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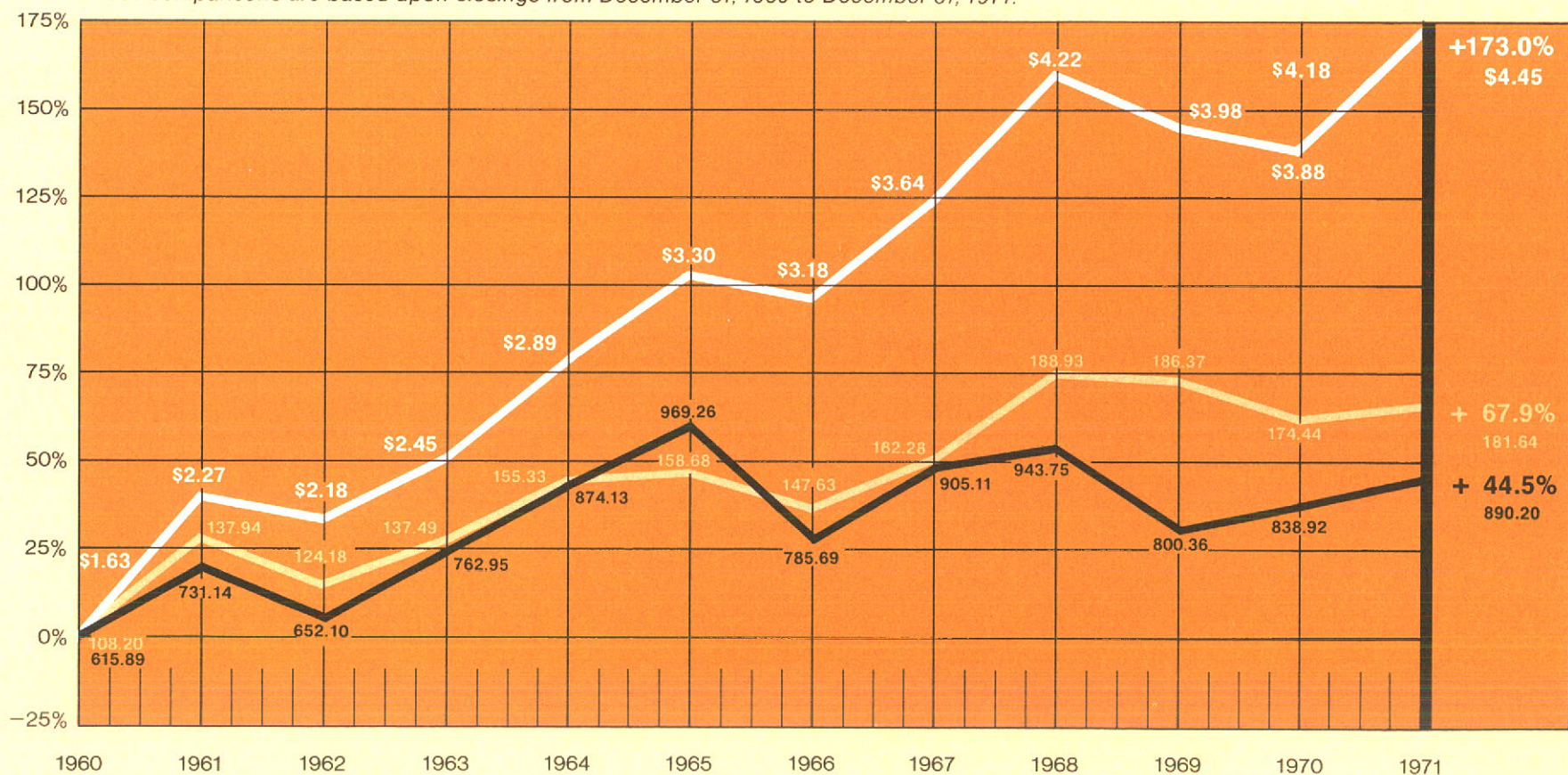


