbourg Canadian Bond Fund, the underlying fund managed by Louisbourg Investment Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Montrusco Bolton Quantitative EAFE Equity Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	-	675,435
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>-</u>	<u>675,435</u>
Liabilities		
Payable for investments	-	-
Accounts payable	-	26
	<u>-</u>	<u>26</u>
Net assets at market value	<u>-</u>	<u>675,409</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	675,409	788,873
Investment activities		
Increase (decrease) in net assets resulting from operations	(12,367)	(148,238)
	<u>663,042</u>	<u>640,635</u>
Transactions with contractholders		
Premiums from contractholders	71,263	359,889
Withdrawals from contractholders	(734,305)	(325,115)
	<u>(663,042)</u>	<u>34,774</u>
Net assets, end of period	<u>-</u>	<u>675,409</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	8,798	17,600
Capital gains	-	-
	<u>8,798</u>	<u>17,600</u>
Expenses		
Management fees	6,279	9,041
Other administrative expenses	3,816	5,972
	<u>10,095</u>	<u>15,013</u>
Net investment income (loss)	<u>(1,297)</u>	<u>2,587</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	717,927	340,724
Cost of investments sold	718,014	389,690
Realized gain (loss) on sale of investments	(87)	(48,966)
Unrealized appreciation (depreciation) on investments	(10,983)	(101,859)
Net gain (loss) on investments	<u>(11,070)</u>	<u>(150,825)</u>
Increase (decrease) in net assets resulting from operations	<u>(12,367)</u>	<u>(148,238)</u>

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	-	5.97	-	91,187	1.84	1.83	1.94	1.98	2.09
B No load contract established since 2002	-	4.75	-	20,732	3.87	3.73	3.73	3.76	3.85
C Back-end load contract established since 2002	-	4.83	-	6,747	3.57	3.52	3.52	3.55	3.57

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Montrusco Bolton Global Equity Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	-	156,458
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>-</u>	<u>156,458</u>
Liabilities		
Payable for investments	-	-
Accounts payable	-	6
	<u>-</u>	<u>6</u>
Net assets at market value	<u>-</u>	<u>156,452</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	156,452	130,430
Investment activities		
Increase (decrease) in net assets resulting from operations	8,896	29,164
	<u>165,348</u>	<u>159,594</u>
Transactions with contractholders		
Premiums from contractholders	25,931	16,609
Withdrawals from contractholders	(191,279)	(19,751)
	<u>(165,348)</u>	<u>(3,142)</u>
Net assets, end of period	<u>-</u>	<u>156,452</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	242	246
Interest	1,940	2,659
Capital gains	-	-
	<u>2,182</u>	<u>2,905</u>
Expenses		
Management fees	1,912	1,901
Other administrative expenses	1,389	1,417
	<u>3,301</u>	<u>3,318</u>
Net investment income (loss)	<u>(1,119)</u>	<u>(413)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	194,584	23,193
Cost of investments sold	193,282	20,298
Realized gain (loss) on sale of investments	1,302	2,895
Unrealized appreciation (depreciation) on investments	8,713	26,682
Net gain (loss) on investments	<u>10,015</u>	<u>29,577</u>
Increase (decrease) in net assets resulting from operations	<u>8,896</u>	<u>29,164</u>

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	-	11.04	-	11,195	2.00	1.95	2.07	2.08	2.27
B No load contract established since 2002	-	8.78	-	851	3.81	3.73	3.73	3.76	4.04
C Back-end load contract established since 2002	-	8.93	-	2,844	3.53	3.52	3.52	3.55	3.57

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Montrusco Bolton Canadian Small Capitalization Equity Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	7,450,044	4,371,075
Receivable from investments	-	28,433
Dividends & accrued interest	-	-
Cash	-	18,075
	<u>7,450,044</u>	<u>4,417,583</u>
Liabilities		
Payable for investments	-	46,508
Accounts payable	500	260
	<u>500</u>	<u>46,768</u>
Net assets at market value	<u>7,449,544</u>	<u>4,370,815</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	4,370,815	2,581,393
Investment activities		
Increase (decrease) in net assets resulting from operations	1,820,438	1,656,897
	<u>6,191,253</u>	<u>4,238,290</u>
Transactions with contractholders		
Premiums from contractholders	2,215,792	499,245
Withdrawals from contractholders	(957,501)	(366,720)
	<u>1,258,291</u>	<u>132,525</u>
Net assets, end of period	<u>7,449,544</u>	<u>4,370,815</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	45,114	31,240
Interest	49,038	25,927
Capital gains	92,853	-
	<u>187,005</u>	<u>57,167</u>
Expenses		
Management fees	109,468	59,262
Other administrative expenses	54,266	29,858
	<u>163,734</u>	<u>89,120</u>
Net investment income (loss)	<u>23,271</u>	<u>(31,953)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	1,121,001	457,400
Cost of investments sold	1,112,145	375,542
Realized gain (loss) on sale of investments	8,856	81,858
Unrealized appreciation (depreciation) on investments	1,788,311	1,606,992
Net gain (loss) on investments	<u>1,797,167</u>	<u>1,688,850</u>
Increase (decrease) in net assets resulting from operations	<u>1,820,438</u>	<u>1,656,897</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	2,510,655	TransGlobe Energy Corporation	11,664,256	39,894,308
2.	541,066	Home Capital Group Inc.	18,452,216	28,021,290
3.	1,340,616	Crew Energy Inc.	11,246,727	25,605,766
4.	1,505,335	Legacy Oil & Gas Inc.	15,687,917	23,407,959
5.	1,161,403	Alamos Gold Inc.	10,514,120	21,973,745
6.	1,023,173	BMTC Group Inc., Class A, sub voting	7,168,787	20,975,047
7.	2,523,209	Angle Energy Inc.	18,835,266	20,942,635
8.	846,433	Transat A.T. Inc., Class B	20,686,977	15,912,940
9.	596,561	Allied Nevada Gold Corp.	7,797,985	15,719,382
10.	1,111,192	Consolidated Thompson Iron Mines Ltd	6,375,559	15,656,695
11.	559,269	WaterFurnace Renewable Energy, Inc.	10,550,668	13,853,093
12.	1,313,425	Grande Cache Coal Corporation	8,916,989	13,751,560
13.	666,771	North West Company Fund	9,280,477	13,748,818
14.	3,069,650	Cline Mining Corporation	6,605,287	12,401,386
15.	1,599,606	Anatolia Minerals Development Ltd	11,230,196	12,332,962
16.	256,610	Laurentian Bank of Canada	11,108,473	12,332,677
17.	2,882,875	Mercator Minerals Ltd	14,733,200	11,445,014
18.	267,462	Major Drilling Group International Inc.	7,899,568	11,113,046
19.	2,155,053	Argonaut Gold Inc.	8,017,382	9,956,345
20.	349,407	Canadian Western Bank	7,116,387	9,909,183
21.	318,758	Richelieu Hardware Ltd	6,949,343	9,741,244
22.	282,600	Stella Jones Inc.	6,944,667	9,407,754
23.	417,495	DirectCash Income Fund	7,012,465	9,289,264
24.	521,631	Celtic Exploration Ltd	5,260,688	9,243,301
25.	200,379	Canada Bread Company, Limited	8,718,511	9,169,343

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	25.31	18.29	130,739	120,374	2.23	2.08	2.09	2.11	2.21
B No load contract established since 2002	19.45	14.48	101,762	82,660	3.78	3.68	3.68	3.71	3.77
C Back-end load contract established since 2002	19.84	14.73	108,927	66,013	3.53	3.47	3.47	3.50	3.51

¹ Assumption/Montrusco Bolton Canadian Small Capitalization Equity Fund holds 283,800 units (original cost \$5,728,881) and invests 100% in the Montrusco Bolton Canadian Small Capitalization Equity Fund, the underlying fund managed by Montrusco Bolton Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/Montrusco Bolton TSX Momentum Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	7,741,792	6,258,139
Receivable from investments	113,838	-
Dividends & accrued interest	-	-
Cash	3,506	-
	<u>7,859,136</u>	<u>6,258,139</u>
Liabilities		
Payable for investments	117,344	-
Accounts payable	437	2,935
	<u>117,781</u>	<u>2,935</u>
Net assets at market value	<u>7,741,355</u>	<u>6,255,204</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	6,255,204	4,598,882
Investment activities		
Increase (decrease) in net assets resulting from operations	1,515,965	1,325,525
	<u>7,771,169</u>	<u>5,924,407</u>
Transactions with contractholders		
Premiums from contractholders	1,146,873	1,191,890
Withdrawals from contractholders	(1,176,687)	(861,093)
	<u>(29,814)</u>	<u>330,797</u>
Net assets, end of period	<u>7,741,355</u>	<u>6,255,204</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	29,155	46,349
Interest	14,707	-
Capital gains	-	-
	<u>43,862</u>	<u>46,349</u>
Expenses		
Management fees	103,813	80,001
Other administrative expenses	54,979	41,828
	<u>158,792</u>	<u>121,829</u>
Net investment income (loss)	<u>(114,930)</u>	<u>(75,480)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	1,341,898	982,173
Cost of investments sold	1,305,809	892,595
Realized gain (loss) on sale of investments	36,089	89,578
Unrealized appreciation (depreciation) on investments	1,594,806	1,311,427
Net gain (loss) on investments	<u>1,630,895</u>	<u>1,401,005</u>
Increase (decrease) in net assets resulting from operations	<u>1,515,965</u>	<u>1,325,525</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	140,205	First Quantum Minerals Ltd	13,450,908	15,142,140
2.	515,108	Valeant Pharmaceuticals International, Inc.	13,076,239	14,567,254
3.	354,868	Pan American Silver Corp.	13,914,669	14,524,747
4.	428,343	Pacific Rubiales Energy Corp.	5,583,371	14,456,576
5.	1,989,491	Lundin Mining Corp.	13,984,454	14,443,705
6.	361,664	Silver Wheaton Corp.	7,238,787	14,097,663
7.	1,420,410	New Gold Inc.	9,459,372	13,749,569
8.	669,746	Trican Well Service Ltd	13,977,178	13,488,684
9.	642,015	Centerra Gold Inc.	13,414,863	12,737,578
10.	1,061,893	Semafo	13,793,097	11,415,350
11.	680,475	Horizons BetaPro S&P/TSX 60™ Index ETF	7,341,815	7,430,787
12.	70,002	Montrusco Bolton T-Max Fund	700,023	700,023

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	39.66	30.85	61,596	61,627	1.28	1.21	1.27	1.46	1.40
B No load contract established since 2002	30.19	24.21	67,473	77,113	3.07	2.99	2.99	3.02	3.36
C Back-end load contract established since 2002	30.77	24.63	106,000	100,960	2.85	2.78	2.78	2.81	2.83

¹ Assumption/Montrusco Bolton TSX Momentum Fund holds 197,716 units (original cost \$6,599,532) and invests 100% in the Montrusco Bolton Quantitative Canadian Equity Fund, the underlying fund managed by Montrusco Bolton Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Fidelity True North[®] Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	12,947,144	11,824,385
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>12,947,144</u>	<u>11,824,385</u>
Liabilities		
Payable for investments	-	-
Accounts payable	1,233	1,072
	<u>1,233</u>	<u>1,072</u>
Net assets at market value	<u>12,945,911</u>	<u>11,823,313</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	11,823,313	8,427,176
Investment activities		
Increase (decrease) in net assets resulting from operations	1,306,898	2,529,909
	<u>13,130,211</u>	<u>10,957,085</u>
Transactions with contractholders		
Premiums from contractholders	2,788,581	2,451,055
Withdrawals from contractholders	(2,972,881)	(1,584,827)
	<u>(184,300)</u>	<u>866,228</u>
Net assets, end of period	<u>12,945,911</u>	<u>11,823,313</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	122,968	182,538
Interest	-	-
Capital gains	111,721	-
	<u>234,689</u>	<u>182,538</u>
Expenses		
Management fees	354,892	294,067
Other administrative expenses	42,667	34,995
	<u>397,559</u>	<u>329,062</u>
Net investment income (loss)	<u>(162,870)</u>	<u>(146,524)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	3,375,974	1,918,625
Cost of investments sold	3,343,949	1,706,296
Realized gain (loss) on sale of investments	<u>32,025</u>	<u>212,329</u>
Unrealized appreciation (depreciation) on investments	1,437,743	2,464,104
Net gain (loss) on investments	<u>1,469,768</u>	<u>2,676,433</u>
Increase (decrease) in net assets resulting from operations	<u>1,306,898</u>	<u>2,529,909</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	5,150,000	Toronto-Dominion Bank	268,525,156	382,387,500
2.	6,725,000	Suncor Energy Inc.	257,675,184	257,433,000
3.	3,175,000	Canadian Imperial Bank of Commerce	226,060,162	248,697,750
4.	5,150,000	Canadian Natural Resources Ltd	118,077,400	228,402,500
5.	10,000,000	Talisman Energy Inc.	170,721,856	221,200,000
6.	4,400,000	Goldcorp Inc.	144,883,359	201,872,000
7.	1,200,000	Potash Corp. of Saskatchewan Inc.	93,188,001	185,340,000
8.	6,075,000	Power Corp. of Canada, sub voting	140,895,474	168,095,250
9.	3,150,000	Barrick Gold Corp.	136,183,467	167,328,000
10.	2,450,000	Teck Resources Limited, sub voting, Class B	70,692,511	151,385,500
11.	2,020,000	Canadian National Railway Co.	96,926,203	134,027,000
12.	1,975,000	Research In Motion Limited	98,954,500	114,496,774
13.	6,275,000	CGI Groupe Inc Class A, sub voting	96,635,553	107,930,000
14.	2,650,000	Silver Wheaton Corp (CANA)	32,563,392	103,297,000
15.	1,100,000	Agrium Inc.	53,651,909	100,650,000
16.	5,775,000	Manulife Financial Corporation	116,707,462	99,041,250
17.	2,450,000	Shoppers Drug Mart Corp.	91,057,632	96,848,500
18.	925,000	Niko Resources Ltd	75,563,065	95,441,500
19.	2,750,000	Rogers Communications Inc., Class B, non-voting	59,195,856	95,150,000
20.	1,800,000	Royal Bank of Canada	72,123,135	94,176,000
21.	2,475,000	BCE Inc.	87,701,179	87,466,500
22.	260,000	Apple Inc.	51,104,293	83,639,163
23.	3,075,000	Alimentation Couche-Tard, Class B, sub voting	59,539,789	83,209,500
24.	2,925,000	Gildan Activewear Inc.	73,899,045	82,923,750
25.	1,450,000	Enbridge Inc.	66,851,979	81,591,500