Andreae Equity Investment Fund Limited

Comparisons between

	GRAPH COLOUR	VALUE DEC. 31/71	VALUE DEC. 31/60	PERCENT CHANGE SINCE DEC. 31/60
Andreae Equity Fund (Excl. Divd.)	□	\$ 4.45	\$ 1.63	+173.0%
T.S.E. Industrial Index	■	181.64	108.20	+ 67.9%
Dow Jones Industrial Average	■	890.20	615.89	+ 44.5%

These comparisons are based upon closings from December 31, 1960 to December 31, 1971.





The international monetary agreement of December 18th has set the stage for a strong economic advance in 1972.

It is not only that Canada came out of the December meeting with an extraordinarily good deal, it is also that the agreement itself removed the heavy pessimism which had depressed businessmen and investors.

There seems to be little in the way now to prevent Canada from participating fully in the U.S. economic recovery, which appears likely to be stronger in real terms than anything seen since the early 1960's. Moreover, the other fears, that world trade would be strangled by recriminations over the U.S. policies, that a slowdown in the Japanese and European economies would curtail Canadian trade, have both been lessened, if not removed by the December international currency agreement.

And meanwhile, the Canadian economy continues to perform well. By the end of the third quarter, Canadian GNP had been moving up at a healthy rate for about a year. In nominal terms, GNP was 10.2% larger in the third quarter 1971 than in the third quarter 1970, and real growth in the same period was 6.9%. Moreover, a nine months comparison shows an acceleration in economic growth.

GROSS NATIONAL PRODUCT Nine Months Comparison

	1971-1970	1970-1969
Nominal	+8.7%	+7.5%
Real	+5.3%	+3.3%

The main stimulant to the economy in 1971 was consumer spending, on both goods and services. Through the year consumer spending on durables led the way, with first automobiles and then house furnishings, furniture and others picking up the lead later in the year.

Government spending has also been a major factor in the 1971 revival, with the big outlays coming from provinces and municipalities.

Although there was a large buildup at the retail level in the third quarter, inventories in manufacturing and at wholesale continued to decline during 1971. Indeed, the stock to shipments ratio had fallen to an historically low level of 1.91 by the end of the third quarter, and this stands as an important source of demand for 1972.

Unemployment, which had been running at depressingly high levels during 1971, seemed to moderate, and closed in December at 6.2%, still high but better than it had been during the year.

Significantly for the stock market, corporation profits recovered all the ground they lost in 1970 and passed through the 1969 peak in 1971. In fact, the level of corporation profits in the third quarter was 14% above that of the third quarter of 1970.

Thus, it appears that 1971 closed on a strong note.

For the year 1971, as a whole, it appears likely that real growth will be close to 6%, assuming some further increase in the fourth quarter, and nominal GNP might be up around 9.5%.

This strong expansion should continue into 1972, and it is possible GNP might be up 10.5% in nominal terms and 6.5% on a real basis. In this environment, and particularly because of the high level of unused capacity, profit margins should have room to move, and corporation profits might be up in the neighbourhood of 15% or more. This is certainly the setting for a very good year.

CONTENTS PAGE

Fixed Income Fund

Comparisons with 40 Bond Index and Canada 5¾ % Sept.1/92..	2
Investment Portfolio	3
Portfolio Analysis	4

Canadian Equity Fund

Comparison with TSE Industrial Index	5
Investment Portfolio	6
Portfolio Analysis	7