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	27.53	24.60	217,551	218,048	2.81	2.70	2.71	2.75	2.91
B No load contract established since 2002	24.56	22.21	118,661	147,134	4.01	3.94	3.94	3.98	4.12
C Back-end load contract established since 2002	25.02	22.59	161,551	141,328	3.83	3.73	3.73	3.76	3.78

¹ Assumption/Fidelity True North[®] Fund holds 380,466 units (original cost \$11,696,925) and invests 100% in the Fidelity True North[®] Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Fidelity Overseas Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	426,692	619,224
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>426,692</u>	<u>619,224</u>
Liabilities		
Payable for investments	-	-
Accounts payable	42	60
	<u>42</u>	<u>60</u>
Net assets at market value	<u>426,650</u>	<u>619,164</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	619,164	673,301
Investment activities		
Increase (decrease) in net assets resulting from operations	5,601	77,206
	<u>624,765</u>	<u>750,507</u>
Transactions with contractholders		
Premiums from contractholders	22,503	31,781
Withdrawals from contractholders	(220,618)	(163,124)
	<u>(198,115)</u>	<u>(131,343)</u>
Net assets, end of period	<u>426,650</u>	<u>619,164</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	-	-
Capital gains	-	-
	<u>-</u>	<u>-</u>
Expenses		
Management fees	14,705	18,468
Other administrative expenses	2,015	2,693
	<u>16,720</u>	<u>21,161</u>
Net investment income (loss)	<u>(16,720)</u>	<u>(21,161)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	237,673	184,645
Cost of investments sold	235,725	185,871
Realized gain (loss) on sale of investments	1,948	(1,226)
Unrealized appreciation (depreciation) on investments	20,373	99,593
Net gain (loss) on investments	<u>22,321</u>	<u>98,367</u>
Increase (decrease) in net assets resulting from operations	<u>5,601</u>	<u>77,206</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	7,332	Nestle SA, Registered Shares	320,941	428,495
2.	12,750	Royal Dutch Shell PLC	496,678	424,240
3.	32,391	HSBC Holdings PLC	356,598	330,370
4.	2,294	Siemens AG	207,360	283,550
5.	2,444	Novo-Nordisk AS, Class B	161,414	274,739
6.	102,280	Vodafone Group PLC	310,433	267,956
7.	11,086	BG Group PLC	215,468	223,549
8.	263	Samsung Electronics Co., Ltd	155,946	221,996
9.	2,900	Toronto-Dominion Bank	185,864	215,325
10.	11,400	Banco Do Brasil SA	213,167	215,252
11.	4,300	AngloGold Ashanti Ltd	166,391	211,537
12.	12,045	UBS AG, Registered shares	203,483	197,377
13.	8,293	Australia & NZ Banking Grp.	173,132	197,309
14.	3,800	Anglo Amer PLC (UK)	165,371	197,214
15.	3,999	Saipem SPA	117,491	196,439
16.	1,200	Volkswagen AG PFD	165,245	194,248
17.	28,638	Tesco PLC	194,191	189,376
18.	2,400	Canadian Imperial Bank of Commerce	142,817	187,992
19.	4,356	Newcrest Mining Ltd	138,283	179,493
20.	33,200	Mitsubishi UFJ Financial Grp Inc.	246,628	178,480
21.	1,163	Linde AG	125,068	176,086
22.	1,978	Rio Tinto Ltd	127,555	172,262
23.	390	Swisscom AG (Reg)	145,345	171,140
24.	5,400	African Rainbow Minerals Ltd	128,950	170,789
25.	41,329	Barclays PLC ORD	158,525	170,463

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010 \$	2009 \$	2010	2009	2010 %	2009 %	2008 %	2007 %	2006 %
A No load contract established prior to 2002	8.43	8.09	21,177	23,758	2.85	2.74	2.80	2.76	2.89
B No load contract established since 2002	7.89	7.65	18,076	38,913	3.95	3.92	3.92	4.03	4.15
C Back-end load contract established since 2002	7.95	7.71	13,270	16,753	3.92	3.81	3.81	3.82	3.89

¹ Assumption/Fidelity Overseas Fund holds 38,743 units (original cost \$441,989) and invests 100% in the Fidelity Overseas Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/Fidelity Global Health Care Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	153,586	168,019
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>153,586</u>	<u>168,019</u>
Liabilities		
Payable for investments	-	-
Accounts payable	15	15
	<u>15</u>	<u>15</u>
Net assets at market value	<u>153,571</u>	<u>168,004</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	168,004	144,858
Investment activities		
Increase (decrease) in net assets resulting from operations	(8,460)	13,927
	<u>159,544</u>	<u>158,785</u>
Transactions with contractholders		
Premiums from contractholders	35,454	46,281
Withdrawals from contractholders	(41,427)	(37,062)
	<u>(5,973)</u>	<u>9,219</u>
Net assets, end of period	<u>153,571</u>	<u>168,004</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	-	-
Capital gains	-	-
	<u>-</u>	<u>-</u>
Expenses		
Management fees	5,097	3,969
Other administrative expenses	552	389
	<u>5,649</u>	<u>4,358</u>
Net investment income (loss)	<u>(5,649)</u>	<u>(4,358)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	47,153	41,509
Cost of investments sold	46,860	41,670
Realized gain (loss) on sale of investments	293	(161)
Unrealized appreciation (depreciation) on investments	(3,104)	18,446
Net gain (loss) on investments	<u>(2,811)</u>	<u>18,285</u>
Increase (decrease) in net assets resulting from operations	<u>(8,460)</u>	<u>13,927</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	85,830	Johnson & Johnson	6,028,619	5,294,252
2.	100,600	Merck & Co. Inc NEW	3,690,437	3,615,835
3.	171,800	Glaxosmithkline PLC	3,425,737	3,324,949
4.	20,489	Roche Holding AG	2,545,476	2,996,269
5.	50,455	Novartis AG, Registered Shares	2,670,926	2,964,264
6.	38,500	Teva Pharmaceutical Industries Ltd ADR	1,865,925	2,001,586
7.	17,503	Novo Nordisk AS, Class B	1,131,468	1,967,578
8.	26,511	Bayer AG	2,088,900	1,954,828
9.	30,167	Sanofi-Aventis	2,156,910	1,929,806
10.	27,800	Medco Health Solutions, Inc.	1,339,289	1,698,707
11.	34,600	Covidien Ltd, PLC	1,603,836	1,575,570
12.	28,000	Amgen Inc.	1,749,335	1,533,050
13.	23,300	Express Scripts Inc.	814,645	1,255,965
14.	23,200	Baxter International Inc.	1,233,221	1,171,213
15.	21,200	Zimmer Holdings Inc.	1,225,155	1,134,943
16.	18,700	Fresenius Medical Care AG & Co. KGaA	998,805	1,077,914
17.	30,600	Amerisourcebergen Corp.	928,490	1,041,253
18.	14,100	McKesson Corp.	917,554	989,679
19.	53,354	Pfizer Inc.	1,022,036	931,706
20.	25,038	CSL Limited	825,662	925,840
21.	6,810	Synthes Inc ACCR INVS (SWIT)	828,026	918,100
22.	9,700	Bard C R Inc.	833,017	887,766
23.	11,458	Allergan Inc.	646,597	784,696
24.	18,200	St. Jude Medical, Inc.	771,116	775,949
25.	9,500	Edwards Lifesciences Corp.	335,749	765,906

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010 \$	2009 \$	2010	2009	2010 %	2009 %	2008 %	2007 %	2006 %
A No load contract established prior to 2002	14.56	14.70	5,278	6,007	2.88	2.76	2.90	2.82	2.99
B No load contract established since 2002	12.96	13.25	3,877	3,460	4.08	3.92	3.92	4.08	4.32
C Back-end load contract established since 2002	13.18	13.45	2,011	2,519	3.89	3.81	3.81	3.87	3.89

¹ Assumption/Fidelity Global Health Care Fund holds 8,020 units (original cost \$149,644) and invests 100% in the Fidelity Global Health Care Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/Fidelity Global Technology Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	62,735	68,981
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>62,735</u>	<u>68,981</u>
Liabilities		
Payable for investments	-	-
Accounts payable	6	7
	<u>6</u>	<u>7</u>
Net assets at market value	<u>62,729</u>	<u>68,974</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	68,974	43,992
Investment activities		
Increase (decrease) in net assets resulting from operations	2,478	17,975
	<u>71,452</u>	<u>61,967</u>
Transactions with contractholders		
Premiums from contractholders	9,008	39,253
Withdrawals from contractholders	(17,731)	(32,246)
	<u>(8,723)</u>	<u>7,007</u>
Net assets, end of period	<u>62,729</u>	<u>68,974</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	-	-
Capital gains	-	-
	<u>-</u>	<u>-</u>
Expenses		
Management fees	1,885	1,821
Other administrative expenses	288	272
	<u>2,173</u>	<u>2,093</u>
Net investment income (loss)	<u>(2,173)</u>	<u>(2,093)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	19,943	34,384
Cost of investments sold	19,395	32,831
	<u>548</u>	<u>1,553</u>
Realized gain (loss) on sale of investments	<u>548</u>	<u>1,553</u>
Unrealized appreciation (depreciation) on investments	4,103	18,515
	<u>4,651</u>	<u>20,068</u>
Net gain (loss) on investments	<u>4,651</u>	<u>20,068</u>
Increase (decrease) in net assets resulting from operations	<u>2,478</u>	<u>17,975</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	168,900	Cisco Systems Inc.	4,083,320	3,407,622
2.	5,409	Google Inc., Class A	2,759,504	3,204,109
3.	9,300	Apple Inc.	1,355,268	2,991,709
4.	3,164	Samsung Electronics Company Limited	2,070,491	2,670,706
5.	158,600	Applied Materials, Inc.	2,333,411	2,222,314
6.	79,400	Microsoft Corp.	2,345,496	2,210,862
7.	66,200	Oracle Corp.	1,830,946	2,066,465
8.	74,000	eBay, Inc.	1,500,771	2,053,860
9.	121,000	Ricoh Co Ltd	1,754,892	1,768,161
10.	86,300	Corning, Inc.	1,611,726	1,662,814
11.	34,703	Hewlett-Packard Co.	1,466,038	1,457,052
12.	20,300	Visa Inc., Class A	1,575,560	1,424,856
13.	34,800	KLA-Tencor Corp.	1,139,592	1,341,041
14.	21,100	Tokyo Electron Ltd	1,237,679	1,331,788
15.	26,650	BMC Software Inc.	1,034,800	1,252,889
16.	76,500	Nvidia Corp.	935,312	1,174,919
17.	23,635	QUALCOMM Inc.	990,115	1,166,538
18.	31,300	Fujifilm Holdings Corp.	1,028,957	1,128,470
19.	15,200	TDK Corporation	957,489	1,054,585
20.	7,000	International Business Machines Corp.	746,861	1,024,546
21.	41,900	CA Inc.	834,256	1,021,271
22.	20,600	Accenture PLC Class A	854,167	996,197
23.	27,800	Sony Corp.	958,052	991,268
24.	30,700	Ibiden Co., Ltd	844,360	965,844
25.	46,700	Nuance Communications Inc.	714,192	846,714

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	9.41	8.77	2,070	2,715	2.97	2.86	2.96	2.93	3.03
B No load contract established since 2002	8.38	7.90	4,408	4,659	4.01	3.92	3.92	4.08	4.28
C Back-end load contract established since 2002	8.52	8.03	738	1,038	3.90	3.81	3.81	3.87	3.89

¹ Assumption/Fidelity Global Technology Fund holds 5,056 units (original cost \$44,905) and invests 100% in the Fidelity Global Technology Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Fidelity Canadian Opportunities Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	2,947,700	1,819,110
Receivable from investments	-	5,902
Dividends & accrued interest	-	-
Cash	-	17,657
	<u>2,947,700</u>	<u>1,842,669</u>
Liabilities		
Payable for investments	-	23,559
Accounts payable	296	174
	<u>296</u>	<u>23,733</u>
Net assets at market value	<u>2,947,404</u>	<u>1,818,936</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	1,818,936	1,176,818
Investment activities		
Increase (decrease) in net assets resulting from operations	492,735	666,198
	<u>2,311,671</u>	<u>1,843,016</u>
Transactions with contractholders		
Premiums from contractholders	1,058,492	287,974
Withdrawals from contractholders	(422,759)	(312,054)
	<u>635,733</u>	<u>(24,080)</u>
Net assets, end of period	<u>2,947,404</u>	<u>1,818,936</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	-	-
Capital gains	496,204	71,192
	<u>496,204</u>	<u>71,192</u>
Expenses		
Management fees	64,434	43,759
Other administrative expenses	9,738	6,295
	<u>74,172</u>	<u>50,054</u>
Net investment income (loss)	<u>422,032</u>	<u>21,138</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	497,960	363,037
Cost of investments sold	491,431	292,697
Realized gain (loss) on sale of investments	6,529	70,340
Unrealized appreciation (depreciation) on investments	64,174	574,720
Net gain (loss) on investments	<u>70,703</u>	<u>645,060</u>
Increase (decrease) in net assets resulting from operations	<u>492,735</u>	<u>666,198</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	850,000	Shoppers Drug Mart Corp.	32,141,126	33,600,500
2.	3,920,000	GLV Inc.	27,369,896	29,674,400
3.	1,025,000	Great West Lifeco Inc.	23,420,665	27,060,000
4.	2,500,000	Jean Coutu Grp Inc., class A Sub voting	22,534,936	24,075,000
5.	925,000	Petrobank Energy & Resources Ltd	21,539,485	23,356,250
6.	3,500,000	Trinidad Drilling Ltd	17,912,737	22,050,000
7.	568,875	Petrominerals Ltd (Old)	16,629,706	18,863,895
8.	2,650,000	Advantage Oil & Gas Ltd	17,614,021	17,914,000
9.	1,025,000	CGI Group Inc., Class A, sub voting	12,796,751	17,630,000
10.	2,025,000	Enghouse Systems Ltd	13,545,972	17,212,500
11.	1,175,000	Norbord Inc.	13,159,250	17,202,000
12.	8,075,000	Mood Media Corp.	11,173,095	15,342,500
13.	260,000	Research in Motion Limited	13,775,641	15,072,993
14.	450,000	Franco-Nevada Corp. (CANA)	13,416,456	14,967,000
15.	3,500,015	Timberwest Forest (1CS/ 1 sub nt)	13,207,593	14,700,063
16.	35,000	Fairfax Financial Holdings Ltd, sub voting	10,614,879	14,314,650
17.	500,000	Alimentation Couche-Tard, Class B, sub voting	8,943,016	13,530,000
18.	3,999,994	TransAtlantic Petroleum Ltd	12,512,475	13,359,980
19.	1,975,000	Pan Orient Energy Corp.	10,860,935	13,133,750
20.	482,300	Uni-Select Inc.	12,852,302	13,070,330
21.	1,025,000	Progress Energy Resources Corp.	11,542,385	13,017,500
22.	6,009,900	Com Dev International Ltd	11,267,541	12,981,384
23.	125,000	Niko Resources Ltd	12,101,833	12,897,500
24.	500,000	Capital Power Corp	10,784,488	11,825,000
25.	525,000	Cineplex Galaxy Income Fund	10,196,071	11,765,250

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	22.28	17.92	33,667	30,380	2.79	2.69	2.69	2.71	2.86
B No load contract established since 2002	19.87	16.18	49,790	37,238	4.01	3.94	3.94	3.98	4.11
C Back-end load contract established since 2002	20.26	16.46	59,648	40,811	3.78	3.73	3.73	3.76	3.78

¹ Assumption/Fidelity Canadian Opportunities Fund holds 139,555 units (original cost \$2,810,368) and invests 100% in the Fidelity Canadian Opportunities Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Fidelity Europe Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	1,428,253	1,715,751
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>1,428,253</u>	<u>1,715,751</u>
Liabilities		
Payable for investments	-	-
Accounts payable	139	160
	<u>139</u>	<u>160</u>
Net assets at market value	<u>1,428,114</u>	<u>1,715,591</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	1,715,591	1,753,975
Investment activities		
Increase (decrease) in net assets resulting from operations	67,887	129,018
	<u>1,783,478</u>	<u>1,882,993</u>
Transactions with contractholders		
Premiums from contractholders	208,467	187,120
Withdrawals from contractholders	(563,831)	(354,522)
	<u>(355,364)</u>	<u>(167,402)</u>
Net assets, end of period	<u>1,428,114</u>	<u>1,715,591</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	37,052	52,115
Capital gains	-	-
	<u>37,052</u>	<u>52,115</u>
Expenses		
Management fees	44,776	48,512
Other administrative expenses	5,602	6,479
	<u>50,378</u>	<u>54,991</u>
Net investment income (loss)	<u>(13,326)</u>	<u>(2,876)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	614,783	410,265
Cost of investments sold	609,173	427,086
Realized gain (loss) on sale of investments	5,610	(16,821)
Unrealized appreciation (depreciation) on investments	75,603	148,715
Net gain (loss) on investments	<u>81,213</u>	<u>131,894</u>
Increase (decrease) in net assets resulting from operations	<u>67,887</u>	<u>129,018</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	304,033	Nestle SA, Registered Shares	13,827,404	17,768,236
2.	6,302,266	Vodafone Group PLC	16,091,075	16,510,876
3.	215,498	Rio Tinto PLC, Registered shares	13,056,578	15,329,934
4.	540,745	Virgin Media, Inc.	8,036,563	14,698,655
5.	1,164,025	WPP PLC	11,690,821	14,361,243
6.	344,442	British American Tobacco PLC	11,999,467	13,222,509
7.	555,300	Xstrata PLC	10,935,812	13,007,703
8.	112,273	Novo Nordisk AS, Class B	6,953,127	12,621,028
9.	195,190	BNP PARIBAS (FRAN)	13,294,544	12,391,189
10.	236,458	Saipem SPA	8,575,954	11,615,311
11.	73,772	Schneider Electric SA	7,460,453	11,017,088
12.	954,913	United Business Media Ltd	7,706,159	10,251,917
13.	500,607	BG Group PLC	9,221,347	10,094,716
14.	1,187,657	ICAP PLC	7,609,815	9,886,373
15.	62,073	PPR SA	8,040,543	9,849,335
16.	170,915	Anheuser-Busch InBev NV	6,412,023	9,753,965
17.	1,461,977	Tesco PLC	10,392,331	9,667,666
18.	655,432	DnB NOR ASA	5,127,059	9,189,129
19.	54,463	LVMH Moet Hennessy - Louis Vuitton	6,276,054	8,939,574
20.	3,210,841	Intesa Sanpaolo SpA	12,285,671	8,691,046
21.	133,887	Sanofi-Aventis	10,923,112	8,564,854
22.	522,165	UBS AG, Registered shares	7,526,607	8,556,509
23.	108,441	Lanxess AG	5,145,883	8,545,515
24.	31,657	Zurich Financial Services AG	5,838,532	8,184,334
25.	118,124	MTU Aero Engines GmbH	7,011,408	7,971,347

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	22.41	21.15	28,676	31,647	2.85	2.74	2.78	2.77	2.90
B No load contract established since 2002	20.02	19.13	14,150	21,768	4.04	3.92	3.92	4.03	4.17
C Back-end load contract established since 2002	20.37	19.43	24,658	32,411	3.90	3.78	3.78	3.82	3.83

¹ Assumption/Fidelity Europe Fund holds 51,195 units (original cost \$1,526,575) and invests 100% in Fidelity Europe Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Fidelity Canadian Asset Allocation Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	6,270,540	3,249,402
Receivable from investments	25,770	-
Dividends & accrued interest	-	-
Cash	24,075	-
	<u>6,320,385</u>	<u>3,249,402</u>
Liabilities		
Payable for investments	49,845	-
Accounts payable	582	287
	<u>50,427</u>	<u>287</u>
Net assets at market value	<u>6,269,958</u>	<u>3,249,115</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	3,249,115	2,020,710
Investment activities		
Increase (decrease) in net assets resulting from operations	489,484	498,796
	<u>3,738,599</u>	<u>2,519,506</u>
Transactions with contractholders		
Premiums from contractholders	3,518,517	1,284,317
Withdrawals from contractholders	(987,158)	(554,708)
	<u>2,531,359</u>	<u>729,609</u>
Net assets, end of period	<u>6,269,958</u>	<u>3,249,115</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	93,592	47,685
Interest	51,536	30,755
Capital gains	96,717	61,354
	<u>241,845</u>	<u>139,794</u>
Expenses		
Management fees	131,607	64,463
Other administrative expenses	22,116	10,449
	<u>153,723</u>	<u>74,912</u>
Net investment income (loss)	<u>88,122</u>	<u>64,882</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	1,142,770	630,866
Cost of investments sold	1,131,970	563,543
Realized gain (loss) on sale of investments	<u>10,800</u>	<u>67,323</u>
Unrealized appreciation (depreciation) on investments	390,562	366,591
Net gain (loss) on investments	<u>401,362</u>	<u>433,914</u>
Increase (decrease) in net assets resulting from operations	<u>489,484</u>	<u>498,796</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	9,040,900	Canadian Natural Resources Ltd	287,617,597	400,963,915
2.	5,379,300	The Toronto-Dominion Bank	322,324,330	399,413,025
3.	10,123,212	Suncor Energy Inc.	349,820,038	387,516,555
4.	5,727,740	Teck Resources Limited, sub voting, Class B	132,299,915	353,917,055
5.	6,188,600	Bank of Nova Scotia	316,029,294	353,369,060
6.	4,088,270	Canadian Imperial Bank of Commerce	281,317,080	320,234,189
7.	23,227,434	Yamana Gold Inc.	267,974,111	296,614,332
8.	5,397,500	Barrick Gold Corp.	232,991,799	286,715,200
9.	1,834,200	Potash Corp. of Saskatchewan Inc.	145,357,954	283,292,190
10.	7,275,900	BCE, Inc.	220,770,367	257,130,306
11.	4,867,300	Goldcorp Inc.	187,257,951	223,311,724
12.	3,222,080	Canadian Pacific Railway Limited	195,248,754	208,210,810
13.	5,579,490	Rogers Communications Inc., Class B, non-voting	160,686,193	193,050,354
14.	5,026,550	Brookfield Asset Management Inc., Class A	173,596,987	166,881,460
15.	2,855,700	Bank of Montreal	173,144,467	164,145,636
16.	7,386,520	Talisman Energy Inc.	96,751,699	163,389,822
17.	2,113,300	Agnico-Eagle Mines Ltd	160,099,305	161,878,780
18.	2,849,600	Enbridge Inc	129,544,742	160,346,992
19.	1,674,100	Agrium Inc.	94,537,372	153,180,150
20.	5,261,090	EnCana Corporation	138,218,735	153,045,108
21.	2,363,820	Research In Motion Limited	94,999,347	137,037,855
22.	4,067,890	Cenovus Energy Inc	107,108,546	135,379,379
23.	26,557,760	Bombardier, Inc., Class B, sub voting	128,292,150	133,054,378
24.	7,559,270	Manulife Financial Corporation	200,684,629	129,641,481
25.	3,002,400	Transcanada Corporation	104,337,054	114,061,176

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	26.22	23.95	66,188	37,218	2.56	2.47	2.56	2.49	-
B No load contract established since 2002	25.31	23.37	100,999	58,879	3.62	3.52	3.52	3.55	-
C Back-end load contract established since 2002	25.40	23.43	77,865	41,906	3.52	3.41	3.41	3.45	-