International Equity Fund

Comparison with DJIA	8
Investment Portfolio	9
Portfolio Analysis	10

Special Situations Fund

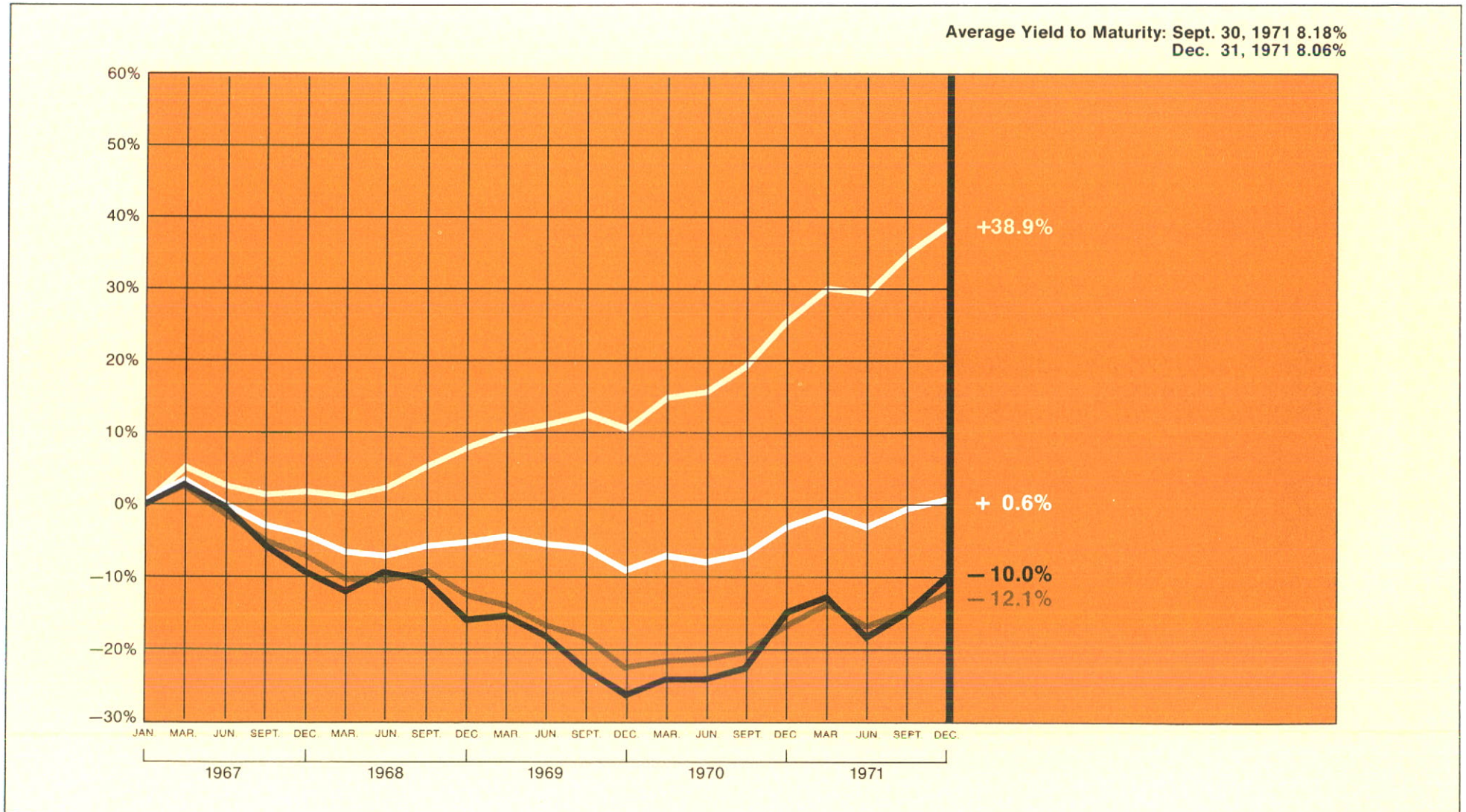
Comparisons with TSE and DJIA	11
Investment Portfolio	12

Unit Values	13
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Fixed Income Fund