¹ Assumption/Fidelity Canadian Asset Allocation Fund holds 240,106 units (original cost \$5,804,793) and invests 100% in the Fidelity Canadian Asset Allocation Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Fidelity Monthly Income Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	4,119,136	1,447,254
Receivable from investments	13,252	4,378
Dividends & accrued interest	-	-
Cash	12,591	13,889
	<u>4,144,979</u>	<u>1,465,521</u>
Liabilities		
Payable for investments	25,843	18,267
Accounts payable	389	127
	<u>26,232</u>	<u>18,394</u>
Net assets at market value	<u>4,118,747</u>	<u>1,447,127</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	1,447,127	572,865
Investment activities		
Increase (decrease) in net assets resulting from operations	270,403	175,772
	<u>1,717,530</u>	<u>748,637</u>
Transactions with contractholders		
Premiums from contractholders	3,052,354	794,107
Withdrawals from contractholders	(651,137)	(95,617)
	<u>2,401,217</u>	<u>698,490</u>
Net assets, end of period	<u>4,118,747</u>	<u>1,447,127</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	22,694	11,673
Interest	91,434	26,288
Capital gains	-	-
	<u>114,128</u>	<u>37,961</u>
Expenses		
Management fees	74,224	18,808
Other administrative expenses	13,503	2,487
	<u>87,727</u>	<u>21,295</u>
Net investment income (loss)	<u>26,401</u>	<u>16,666</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	739,486	117,458
Cost of investments sold	733,459	109,449
Realized gain (loss) on sale of investments	6,027	8,009
Unrealized appreciation (depreciation) on investments	237,975	151,097
Net gain (loss) on investments	<u>244,002</u>	<u>159,106</u>
Increase (decrease) in net assets resulting from operations	<u>270,403</u>	<u>175,772</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	61,189,151	Gov of Canada, 3.00% due 12/01/2015	62,807,848	62,830,243
2.	650,000	The Toronto-Dominion Bank	42,577,045	48,262,500
3.	2,600,000	Pfizer, Inc.	45,747,178	45,403,080
4.	12,300	Japan Tobacco Inc.	39,815,520	45,387,803
5.	1,000,000	Metro Inc., Class A, sub voting	37,480,193	45,200,000
6.	110,000	Fairfax Financial Holdings Limited, sub voting	41,476,694	44,988,900
7.	1,200,000	Medtronic Inc	41,347,695	44,387,828
8.	2,248,284	H&R Real Estate Investment Trust/H&R Finance Trust	30,584,185	43,684,161
9.	1,200,000	UnitedHealth Group, Inc.	36,571,348	43,215,004
10.	39,838,933	Gov of Canada, 3.75% due 06/01/2019	42,213,827	41,989,837
11.	1,000,000	Imperial Oil Ltd	39,125,976	40,580,000
12.	770,000	Royal Bank of Canada	37,872,160	40,286,400
13.	4,000,000	Jean Coutu Group (PJC) Inc., Class A, sub voting	35,881,949	38,520,000
14.	1,076,252	Rogers Communications Inc., Class B, non voting	38,413,703	37,238,302
15.	601,862	Johnson & Johnson	38,456,319	37,124,637
16.	928,712	Shoppers Drug Mart Corp.	34,590,482	36,711,985
17.	500,000	General Dynamics Corporation	32,583,117	35,384,204
18.	1,200,000	Vodafone Group PLC	25,564,429	31,630,367
19.	610,000	BP PLC	24,892,670	26,870,952
20.	22,815,040	Gov of Canada, 4.00% due 06/01/2041	24,593,500	24,823,448
21.	2,100,000	Maple Leaf Foods Inc.	22,164,221	23,919,000
22.	22,375,787	Canada Housing, 4.55% due 12/15/2012	23,676,701	23,533,958
23.	992,140	Calloway Real Estate Inv Tr	20,392,108	23,186,313
24.	1,662,196	Groupe Aeroplan Inc.	15,990,155	22,722,219
25.	21,370,272	Canada Housing, 4.00% due 6/15/2012	21,920,617	22,079,765

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	10.21	9.18	88,175	41,779	2.57	2.47	2.58	2.49	-
B No load contract established since 2002	9.86	8.96	206,712	76,914	3.63	3.52	3.52	3.55	-
C Back-end load contract established since 2002	9.89	8.98	119,407	41,714	3.49	3.41	3.41	3.45	-

¹ Assumption/Fidelity Monthly Income Fund holds 400,653 units (original cost \$3,888,666) and invests 100% in the Fidelity Monthly Income Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/Fidelity American Disciplined Equity® Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	132,458	126,882
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>132,458</u>	<u>126,882</u>
Liabilities		
Payable for investments	-	-
Accounts payable	13	12
	<u>13</u>	<u>12</u>
Net assets at market value	<u>132,445</u>	<u>126,870</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	126,870	99,095
Investment activities		
Increase (decrease) in net assets resulting from operations	8,899	9,912
	<u>135,769</u>	<u>109,007</u>
Transactions with contractholders		
Premiums from contractholders	45,481	31,814
Withdrawals from contractholders	(48,805)	(13,951)
	<u>(3,324)</u>	<u>17,863</u>
Net assets, end of period	<u>132,445</u>	<u>126,870</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	840	1,532
Capital gains	-	-
	<u>840</u>	<u>1,532</u>
Expenses		
Management fees	3,488	3,094
Other administrative expenses	603	493
	<u>4,091</u>	<u>3,587</u>
Net investment income (loss)	<u>(3,251)</u>	<u>(2,055)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	52,912	17,544
Cost of investments sold	52,434	18,533
Realized gain (loss) on sale of investments	478	(989)
Unrealized appreciation (depreciation) on investments	11,672	12,956
Net gain (loss) on investments	<u>12,150</u>	<u>11,967</u>
Increase (decrease) in net assets resulting from operations	<u>8,899</u>	<u>9,912</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	58,460	Apple Inc.	15,951,411	18,805,944
2.	241,740	Procter & Gamble Co.	15,511,884	15,509,146
3.	25,250	Google Inc., Class A	13,151,889	14,957,249
4.	352,660	JPMorgan Chase & Co.	13,848,471	14,919,446
5.	335,600	CVS Caremark Corp.	12,009,877	11,637,306
6.	588,125	Pfizer, Inc.	10,703,977	10,270,264
7.	2,002,550	Citigroup Inc.	8,159,250	9,446,487
8.	169,220	Qualcomm Inc.	7,705,229	8,352,086
9.	74,150	Cummins Inc.	3,530,030	8,135,217
10.	89,500	Schlumberger Ltd	5,342,684	7,453,072
11.	207,680	American Electric Power Co., Inc.	7,444,078	7,452,151
12.	319,120	ConAgra Foods Inc.	7,120,570	7,186,274
13.	264,350	Morgan Stanley	7,544,885	7,173,542
14.	95,750	Newfield Exploration Co.	3,801,550	6,885,890
15.	305,050	Kroger Co.	6,916,984	6,802,502
16.	175,932	Merck & Co., Inc.	5,385,171	6,323,470
17.	68,860	Chevron Corp.	5,464,448	6,266,510
18.	65,760	Caterpillar Inc.	3,311,688	6,142,452
19.	153,240	Forest Oil Corp.	2,919,588	5,802,813
20.	155,190	Dr Pepper Snapple Group	4,816,753	5,441,748
21.	121,240	Nil Holdings, Inc.	4,243,506	5,399,959
22.	312,330	Ford Motor Co.	3,890,379	5,229,862
23.	76,550	Biogen Idec Inc.	4,558,011	5,118,819
24.	199,530	Lowe's Companies, Inc.	4,591,307	4,990,701
25.	70,300	Visa Inc., Class A	5,207,587	4,934,355

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	10.71	9.90	2,264	2,967	2.78	2.68	2.80	2.70	-
B No load contract established since 2002	10.33	9.66	2,010	827	3.87	3.73	3.73	3.76	-
C Back-end load contract established since 2002	10.37	9.68	8,428	9,206	3.73	3.62	3.62	3.66	-

¹ Assumption/Fidelity American Disciplined Equity® Fund holds 11,512 units (original cost \$121,790) and invests 100% in the Fidelity American Disciplined Equity® Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/Fidelity NorthStar[®] Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	209,097	129,491
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>209,097</u>	<u>129,491</u>
Liabilities		
Payable for investments	-	-
Accounts payable	21	12
	<u>21</u>	<u>12</u>
Net assets at market value	<u>209,076</u>	<u>129,479</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	129,479	65,009
Investment activities		
Increase (decrease) in net assets resulting from operations	19,051	22,636
	<u>148,530</u>	<u>87,645</u>
Transactions with contractholders		
Premiums from contractholders	68,822	48,679
Withdrawals from contractholders	(8,276)	(6,845)
	<u>60,546</u>	<u>41,834</u>
Net assets, end of period	<u>209,076</u>	<u>129,479</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	-	-
Capital gains	-	-
	<u>-</u>	<u>-</u>
Expenses		
Management fees	5,368	2,914
Other administrative expenses	808	435
	<u>6,176</u>	<u>3,349</u>
Net investment income (loss)	<u>(6,176)</u>	<u>(3,349)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	14,645	10,315
Cost of investments sold	14,397	9,368
Realized gain (loss) on sale of investments	248	947
Unrealized appreciation (depreciation) on investments	24,979	25,038
Net gain (loss) on investments	<u>25,227</u>	<u>25,985</u>
Increase (decrease) in net assets resulting from operations	<u>19,051</u>	<u>22,636</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	1,900,000	WellPoint Inc.	132,176,025	107,742,308
2.	1,269,870	Johnson & Johnson	87,903,698	78,329,398
3.	3,250,000	ENI SpA	94,604,234	71,076,010
4.	1,599,956	Plantronics, Inc.	15,769,744	59,389,576
5.	750,000	L-3 Communications Holdings Inc.	68,742,838	52,724,758
6.	1,462,564	Amedisys Inc	36,610,767	48,863,605
7.	12,000,000	Hon Hai Precision Industry Co. Ltd (Foxconn)	34,748,390	48,206,822
8.	988,414	Suncor Energy Inc.	31,493,226	37,836,488
9.	207,350	Potash Corp. of Saskatchewan	25,721,767	32,025,207
10.	1,020,000	Don Quijote Co. Ltd	22,909,167	30,975,181
11.	700,111	USANA Health Sciences Inc.	18,752,202	30,337,689
12.	394,130	The Toronto-Dominion Bank	23,465,137	29,264,153
13.	14,500	Seaboard Corp.	20,085,697	28,791,552
14.	1,950,000	NCI Building Systems Inc. New	23,866,417	27,206,843
15.	800,000	ScanSource Inc.	21,901,226	25,451,096
16.	205,000	Ottagi Corp	25,921,441	23,703,942
17.	2,354,600	Nishimatsuya Chain Co Ltd	22,422,171	22,813,069
18.	10,200	Okinawa Cellular Telephone Co.	21,485,889	22,545,623
19.	1,000,000	ICON PLC	11,053,669	21,840,870
20.	460,000	Gulliver International Co. Ltd	14,668,012	21,747,440
21.	3,000,000	Venture Corp. Ltd	25,057,839	21,589,709
22.	406,830	Royal Bank of Canada	20,769,460	21,285,346
23.	675,000	DCC PLC	14,782,391	21,240,904
24.	534,700	Silver Wheaton Corp.	6,065,969	20,842,606
25.	1,094,000	Eldorado Gold Corp.	16,608,031	20,239,000

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	14.58	13.16	4,201	3,569	2.80	2.80	3.12	-	-
B No load contract established since 2002	14.08	12.84	6,476	3,099	3.93	3.83	3.83	3.87	-
C Back-end load contract established since 2002	14.14	12.87	4,006	3,320	3.78	3.73	3.73	3.76	-

¹ Assumption/Fidelity NorthStar[®] Fund holds 13,060 units (original cost \$181,653) and invests 100% in the Fidelity NorthStar[®] Fund, the underlying fund managed by Fidelity Investments Canada Limited.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/CI Global Managers® Corporate Class Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	1,284,564	1,116,310
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>1,284,564</u>	<u>1,116,310</u>
Liabilities		
Payable for investments	-	-
Accounts payable	115	96
	<u>115</u>	<u>96</u>
Net assets at market value	<u>1,284,449</u>	<u>1,116,214</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	1,116,214	747,536
Investment activities		
Increase (decrease) in net assets resulting from operations	38,896	120,759
	<u>1,155,110</u>	<u>868,295</u>
Transactions with contractholders		
Premiums from contractholders	308,262	326,651
Withdrawals from contractholders	(178,923)	(78,732)
	<u>129,339</u>	<u>247,919</u>
Net assets, end of period	<u>1,284,449</u>	<u>1,116,214</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	3,434	2,248
Interest	-	-
Capital gains	-	-
	<u>3,434</u>	<u>2,248</u>
Expenses		
Management fees	32,098	25,018
Other administrative expenses	3,159	2,370
	<u>35,257</u>	<u>27,388</u>
Net investment income (loss)	<u>(31,823)</u>	<u>(25,140)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	214,685	106,506
Cost of investments sold	214,302	99,876
Realized gain (loss) on sale of investments	383	6,630
Unrealized appreciation (depreciation) on investments	70,336	139,269
Net gain (loss) on investments	<u>70,719</u>	<u>145,899</u>
Increase (decrease) in net assets resulting from operations	<u>38,896</u>	<u>120,759</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	21,500	SPDR Gold Trust	1,133,208	2,974,419
2.	40,800	Energy Select Sector SPDR Fund	2,470,521	2,777,074
3.	70,009	Microsoft Corp.	2,048,091	1,949,368
4.	60,000	Consumer Staples Select Sector SPDR Fund	1,844,052	1,753,847
5.	47,100	SPDR EURO STOXX 40 ETF	2,147,552	1,730,474
6.	9,881	Roche Holding AG	1,464,314	1,444,976
7.	36,000	PowerShares DB Agriculture Fund	998,652	1,161,452
8.	1,856	Google Inc., Class A	958,907	1,099,429
9.	31,200	Utilities Select Sector SPDR Fund	1,005,547	975,165
10.	80,000	iShares MSCI Japan Index Fund	995,168	870,441
11.	14,820	Wal-Mart Stores, Inc.	811,529	797,083
12.	38,150	Comcast Corp., Class A	660,611	791,756
13.	22,870	Foster Wheeler AG	628,474	787,339
14.	28,840	Mitsubishi Corporation	657,180	778,415
15.	21,320	Merck & Co., Inc.	732,367	766,296
16.	15,900	Tupperware Brand Corp.	684,474	755,905
17.	19,600	British American Tobacco PLC	666,792	751,231
18.	12,690	Nestle SA, Registered Shares	608,917	741,626
19.	27,450	BioMarin Pharmaceutical Inc.	491,922	737,231
20.	140,340	The Bank of Yokohama Ltd	727,377	725,524
21.	40,334	Sumitomo Metal Mining Co., Ltd	667,318	702,817
22.	26,340	Seven & I Holdings Co., Ltd	664,183	701,882
23.	10,350	National Oilwell Varco Inc.	409,976	694,156
24.	13,507	SAP AG	676,892	686,156
25.	33,794	Cisco Systems Inc.	739,349	681,805

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	8.75	8.42	97,841	76,321	2.82	2.72	2.71	2.73	2.86
B No load contract established since 2002	7.80	7.61	20,829	23,744	4.07	3.94	3.94	3.98	4.12
C Back-end load contract established since 2002	7.95	7.74	33,451	37,855	3.84	3.73	3.73	3.76	3.78

¹ Assumption/CI Global Managers® Corporate Class Fund holds 101,387 units (original cost \$1,213,295) and invests 100% in the CI Global Managers® Corporate Class Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/CI Synergy American Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	739,824	711,408
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>739,824</u>	<u>711,408</u>
Liabilities		
Payable for investments	-	-
Accounts payable	66	61
	<u>66</u>	<u>61</u>
Net assets at market value	<u>739,758</u>	<u>711,347</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	711,347	651,551
Investment activities		
Increase (decrease) in net assets resulting from operations	44,338	30,033
	<u>755,685</u>	<u>681,584</u>
Transactions with contractholders		
Premiums from contractholders	91,090	90,329
Withdrawals from contractholders	(107,017)	(60,566)
	<u>(15,927)</u>	<u>29,763</u>
Net assets, end of period	<u>739,758</u>	<u>711,347</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	1,274
Interest	-	21,349
Capital gains	-	-
	<u>-</u>	<u>22,623</u>
Expenses		
Management fees	19,181	18,073
Other administrative expenses	1,809	1,802
	<u>20,990</u>	<u>19,875</u>
Net investment income (loss)	<u>(20,990)</u>	<u>2,748</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	128,697	81,123
Cost of investments sold	127,599	82,381
Realized gain (loss) on sale of investments	1,098	(1,258)
Unrealized appreciation (depreciation) on investments	64,230	28,543
Net gain (loss) on investments	<u>65,328</u>	<u>27,285</u>
Increase (decrease) in net assets resulting from operations	<u>44,338</u>	<u>30,033</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	7,300	Bharti Airtel Ltd	1,385,541	2,348,324
2.	27,100	Noble Energy Inc.	1,732,537	2,326,463
3.	51,400	JPMorgan Chase & Co.	2,208,940	2,174,495
4.	22,800	Union Pacific Corp.	1,299,858	2,106,938
5.	40,000	QUALCOMM Inc.	1,761,594	1,974,250
6.	53,700	Oracle Corp.	1,537,666	1,676,267
7.	53,600	Wells Fargo & Co.	1,498,926	1,656,575
8.	9,700	Goldman Sachs Group Inc.	1,437,522	1,626,744
9.	2,600	Google Inc., Class A	1,529,838	1,540,148
10.	17,300	Pioneer Natural Resources Co.	960,833	1,497,927
11.	36,600	SBA Communications Corp.	1,166,657	1,494,354
12.	12,800	Eaton Corp.	1,037,791	1,295,816
13.	26,700	Baytex Energy Trust	692,948	1,246,715
14.	53,800	EMC Corp.	999,499	1,228,690
15.	16,000	Agnico-Eagle Mines Ltd	1,166,324	1,223,883
16.	8,300	International Business Machines Corp.	1,108,149	1,214,816
17.	16,000	Murphy Oil Corp.	955,450	1,189,576
18.	23,000	Intuit Inc.	1,053,081	1,130,835
19.	29,300	Edison International	1,039,548	1,127,923
20.	23,200	Kansas City Southern	875,236	1,107,351
21.	12,100	Chevron Corp.	957,109	1,101,141
22.	32,300	AmerisourceBergen Corp.	981,469	1,099,097
23.	36,600	Archer-Daniels-Midland Co.	1,084,862	1,097,953
24.	5,700	BlackRock Inc.	971,238	1,083,370
25.	25,600	Comerica Inc.	999,114	1,078,421

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	10.62	9.94	42,718	41,557	2.74	2.63	2.63	2.65	2.81
B No load contract established since 2002	9.90	9.39	10,080	11,320	4.04	3.94	3.94	3.92	4.06
C Back-end load contract established since 2002	10.02	9.48	18,589	20,238	3.83	3.73	3.73	3.71	3.78

¹ Assumption/CI Synergy American Fund holds 57,875 units (original cost \$815,992) and invests 100% in the CI Synergy American Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/CI Signature Canadian Bond Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	1,489,840	1,026,780
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>1,489,840</u>	<u>1,026,780</u>
Liabilities		
Payable for investments	-	-
Accounts payable	111	72
	<u>111</u>	<u>72</u>
Net assets at market value	<u>1,489,729</u>	<u>1,026,708</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	1,026,708	1,354,252
Investment activities		
Increase (decrease) in net assets resulting from operations	55,388	42,121
	<u>1,082,096</u>	<u>1,396,373</u>
Transactions with contractholders		
Premiums from contractholders	729,454	388,706
Withdrawals from contractholders	(321,821)	(758,371)
	<u>407,633</u>	<u>(369,665)</u>
Net assets, end of period	<u>1,489,729</u>	<u>1,026,708</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	49,733	49,868
Capital gains	17,779	11,016
	<u>67,512</u>	<u>60,884</u>
Expenses		
Management fees	26,548	24,943
Other administrative expenses	5,844	5,249
	<u>32,392</u>	<u>30,192</u>
Net investment income (loss)	<u>35,120</u>	<u>30,692</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	354,463	788,069
Cost of investments sold	354,485	787,765
Realized gain (loss) on sale of investments	(22)	304
Unrealized appreciation (depreciation) on investments	20,290	11,125
Net gain (loss) on investments	<u>20,268</u>	<u>11,429</u>
Increase (decrease) in net assets resulting from operations	<u>55,388</u>	<u>42,121</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	96,145,000	Canadian Government Bond, 3.00% due 12/01/2015	98,850,221	98,727,695
2.	66,300,000	Canadian Government Bond, 2.00% due 09/01/2012	66,691,942	66,720,498
3.	57,859,000	Canadian Government Bond, 3.75% due 06/01/2019	61,019,773	60,988,874
4.	57,260,000	Canadian Government Bond, 3.50% due 06/01/2020	59,584,876	59,040,070
5.	46,820,000	Prov. of Ontario, 4.20% due 06/02/2020	46,522,428	48,278,040
6.	37,842,000	55 Ontario School Board Trust, 5.90% due 06/02/2033	40,024,831	43,318,310
7.	36,395,000	Canadian Government Bond, 4.25% due 06/01/2018	39,624,058	39,784,638
8.	37,398,000	Canadian Government Bond, 3.25% due 06/01/2021	37,803,951	37,485,568
9.	33,905,000	Canadian Government Bond, 1.75% due 03/01/2013	34,206,076	33,909,385
10.	31,015,000	Canadian Government Bond, 2.00% due 12/01/2014	30,166,424	30,792,300
11.	22,957,000	Canadian Government Bond, 5.75% due 06/01/2029	28,477,148	29,947,535
12.	25,760,000	Canadian Government Bond, 2.50% due 06/01/2015	25,798,493	25,973,670
13.	20,670,000	Prov. of Quebec, 5.75% due 12/01/2036	23,130,848	24,718,240
14.	22,485,000	Eurofima, 5.15%, due 12/13/2019	23,333,613	24,060,337
15.	22,850,000	Bank of Ireland, 2.75% due 03/02/2012	23,866,196	21,722,893
16.	20,065,000	Prov. of Quebec, 4.50% due 12/01/2017	20,822,855	21,505,013
17.	27,000,000	Royal Bank of Scotland, 5.37% due 05/12/2049	23,825,409	21,465,000
18.	19,750,000	Prov. of Ontario, 4.40% due 06/02/2019	20,414,380	20,823,967
19.	16,262,825	N.B. F-M Project Co. Inc., callable, 6.47% due 11/30/2027	18,116,143	18,752,742
20.	17,499,000	Austria Government Int'l Bond, 5.375% due 12/01/2034	18,050,631	18,710,027
21.	18,455,000	Merrill Lynch & Co., 4.50% due 01/30/2012	17,674,777	18,690,231
22.	16,140,000	Prov. of Quebec, 5.00% due 12/01/2041	16,425,519	17,740,426
23.	15,900,000	CCIC 2006-WEM MBS 4.934% due 09/15/16	15,674,183	16,054,600
24.	18,080,000	Instituto de Crédito Oficial, 4.53% due 03/17/2016	18,421,069	15,785,972
25.	15,887,167	Strait Crossing Development Inc., 6.17% due 09/15/2031	16,346,605	15,680,634

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	5.49	5.23	59,477	59,337	2.56	2.47	2.58	2.75	2.94
B No load contract established since 2002	5.37	5.12	107,446	66,917	2.79	2.73	2.73	2.76	2.92
C Back-end load contract established since 2002	5.47	5.21	107,235	71,717	2.57	2.52	2.52	2.54	2.56