Comparisons between

	GRAPH COLOUR	VALUE DEC. 31/71	VALUE SEPT. 30/71	PERCENT CHANGE OVER QUARTER	PERCENT CHANGE SINCE INCEPTION
Fixed Income Fund	□	\$10.06	\$ 9.90	+1.6%	+ 0.6%
Fixed Income Fund (Incl. Income)	■	13.89	13.48	+3.0%	+38.9%
40-Bond Index	■	—	—	+2.8%	— 12.1%
Canada 5¾% Sept. 1/92	■	90.00	85.00	+5.9%	— 10.0%



Bonds/Convertible Bonds 94% Par Value		Market Value Dec. 31, 1971	Bonds/Convertible Bonds 94% Par Value		Market Value Dec. 31, 1971
\$200,000	Prov. of Alta. 8½% Apr. 15/90 Prepay Apr. 15/75	\$ 219,000	275,000	Great Lakes Paper Cum. Wts. 8% Jul. 1/89	\$ 270,875
100,000	Alta. Mun. Fin. 8% Nov. 1/74 Ext. Nov. 1/89	105,000	150,000	Gulf Oil 8½% Dec. 1/89 Prepay Dec. 1/74	158,250
100,000	Alta. Mun. Fin. 8½% Jun. 1/90 Prepay Jun. 1/75	108,000	200,000	Gulf Oil 8½% Sept. 15/75 Ext. 8½% Sept. 15/90	212,000
150,000	Man. Hydro 9% Apr. 1/90 Prepay Apr. 1/75	165,000	100,000	Imperial Oil 8½% Aug. 15/89 Prepay Aug. 15/74	106,000
150,000	N.B. Elec. Pwr. Comm. 9% Aug. 1/75 Ext. Aug. 1/90	163,500	200,000	Int. Nickel 9¼% Oct. 1/90	216,000
250,000	Prov. of Nova Scotia 8½% Aug. 1/94	263,074	350,000	Intl. Nickel 8½% Jun. 30/91	365,750
400,000	Hydro Elec. Pwr. Comm. of Ont. 9% Apr. 1/94	448,000	300,000	Interprovincial Pipe Line 9½% Dec. 1/90	325,500
400,000	Hydro Elec. Pwr. Comm. of Ont. 8¼% Jul. 21/96	424,000	300,000	John Labatt 9¼% Sept. 1/90	321,000
250,000	Hydro Elec. Pwr. Comm. of Ont. 7½% Sept. 15/96	257,500	100,000	Maritime Tel. & Tel. 8¼% Jun. 15/77 Ext. Jun. 15/90	104,000
200,000	Prov. of Sask. 8¾% Dec. 1/90	219,500	225,000	Molson Industries 8¼% Nov. 1/91	228,375
100,000	Alta. Gas. Trk. Conv. 7½% Feb. 1/90	129,000	100,000	N.B. Tel. 9¼% Jun. 1/90 Prepay Jun. 1/75	105,000
400,000	Alum. Co. of Canada 9¾% Jan. 2/91	434,000	200,000	Noranda Mines 9¼% Oct. 15/90	216,000
100,000	Bell Canada 9% Jan. 15/89 Prepay Jan. 15/76	108,000	190,000	Northern Electric 9½% Apr. 30/90	203,300
300,000	Bell Canada 9¾% Aug. 14/90	330,000	200,000	Royal Bank of Cda. 7% Apr. 15/91 Prepay Apr. 15/77	201,000
300,000	Bell Canada 8% Nov. 15/95	301,500	250,000	Scott Paper Limited 8¾% Jul. 2/91	255,000
300,000	Beneficial Fin. Co. of Canada 9% Jan. 2/91 Prepay Jan. 2/76	312,000	200,000	Simpsons-Sears Limited 7¾% Feb. 15/91	194,000
100,000	B.C. Tel. 9½% Apr. 1/90 Prepay Apr. 1/75	107,500	100,000	Simpsons-Sears Acc. 9½% Feb. 1/90 Prepay Feb. 1/75	108,000
100,000	Calgary Power 9¾% Nov. 1/90	107,000	400,000	Steel Co. Cda. 9¼% Nov. 1/90	434,000
100,000	Canada Cement Lafarge 9½% Oct. 15/90	107,000	225,000	Trans-Canada Pipe. 10% Jun. 20/90	245,250
120,000	Consumers Gas Conv. 5½% Feb. 1/89	115,200	200,000	Trans-Canada Pipe. 9¼% Sept. 20/90	216,000
210,000	Distillers Corp.—Seagrams Ltd. 7% Dec. 15/78	210,000	100,000	Westcoast Transmission Conv. 7½% Jan. 1/91	119,000
100,000	Distillers Corp.—Seagrams Ltd. 7½% Dec. 15/91	97,500			\$ 9,865,074
300,000	Dominion Foundries and Steel 9% Feb. 1/91	319,500			
200,000	T. Eaton Acceptance 8¾% Jul. 15/74 Ext. Jul. 15/79 or Jul. 15/84	210,000			
			Reserve—6%	Cash & Short-Term Notes	\$ 575,471
					\$ 575,471
				Total Assets as at Market Dec. 31, 1971	\$10,440,545