¹ Assumption/CI Signature Canadian Bond Fund holds 146,392 units (original cost \$1,468,952) and invests 100% in the CI Signature Canadian Bond Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/CI Harbour Growth & Income Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	48,926,414	44,211,341
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>48,926,414</u>	<u>44,211,341</u>
Liabilities		
Payable for investments	-	-
Accounts payable	4,416	3,769
	<u>4,416</u>	<u>3,769</u>
Net assets at market value	<u>48,921,998</u>	<u>44,207,572</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	44,207,572	33,718,546
Investment activities		
Increase (decrease) in net assets resulting from operations	3,289,178	6,884,827
	<u>47,496,750</u>	<u>40,603,373</u>
Transactions with contractholders		
Premiums from contractholders	9,494,107	11,277,314
Withdrawals from contractholders	(8,068,859)	(7,673,115)
	<u>1,425,248</u>	<u>3,604,199</u>
Net assets, end of period	<u>48,921,998</u>	<u>44,207,572</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	860,197	757,716
Interest	-	62,707
Capital gains	-	-
	<u>860,197</u>	<u>820,423</u>
Expenses		
Management fees	1,286,893	1,039,470
Other administrative expenses	134,308	117,201
	<u>1,421,201</u>	<u>1,156,671</u>
Net investment income (loss)	<u>(561,004)</u>	<u>(336,248)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	9,517,649	8,844,908
Cost of investments sold	9,395,602	8,112,992
Realized gain (loss) on sale of investments	122,047	731,916
Unrealized appreciation (depreciation) on investments	3,728,135	6,489,159
Net gain (loss) on investments	<u>3,850,182</u>	<u>7,221,075</u>
Increase (decrease) in net assets resulting from operations	<u>3,289,178</u>	<u>6,884,827</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	15,000,000	Suncor Energy Inc.	460,901,898	574,200,000
2.	8,000,000	Tim Hortons Inc.	258,058,912	328,800,000
3.	7,000,000	BHP Billiton Ltd	160,766,239	322,749,921
4.	3,700,000	George Weston Ltd	261,588,554	311,540,000
5.	16,000,000	Manulife Financial Corporation	412,703,193	274,400,000
6.	12,000,000	Talisman Energy Inc.	161,829,703	265,440,000
7.	4,000,000	Canadian National Railway Co.	162,320,083	265,400,000
8.	6,500,000	Cameco Corp.	146,940,588	261,950,000
9.	4,500,000	Bank of Nova Scotia	181,974,199	256,950,000
10.	5,000,000	Intact Financial Corp.	157,468,000	254,300,000
11.	6,000,000	JPMorgan Chase & Co.	269,014,994	253,832,115
12.	1,600,000	Polash Corp. of Saskatchewan Inc.	156,899,800	247,120,000
13.	3,300,000	The Toronto-Dominion Bank	162,803,758	245,025,000
14.	12,000,000	Cisco Systems Inc.	307,705,732	242,103,898
15.	4,500,000	Barrick Gold Corp.	141,206,849	239,040,000
16.	3,000,000	Canadian Imperial Bank of Commerce	222,424,302	234,990,000
17.	5,000,000	Baytex Energy Trust	96,021,354	233,050,000
18.	3,000,000	Rio Tinto PLC	209,350,028	209,408,159
19.	11,000,000	General Electric Co.	333,751,152	200,646,249
20.	100,000,000	Canadian Government Bond, 5.71% due 12/01/2021	172,814,422	190,249,127
21.	4,000,000	Goldcorp Inc.	95,725,670	183,520,000
22.	4,800,000	TMX Group Inc.	150,452,374	177,408,000
23.	14,000,000	Taiwan Semiconductor Manufacturing Co. Ltd, ADR	134,518,295	175,085,518
24.	8,000,000	Intel Corp.	154,058,104	167,785,302
25.	5,000,000	Cenovus Energy Inc	121,850,643	166,400,000

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	17.40	16.18	1,635,968	1,500,725	2.79	2.64	2.66	2.70	2.82
B No load contract established since 2002	15.67	14.73	582,302	629,336	3.90	3.78	3.78	3.82	3.96
C Back-end load contract established since 2002	15.97	14.98	709,758	711,349	3.68	3.57	3.57	3.60	3.62

¹ Assumption/CI Harbour Growth & Income Fund holds 2,850,784 units (original cost \$44,110,839) and invests 100% in the CI Harbour Growth & Income Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/CI Signature High Income Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	2,561,909	724,559
Receivable from investments	-	2,009
Dividends & accrued interest	-	-
Cash	-	29,571
	<u>2,561,909</u>	<u>756,139</u>
Liabilities		
Payable for investments	-	31,580
Accounts payable	238	64
	<u>238</u>	<u>31,644</u>
Net assets at market value	<u>2,561,671</u>	<u>724,495</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	724,495	266,843
Investment activities		
Increase (decrease) in net assets resulting from operations	176,065	117,141
	<u>900,560</u>	<u>383,984</u>
Transactions with contractholders		
Premiums from contractholders	2,615,024	407,623
Withdrawals from contractholders	(953,913)	(67,112)
	<u>1,661,111</u>	<u>340,511</u>
Net assets, end of period	<u>2,561,671</u>	<u>724,495</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	9,361	1,617
Interest	104,117	38,774
Capital gains	-	-
	<u>113,478</u>	<u>40,391</u>
Expenses		
Management fees	37,312	11,749
Other administrative expenses	7,782	2,059
	<u>45,094</u>	<u>13,808</u>
Net investment income (loss)	<u>68,384</u>	<u>26,583</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	998,904	80,901
Cost of investments sold	989,834	73,988
Realized gain (loss) on sale of investments	9,070	6,913
Unrealized appreciation (depreciation) on investments	98,611	83,645
Net gain (loss) on investments	<u>107,681</u>	<u>90,558</u>
Increase (decrease) in net assets resulting from operations	<u>176,065</u>	<u>117,141</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	7,943,140	Inter Pipeline Fund LP, Class A	72,150,651	118,511,649
2.	3,517,945	Brookfield Asset Management Inc., Class A	84,700,783	116,795,774
3.	4,036,788	Cominar REIT	57,318,581	84,086,294
4.	2,306,150	BCE Inc.	65,639,015	81,499,341
5.	2,514,690	Canadian REIT	56,220,356	78,081,124
6.	1,585,061	Vermilion Energy Trust	33,995,885	73,261,519
7.	3,741,750	H & R Real Estate Investment Trust	61,240,656	72,702,202
8.	6,973,311	Westfield Group	62,709,111	68,069,736
9.	2,610,050	ARC Energy Trust	48,201,281	66,321,370
10.	2,893,285	Allied Properties REIT	44,465,170	62,321,359
11.	11,832,738	Transurban Group	58,278,358	61,731,202
12.	1,797,350	Bonavista Energy Trust	43,214,437	51,763,680
13.	1,184,700	TELUS Corp., Non-Voting Shares	37,785,975	51,238,275
14.	4,169,760	Fort Chicago Energy Partners L.P., Class A	41,679,313	49,536,749
15.	1,103,850	Crescent Point Energy Corp.	26,817,438	48,779,132
16.	43,970,000	JPMorgan Chase & Co., FRN Callable 7.9% 04/30/2049	40,470,470	46,613,348
17.	1,758,894	Bell Aliant Regional Communications Income Fund	52,768,212	45,713,655
18.	5,305,920	Chartwell Seniors Housing Real Estate Investment Trust	36,235,863	43,402,426
19.	8,551,903	Prime Infrastructure Group	39,023,665	42,925,898
20.	1,999,040	Brookfield Renewable Power Fund	33,938,463	41,240,195
21.	14,109,467	Telstra Corp., Ltd	39,720,378	40,111,078
22.	6,335,400	Yellow Media Inc.	36,139,362	39,279,480
23.	37,000,000	Wells Fargo Capital XIII, FRN	32,887,988	38,145,376
24.	12,412,036	MAp Group	34,785,470	37,814,968
25.	2,491,461	First Capital Realty Inc.	29,959,347	37,645,976

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	13.24	11.59	21,136	11,001	2.45	2.37	2.36	2.40	-
B No load contract established since 2002	12.79	11.31	73,461	38,170	3.51	3.41	3.41	3.45	-
C Back-end load contract established since 2002	12.84	11.34	104,571	14,593	3.36	3.31	3.31	3.34	-

¹ Assumption/CI Signature High Income Fund holds 205,318 units (original cost \$2,475,764) and invests 100% in the CI Signature High Income Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/CI American Value Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	167,031	168,990
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>167,031</u>	<u>168,990</u>
Liabilities		
Payable for investments	-	-
Accounts payable	18	17
	<u>18</u>	<u>17</u>
Net assets at market value	<u>167,013</u>	<u>168,973</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	168,973	153,554
Investment activities		
Increase (decrease) in net assets resulting from operations	7,077	10,157
	<u>176,050</u>	<u>163,711</u>
Transactions with contractholders		
Premiums from contractholders	41,543	51,941
Withdrawals from contractholders	(50,580)	(46,679)
	<u>(9,037)</u>	<u>5,262</u>
Net assets, end of period	<u>167,013</u>	<u>168,973</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	633	1,296
Capital gains	-	-
	<u>633</u>	<u>1,296</u>
Expenses		
Management fees	4,799	4,439
Other administrative expenses	825	754
	<u>5,624</u>	<u>5,193</u>
Net investment income (loss)	<u>(4,991)</u>	<u>(3,897)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	56,282	51,942
Cost of investments sold	55,976	55,006
Realized gain (loss) on sale of investments	306	(3,064)
Unrealized appreciation (depreciation) on investments	11,762	17,118
Net gain (loss) on investments	<u>12,068</u>	<u>14,054</u>
Increase (decrease) in net assets resulting from operations	<u>7,077</u>	<u>10,157</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	434,880	Microsoft Corp.	13,493,828	12,109,034
2.	139,914	Exxon Mobil Corp.	9,661,603	10,202,862
3.	316,380	Oracle Corp.	5,537,473	9,875,930
4.	170,500	Ameriprise Financial Inc.	5,801,291	9,785,756
5.	95,900	Praxair Inc.	7,238,095	9,130,828
6.	424,989	Comcast Corp., Special Class A	10,156,037	8,820,119
7.	74,850	Franklin Resources Inc.	5,550,072	8,301,571
8.	144,800	Thermo Fisher Scientific Inc.	6,489,636	7,994,463
9.	115,250	DaVita Inc.	4,347,946	7,987,077
10.	119,550	Boeing Co.	6,685,908	7,780,747
11.	232,500	Texas Instruments Inc.	5,942,939	7,535,828
12.	169,540	MetLife Inc.	6,108,021	7,513,995
13.	142,351	Ventas Inc.	3,724,963	7,450,390
14.	23,160	Bharti Airtel Ltd	1,783,591	7,450,299
15.	200,400	Waste Management Inc.	7,498,718	7,368,779
16.	152,150	Danaher Corp.	6,173,992	7,157,519
17.	72,655	Occidental Petroleum Corp.	6,291,126	7,108,192
18.	118,950	Prudential Financial Inc.	6,117,286	6,964,680
19.	78,150	Laboratory Corp. of America Holdings	4,473,691	6,852,378
20.	135,250	El Du Pont de Nemours & Co.	6,374,463	6,728,037
21.	113,200	Wisconsin Energy	5,535,074	6,644,944
22.	141,966	TJX Cos Inc.	5,737,715	6,284,839
23.	93,700	National Oilwell Varco Inc.	4,616,701	6,284,295
24.	317,606	Corning, Inc.	5,623,714	6,119,564
25.	120,800	Ingersoll-Rand PLC	4,680,431	5,673,098

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	16.90	16.09	1,886	1,831	2.89	2.78	2.78	2.81	-
B No load contract established since 2002	16.31	15.70	2,451	2,491	3.98	3.83	3.83	-	-
C Back-end load contract established since 2002	16.37	15.74	5,816	6,381	3.87	3.73	3.73	3.76	-

¹ Assumption/CI American Value Fund holds 9,082 units (original cost \$143,487) and invests 100% in the CI American Value Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/CI Synergy Global Corporate Class Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	199,196	159,653
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>199,196</u>	<u>159,653</u>
Liabilities		
Payable for investments	-	-
Accounts payable	20	15
	<u>20</u>	<u>15</u>
Net assets at market value	<u>199,176</u>	<u>159,638</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	159,638	165,768
Investment activities		
Increase (decrease) in net assets resulting from operations	15,183	8,517
	<u>174,821</u>	<u>174,285</u>
Transactions with contractholders		
Premiums from contractholders	61,778	13,008
Withdrawals from contractholders	(37,423)	(27,655)
	<u>24,355</u>	<u>(14,647)</u>
Net assets, end of period	<u>199,176</u>	<u>159,638</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	438	-
Interest	-	-
Capital gains	-	-
	<u>438</u>	<u>-</u>
Expenses		
Management fees	4,454	4,175
Other administrative expenses	605	539
	<u>5,059</u>	<u>4,714</u>
Net investment income (loss)	<u>(4,621)</u>	<u>(4,714)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	42,782	32,689
Cost of investments sold	42,674	33,394
Realized gain (loss) on sale of investments	108	(705)
Unrealized appreciation (depreciation) on investments	19,696	13,936
Net gain (loss) on investments	<u>19,804</u>	<u>13,231</u>
Increase (decrease) in net assets resulting from operations	<u>15,183</u>	<u>8,517</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	9,000	Bharti Airtel Ltd	1,763,798	2,895,194
2.	33,700	Noble Energy Inc.	2,180,531	2,893,056
3.	530,300	Hitachi Ltd	2,130,407	2,819,668
4.	78,600	Sumitomo Mitsui Financial Group Inc.	2,644,116	2,791,318
5.	39,800	Rio Tinto PLC	1,845,651	2,778,148
6.	63,800	JPMorgan Chase & Co.	2,774,970	2,699,081
7.	28,400	Union Pacific Corp.	1,735,566	2,624,432
8.	49,700	Qualcomm Inc.	2,270,141	2,453,005
9.	116,700	Fiat SPA	1,681,638	2,400,908
10.	41,300	Société Générale	2,356,444	2,214,781
11.	13,000	Volkswagen AG	1,870,150	2,104,267
12.	66,800	Oracle Corp.	1,929,912	2,085,189
13.	136,131	Daihatsu Motor Co., Ltd	1,795,396	2,082,876
14.	166,900	Lundin Petroleum AB	1,141,076	2,072,158
15.	66,900	Well Fargo & Co.	1,878,685	2,067,628
16.	66,845	HTC Corp.	1,428,339	2,056,836
17.	12,000	Goldman Sachs Group Inc.	1,851,502	2,012,466
18.	30,000	Sanofi-Aventis SA	2,219,407	1,914,000
19.	3,200	Google Inc., Class A	1,882,398	1,895,567
20.	87,600	Investor AB, Class B	1,850,572	1,870,964
21.	362,600	Centrica PLC	1,947,228	1,870,712
22.	21,600	Pioneer Natural Resources Co.	1,242,577	1,870,244
23.	48,300	Hana Financial Group Inc.	1,582,002	1,860,190
24.	45,500	SBA Communications Corp.	1,392,739	1,857,736
25.	29,500	Koninklijke Philips Electronics NV	1,489,960	1,675,797

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	11.95	11.14	5,220	5,837	2.89	2.78	2.78	2.81	-
B No load contract established since 2002	11.54	10.87	8,840	3,749	3.98	3.83	3.83	-	-
C Back-end load contract established since 2002	11.58	10.90	3,008	4,943	3.87	3.73	3.73	3.76	-

¹ Assumption/CI Synergy Global Corporate Class Fund holds 15,242 units (original cost \$183,295) and invests 100% in the CI Synergy Global Corporate Class Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/CI Global Small Companies Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	88,081	61,405
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>88,081</u>	<u>61,405</u>
Liabilities		
Payable for investments	-	-
Accounts payable	9	6
	<u>9</u>	<u>6</u>
Net assets at market value	<u>88,072</u>	<u>61,399</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	61,399	49,998
Investment activities		
Increase (decrease) in net assets resulting from operations	12,723	6,890
	<u>74,122</u>	<u>56,888</u>
Transactions with contractholders		
Premiums from contractholders	19,187	4,874
Withdrawals from contractholders	(5,237)	(363)
	<u>13,950</u>	<u>4,511</u>
Net assets, end of period	<u>88,072</u>	<u>61,399</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	845	718
Capital gains	-	-
	<u>845</u>	<u>718</u>
Expenses		
Management fees	2,330	1,745
Other administrative expenses	311	235
	<u>2,641</u>	<u>1,980</u>
Net investment income (loss)	<u>(1,796)</u>	<u>(1,262)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	7,877	2,348
Cost of investments sold	7,767	2,260
Realized gain (loss) on sale of investments	110	88
Unrealized appreciation (depreciation) on investments	14,409	8,064
Net gain (loss) on investments	<u>14,519</u>	<u>8,152</u>
Increase (decrease) in net assets resulting from operations	<u>12,723</u>	<u>6,890</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	1,295,600	Ashtead Group PLC	1,986,847	3,485,223
2.	77,800	Temenos Group AG	1,560,022	3,230,490
3.	1,159,750	Afren PLC	1,808,862	2,663,271
4.	74,500	Rhodia SA	902,523	2,458,500
5.	278,900	Harmonic Inc.	1,863,602	2,383,713
6.	66,350	Endo Pharmaceuticals Holdings Inc.	1,531,310	2,362,955
7.	97,950	Sino-Forest Corp., Class A	1,652,762	2,281,256
8.	90,600	Aceryg SA	1,762,797	2,217,589
9.	410,146	Intermediate Capital Group PLC	2,105,462	2,124,305
10.	207,300	Cookson Group PLC	1,648,609	2,123,830
11.	30,100	Systemx Corp.	1,362,669	2,080,958
12.	45,300	Corn Products International Inc.	1,475,587	2,078,168
13.	470,250	Maire Tecnimont SPA	1,946,577	2,064,398
14.	113,650	Hexcel Corp.	986,591	2,050,372
15.	61,600	Curtiss-Wright Corp.	1,994,858	2,039,593
16.	93,950	JGC Corp.	1,808,731	2,038,552
17.	150,300	Diagnosticos da America SA	708,595	2,032,241
18.	1,258,450	Huabao International Holdings Ltd	1,412,415	2,031,331
19.	77,150	Subsea 7 Inc.	1,296,626	2,005,906
20.	24,500	IHS Inc., Class A	1,282,817	1,964,232
21.	96,750	Clariant AG	1,158,176	1,956,006
22.	95,750	USG People NV	1,777,409	1,940,533
23.	106,750	Stage Stores Inc.	1,584,941	1,846,042
24.	159,900	Shuffle Master Inc.	1,449,450	1,825,907
25.	69,500	NeuStar Inc., Class A	1,622,145	1,805,582

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	19.05	16.11	1,428	1,221	3.15	3.05	3.05	-	-
B No load contract established since 2002	18.50	15.77	2,637	2,302	3.99	3.95	3.95	-	-
C Back-end load contract established since 2002	18.54	15.81	652	344	3.99	3.84	3.84	-	-

¹ Assumption/CI Global Small Companies Fund holds 4,261 units (original cost \$75,341) and invests 100% in the CI Global Small Companies Fund, the underlying fund managed by CI Investments Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Assumption/AGF International Stock Class Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	745,013	261,485
Receivable from investments	-	-
Dividends & accrued interest	-	-
Cash	-	-
	<u>745,013</u>	<u>261,485</u>
Liabilities		
Payable for investments	-	-
Accounts payable	71	24
	<u>71</u>	<u>24</u>
Net assets at market value	<u>744,942</u>	<u>261,461</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	261,461	166,693
Investment activities		
Increase (decrease) in net assets resulting from operations	(30,718)	32,221
	<u>230,743</u>	<u>198,914</u>
Transactions with contractholders		
Premiums from contractholders	587,046	80,139
Withdrawals from contractholders	(72,847)	(17,592)
	<u>514,199</u>	<u>62,547</u>
Net assets, end of period	<u>744,942</u>	<u>261,461</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	-	-
Interest	-	-
Capital gains	-	-
	<u>-</u>	<u>-</u>
Expenses		
Management fees	8,963	6,499
Other administrative expenses	928	666
	<u>9,891</u>	<u>7,165</u>
Net investment income (loss)	<u>(9,891)</u>	<u>(7,165)</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	82,907	24,859
Cost of investments sold	84,587	25,510
Realized gain (loss) on sale of investments	<u>(1,680)</u>	<u>(651)</u>
Unrealized appreciation (depreciation) on investments	(19,147)	40,037
Net gain (loss) on investments	<u>(20,827)</u>	<u>39,386</u>
Increase (decrease) in net assets resulting from operations	<u>(30,718)</u>	<u>32,221</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	726,000	BNP Paribas SA	65,755,403	46,018,373
2.	725,000	Société Générale SA	80,469,420	38,821,877
3.	1,816,715	France Telecom SA	51,142,261	37,719,735
4.	2,258,000	AXA SA	49,224,536	37,427,407
5.	18,399,000	RSA Insurance Group PLC	47,745,749	35,716,243
6.	1,849,500	GlaxoSmithKline PLC	51,341,291	35,558,484
7.	8,455,400	Kingfisher PLC	43,213,498	34,531,635
8.	1,132,000	Repsol YPF SA	26,098,405	31,423,094
9.	458,400	Sanofi-Aventis SA	40,659,418	29,202,700
10.	1,085,314	Telefonica SA	25,008,328	24,513,523
11.	7,930,000	Intesa Sanpaolo SpA	55,556,634	21,432,147
12.	10,211,000	UniCredit SpA	45,875,037	21,044,358
13.	2,882,000	JX Holdings Inc.	13,861,261	19,456,401
14.	933,420	KT Corporation	24,819,265	19,301,642
15.	2,844,457	Aviva PLC	34,658,837	17,332,418
16.	1,375,500	The Siam Cement Public Company Limited	8,818,856	15,527,858
17.	11,821,450	PetroChina Company Limited	10,063,739	15,361,486
18.	1,340,900	PTT Public Company Limited NVDR	9,662,713	14,205,056
19.	283,900	Takeda Pharmaceutical Company Limited	12,637,865	13,896,297
20.	212,303	KB Financial Group Inc.	18,662,682	11,163,067
21.	369,000	Mitsubishi Corporation	7,799,394	9,937,359
22.	8,574,594	Asia Cement Corporation	5,576,373	9,428,873
23.	3,403,302	Taiwan Mobile Company Limited	4,335,226	8,088,161
24.	19,768,923	Dixons Retail PLC	42,513,174	7,025,299
25.	43,400	Muenchener Rueckversicherungs-Gesellschaft AG	7,235,196	6,555,272

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	11.25	12.71	43,359	9,958	3.05	2.94	2.94	3.02	-
B No load contract established since 2002	10.87	12.41	10,875	2,407	4.08	3.95	3.95	3.99	-
C Back-end load contract established since 2002	10.91	12.44	12,749	8,447	3.98	3.84	3.84	3.88	-

¹ Assumption/AGF International Stock Class Fund holds 59,485 units (original cost \$749,659) and invests 100% in the AGF International Stock Class Fund, the underlying fund managed by AGF Funds Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption/AGF Dividend Income Fund

Statement of Net Assets

As at December 31

	2010	2009
Assets		
Investments, at market value	2,209,664	831,565
Receivable from investments	6,441	-
Dividends & accrued interest	-	-
Cash	4,840	-
	<u>2,220,945</u>	<u>831,565</u>
Liabilities		
Payable for investments	11,281	-
Accounts payable	202	66
	<u>11,483</u>	<u>66</u>
Net assets at market value	<u>2,209,462</u>	<u>831,499</u>

Statement of Changes in Net Assets

For the period ended December 31

	2010	2009
Net assets, beginning of period	831,499	579,315
Investment activities		
Increase (decrease) in net assets resulting from operations	174,236	153,514
	<u>1,005,735</u>	<u>732,829</u>
Transactions with contractholders		
Premiums from contractholders	1,387,953	138,824
Withdrawals from contractholders	(184,226)	(40,154)
	<u>1,203,727</u>	<u>98,670</u>
Net assets, end of period	<u>2,209,462</u>	<u>831,499</u>

Statement of Operations

For the period ended December 31

	2010	2009
Income		
Dividends	67,450	42,077
Interest	-	-
Capital gains	-	-
	<u>67,450</u>	<u>42,077</u>
Expenses		
Management fees	33,029	18,462
Other administrative expenses	3,373	1,464
	<u>36,402</u>	<u>19,926</u>
Net investment income (loss)	<u>31,048</u>	<u>22,151</u>
Realized and unrealized gain (loss) on investments		
Proceeds from sales	220,925	60,292
Cost of investments sold	217,264	55,147
Realized gain (loss) on sale of investments	3,661	5,145
Unrealized appreciation (depreciation) on investments	139,527	126,218
Net gain (loss) on investments	<u>143,188</u>	<u>131,363</u>
Increase (decrease) in net assets resulting from operations	<u>174,236</u>	<u>153,514</u>

Top 25 Holdings of the Underlying Fund¹

As at December 31, 2010

	Quantity	Investment	Cost	Market Value
1.	983,300	BCE Inc.	32,983,622	34,749,822
2.	404,000	Canadian Imperial Bank of Commerce	30,193,789	31,645,320
3.	451,900	National Bank of Canada	30,949,839	30,964,188
4.	879,100	Rogers Communications Inc., Class B	30,790,733	30,416,860
5.	528,800	Enbridge Inc.	27,682,569	29,755,576
6.	414,880	Canadian National Railway Co.	27,515,738	27,527,288
7.	904,600	Sun Life Financial Inc.	26,870,838	27,237,506
8.	914,700	Canadian Oil Sands Trust	24,729,386	24,193,815
9.	1,081,300	Dundee Wealth Inc.	21,541,320	23,193,885
10.	517,080	TELUS Corporation, non-voting	20,884,943	22,363,710
11.	414,900	Magna International Inc.	17,412,745	21,537,459
12.	1,267,600	Pengrowth Energy Trust	15,844,933	16,199,928
13.	207,800	Canadian Pacific Railway Limited	13,681,687	13,428,036
14.	224,300	SNC-Lavalin Group Inc.	11,193,320	13,406,411
15.	157,300	George Weston Limited	12,746,570	13,244,660
16.	767,100	Manulife Financial Corporation	13,239,558	13,155,765
17.	221,100	Intact Financial Corporation	9,692,150	11,245,146
18.	135,000	The Toronto-Dominion Bank	9,995,647	10,023,750
19.	330,700	Methanex Corporation	10,115,577	10,003,675
20.	364,300	Finning International Inc.	8,918,900	9,868,887
21.	211,700	Baytex Energy Trust	7,577,588	9,867,337
22.	237,800	Thomson Reuters Corporation	9,081,687	8,855,672
23.	232,700	TransCanada Corporation	8,635,321	8,840,273
24.	438,600	Trican Well Service Ltd	9,172,909	8,833,404
25.	340,400	ARC Energy Trust	7,319,270	8,649,564

Financial Statements - Supplementary Schedules

For the period ended December 31

Series	Net asset value per unit		Number of units outstanding		Management expense ratio ²				
	2010	2009	2010	2009	2010	2009	2008	2007	2006
	\$	\$			%	%	%	%	%
A No load contract established prior to 2002	13.24	11.68	67,600	47,761	2.66	2.58	2.58	2.60	-
B No load contract established since 2002	12.79	11.40	85,484	10,741	3.71	3.62	3.62	3.66	-
C Back-end load contract established since 2002	12.83	11.43	17,252	13,223	3.57	3.52	3.52	3.55	-

¹ Assumption/AGF Dividend Income Fund holds 167,555 units (original cost \$2,108,139) and invests 100% in the AGF Dividend Income Fund, the underlying fund managed by AGF Funds Inc.

² The management expense ratio is calculated by dividing the total of management fees and administrative expenses by the average net assets and also includes the management expense ratio of the underlying funds, when applicable.



Assumption Life

Notes to Financial Statements

For the year ended December 31, 2010

1 . Organization

Assumption Mutual Life Insurance Company

Assumption Mutual Life Insurance Company « Assumption Life » is the issuer of the variable deferred annuity policies in respect of which the Assumption Life Investment Funds were created. Assumption Life is an insurance company incorporated as a mutual life insurance company, on March 30, 1968, under a private law of the Province of New Brunswick's Legislative Assembly. Assumption Life is currently doing business in all of the Canadian provinces. The Head Office is located at 770 Main Street, Moncton, New Brunswick, E1C 8L1.

2 . Funds

In 2010, the following funds were closed:

Assumption/Montrusco Bolton Quantitative EAFE Equity Fund
Assumption/Montrusco Bolton Global Equity Fund

Also in 2010, the following segregated funds « the funds » underwent a name change:

Assumption Life Balanced Fund is now named Assumption/Louisbourg Balanced Fund
Assumption Life Money Market Fund is now named Assumption/Louisbourg Money Market Fund
Assumption Life U.S. Equity Fund is now named Assumption/Louisbourg U.S. Equity Fund
Assumption Life Canadian Equity Fund is now named Assumption/Louisbourg Canadian Dividend Fund
Assumption/Montrusco Bolton Canadian Equity+ Fund is now named Assumption/Louisbourg Canadian Equity Fund
Assumption/Montrusco Bolton Fixed Income Fund is now named Assumption/Louisbourg Fixed Income Fund

Assumption Life Investment Funds

Each Assumption Life Investment Fund is a segregated Fund established by Assumption Life. The Funds follow the guidelines on individual variable insurance contracts relating to segregated funds established by the Canadian Life and Health Insurance Association Inc. The Assumption Life Funds are managed by Assumption Life; the Louisbourg Funds are managed by Louisbourg Investments Inc.; the Montrusco Bolton Funds are managed by Montrusco Bolton Investments Inc.; the Fidelity Funds are managed by Fidelity Investments Canada Limited; the CI Funds are managed by CI Investments Inc. and the AGF Funds are managed by AGF Funds Inc.

Segregated Funds

Assumption Life Funds

Assumption/Louisbourg Balanced Fund
Assumption/Louisbourg Money Market Fund

Louisbourg Funds

Assumption/Louisbourg U.S. Equity Fund
Assumption/Louisbourg Canadian Dividend Fund
Assumption/Louisbourg Canadian Equity Fund
Assumption/Louisbourg Fixed Income Fund

Montrusco Bolton Funds

Assumption/Montrusco Bolton Canadian Small Capitalization Equity Fund
Assumption/Montrusco Bolton TSX Momentum Fund

Fidelity Funds

Assumption/Fidelity True North® Fund
Assumption/Fidelity Overseas Fund
Assumption/Fidelity Global Health Care Fund
Assumption/Fidelity Global Technology Fund
Assumption/Fidelity Canadian Opportunities Fund
Assumption/Fidelity Europe Fund
Assumption/Fidelity Canadian Asset Allocation Fund
Assumption/Fidelity Monthly Income Fund
Assumption/Fidelity American Disciplined Equity® Fund
Assumption/Fidelity NorthStar® Fund

CI Funds

Assumption/CI Global Managers® Corporate Class Fund
Assumption/CI Synergy American Fund
Assumption/CI Signature Canadian Bond Fund
Assumption/CI Harbour Growth & Income Fund
Assumption/CI Signature High Income Fund
Assumption/CI American Value Fund
Assumption/CI Synergy Global Corporate Class Fund
Assumption/CI Global Small Companies Fund

AGF Funds

Assumption/AGF International Stock Class Fund
Assumption/AGF Dividend Income Fund

Notes to Financial Statements

For the year ended December 31, 2010

3 . Accounting Policies

The financial statements are established in accordance with Canadian generally accepted accounting principles (GAAP). The establishment of the financial statements in accordance with these principles requires estimates and assumptions made by management that affect the amounts of assets, liabilities, income and expenses presented in the financial statements and the supplementary notes. The significant accounting standards followed by the funds are as follows :

Valuation of investments

The investments are recorded at market value. They are valued as follows:

Investments in underlying mutual funds are valued at the closing net asset value of the units owned as established by the manager of the underlying funds at the valuation date;

The value of stocks is established at the bid price of the certified market exchange where these stocks are traded. Stocks not listed on a certified market exchange are posted at the price that the managers deem to be the fair market value based on prices obtained from investment advisors or through recognized valuation models that allow for a reasonable estimate to be made of the fair market value;

Bonds and mortgage securities are valued on bid prices obtained by independent brokers;

Short-term investments are accounted for at the bid price.

Investment transactions and income

Investment transactions are accounted for on the trade date which is the date the order to buy or sell is executed. Interest income is recorded on the accrual basis. Dividend income is recorded on the date of record.

Realized gains (losses) on sale of portfolio investments are determined as the net of proceeds of sale and original cost if acquired in the current year, or the net of proceeds of sale and fair value at the previous year end, if acquired prior to the current year.

Unrealized gains (losses) on portfolio investments are determined as the excess (deficiency) of fair value over book value of portfolio investments held. Book value is determined as original cost plus (minus) prior year end cumulative unrealized gain(loss).

Unit valuation and valuation date

Net asset value per unit is determined each day at the close of trading of the Toronto Stock Exchange and the London Stock Exchange and remains in effect until the next close of trading at which time the determination of the net asset value per unit is made. The unit valuation for each Fund is made by dividing the total value of the Fund's net assets by the total number of units outstanding in the Fund.

Foreign currency transactions

The financial statements are presented in Canadian dollars except if otherwise stated. Foreign assets and liabilities are translated into Canadian dollars at the rate of exchange prevailing at year-end. All gains and losses on sale of foreign investments, revenue and expenses are translated at the rate of exchange prevailing at the transaction date.

Future accounting changes

In January 2011, the Accounting Standards Board (AcSB) of the CICA approved a further one year deferral of adoption of IFRS for investment companies, which include investment funds. Investment companies may continue to apply existing GAAP standards until fiscal years beginning on or after January 1, 2013.

4 . Other Administrative Expenses

Included in "Other Administrative Expenses" are all fees (except for the management fees payable by the segregated funds), and all other expenses incurred during the ordinary course of business in relation to the establishment, management, and operation of segregated funds. They include, among others, legal fees, audit fees, safekeeping fees, administrative fees, bank charges, registration fees with regulators, the production and distribution of financial data, taxes and any other expenses incurred for the operation of the segregated funds.

5 . Management Fees

Management fees means the fees charged to administer the segregated funds. Management fees also include management fees of the underlying funds, so there is no duplication of management fees. Insurance fees, for the cost of the guarantee at maturity and guarantee upon death, are included in the management fees. Management fees, expressed as a percentage, are deducted daily from the assets of each fund before calculating its unit value.

The management of the Assumption Life Funds is carried out under the overall authority of the Board of Directors of Assumption Life, which subcontracts the management of the Funds to Louisbourg Investment Inc. whose shares are owned by Assumption Life (60%), Montrusco Bolton Investments Inc. (15%) and 647439 NB Inc. (25%). The company 647439 NB Inc. is 100% owned by some managers of Louisbourg Investments Inc.. Louisbourg Investments Inc. is responsible for the investment analysis, recommendations, decisions, and the purchase and sale of the securities in respect to the Funds.

The Louisbourg Funds, the Montrusco Bolton Funds, the Fidelity Funds, the CI Funds and the AGF Funds are managed, on a day-to-day basis, by Louisbourg Investments Inc., Montrusco Bolton Investments Inc., Fidelity Investments Canada Limited, CI Investments Inc. and AGF Funds Inc. As managers, they are responsible for the investment analysis, recommendations, decisions, and the purchase and sale of securities for the Funds.

6 . Income Taxes

The Funds qualify as unit trusts under the Income Tax Act (Canada), and thus are not subject to income tax on such part of their net income, including net realized gains, paid or payable to unitholders. However, the Funds are subject to taxation on such portion of their net income, including the amount of net realized gains, not paid or payable to unitholders, that exceeds cumulative losses.

Notes to Financial Statements

For the year ended December 31, 2010

7 . Portfolio Turnover Rates

Segregated Funds	Period ending	2006 %	2007 %	2008 %	2009 %	2010 %
Assumption Life Funds						
Assumption/Louisbourg Balanced Fund	Dec 31	138.00	71.29	33.68	47.41	109.61
Louisbourg Funds						
Assumption/Louisbourg U.S. Equity Fund	Dec 31	44.00	49.59	44.53	107.23	41.20
Assumption/Louisbourg Canadian Dividend Fund	Dec 31	47.00	40.22	32.62	114.90	38.34
Assumption/Louisbourg Canadian Equity Fund	Dec 31	189.00	74.20	95.53	49.48	66.30
Assumption/Louisbourg Fixed Income Fund	Dec 31	280.00	80.38	55.29	58.15	89.47
Montrusco Bolton Funds						
Assumption/Montrusco Bolton Canadian Small Capitalization Equity Fund	Dec 31	39.00	113.80	39.12	34.49	29.86
Assumption/Montrusco Bolton TSX Momentum Fund	Dec 31	800.00	258.34	292.85	257.23	242.30
Fidelity Funds						
Assumption/Fidelity True North® Fund	June 30	56.00	37.00	39.00	28.00	32.00
Assumption/Fidelity Overseas Fund	March 31	121.00	64.00	300.00	208.00	85.00
Assumption/Fidelity Global Health Care Fund	March 31	59.00	52.00	46.00	86.00	57.00
Assumption/Fidelity Global Technology Fund	March 31	86.00	209.00	137.00	131.00	86.00
Assumption/Fidelity Canadian Opportunities Fund	June 30	76.00	74.00	64.00	328.00	162.00
Assumption/Fidelity Europe Fund	March 31	98.00	157.00	217.00	263.00	157.00
Assumption/Fidelity Canadian Asset Allocation Fund	June 30	84.00	85.00	64.00	74.00	57.00
Assumption/Fidelity Monthly Income Fund	June 30	44.00	34.00	24.00	34.00	41.00
Assumption/Fidelity American Disciplined Equity® Fund	June 30	219.00	178.00	245.00	270.00	219.00
Assumption/Fidelity NorthStar® Fund	March 31	92.00	102.00	126.00	181.00	104.00
CI Funds						
Assumption/CI Global Managers® Corporate Class Fund	March 31	78.73 ⁽¹⁾	58.67	47.36	85.21	90.85
Assumption/CI Synergy American Fund	March 31	142.24 ⁽¹⁾	94.31	70.04	83.45	163.86
Assumption/CI Signature Canadian Bond Fund	March 31	128.81 ⁽¹⁾	93.70	110.86	86.62	82.29
Assumption/CI Harbour Growth & Income Fund	March 31	24.69 ⁽¹⁾	13.20	17.89	6.89	15.72
Assumption/CI Signature High Income Fund	March 31	193.60 ⁽¹⁾	64.57	60.48	41.22	47.20
Assumption/CI American Value Fund	March 31	36.96 ⁽¹⁾	28.62	34.96	30.53	25.32
Assumption/CI Synergy Global Corporate Class Fund	March 31	158.47 ⁽¹⁾	106.78	84.48	122.07	210.61
Assumption/CI Global Small Companies Fund	March 31	104.80 ⁽¹⁾	23.66	92.19	104.92	112.34
AGF Funds						
Assumption/AGF International Stock Class Fund	Sept 30	6.02	10.25	8.72	1.06	6.89
Assumption/AGF Dividend Income Fund	Sept 30	253.42	163.07	361.17	332.79	388.40

(1) Period from January 1, 2005 to March 31, 2006.

The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor 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 once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

8 . Comparative Figures

To conform to the presentation adopted in the current year, certain amounts from prior years have been reclassified.