Portfolio Review and Analysis

The fixed income market acted well during the fourth quarter of 1971. As expected, there was some upward pressure on short-term rates during the month of October, due to the usual chartered bank activity prior to their year end. Since November, short-term rates declined and closed the year at their lows. Long-term rates, however, saw their low point during November. There was some deterioration in long-term bond prices in the last few weeks of the year, which resulted in most long-term issues being off 1 to 2 points from their highs.

The bond market received most of its encouragement this quarter from such things as the introduction of Phase II of President Nixon's new economic plan which initially was viewed as being favourable to long-term interest rates. Further, in Canada the outstanding success of the Canada Savings Bond issue, which provided the Government with over \$2½ billions, certainly helped the market and undoubtedly any pressure that might have been exerted on it from financing our large deficit position, for the most part, has been removed. Another plus factor was the intervention by the Bank of Canada in the market at times when technical problems such as over-large inventories were

causing some upward pressure on interest rates. The market action by the Central Bank consisted of maintaining quite low short-term rates, and in some cases, they did involve themselves in supporting the long-term market.

On the minus side, the continued high level of increase in the money supply brought fear to some participants of what the effects on longer term interest rates might be. In addition, the temporary settlement of the international monetary problems caused some to wonder if the excessively easy Bank of Canada policy might not move to a more neutral stance in view of the fact that some upward pressure would be removed from the Canadian dollar. Another minus factor that was evident in the latter stages of the quarter was the improvement in the stock market which had the effect of drawing some funds away from the fixed income area.

The general consensus for 1972 is that interest rates will remain relatively stable for the first part of the year and show some increase thereafter. Some forecasts have actually offered the view that rates will go lower over the near term and only see the possibility of any increase coming late in the year. Our view is somewhat more sceptical. We feel that interest rates will trend higher and that this movement could easily

begin immediately. We do not expect any sharp upward movement of rates but feel that the trend will develop much sooner than generally forecast. The main reason for adopting this viewpoint is related to the increase in the money supply that has taken place in 1971. It will be in excess of 15% regardless of which definition of money supply is used. This cannot continue unless we wish to risk a substantial increase in the rate of inflation in the latter part of 1972 and on into 1973. In fact, with the increase in the money supply that occurred in 1971, there is very little hope that our rate of inflation in 1972 can match this year's rate of about 3½%. More than likely the

rate of increase will move on an upward pattern throughout the year. With this, long-term interest rates should also increase. We would expect that long-term, top quality Corporates, which closed 1971 at between 7.75% and 8.00%, will show an increase at least ½ of 1% by the end of 1972. In the short-term area we expect rates to also move up certainly more in line with external short-term rates.

The Fixed Income Fund remained fully invested during most of the period with the reserve being built up in the latter stages. Also it had begun to move out of some long-term issues into the mid-term area in view of our outlook for long-term rates.

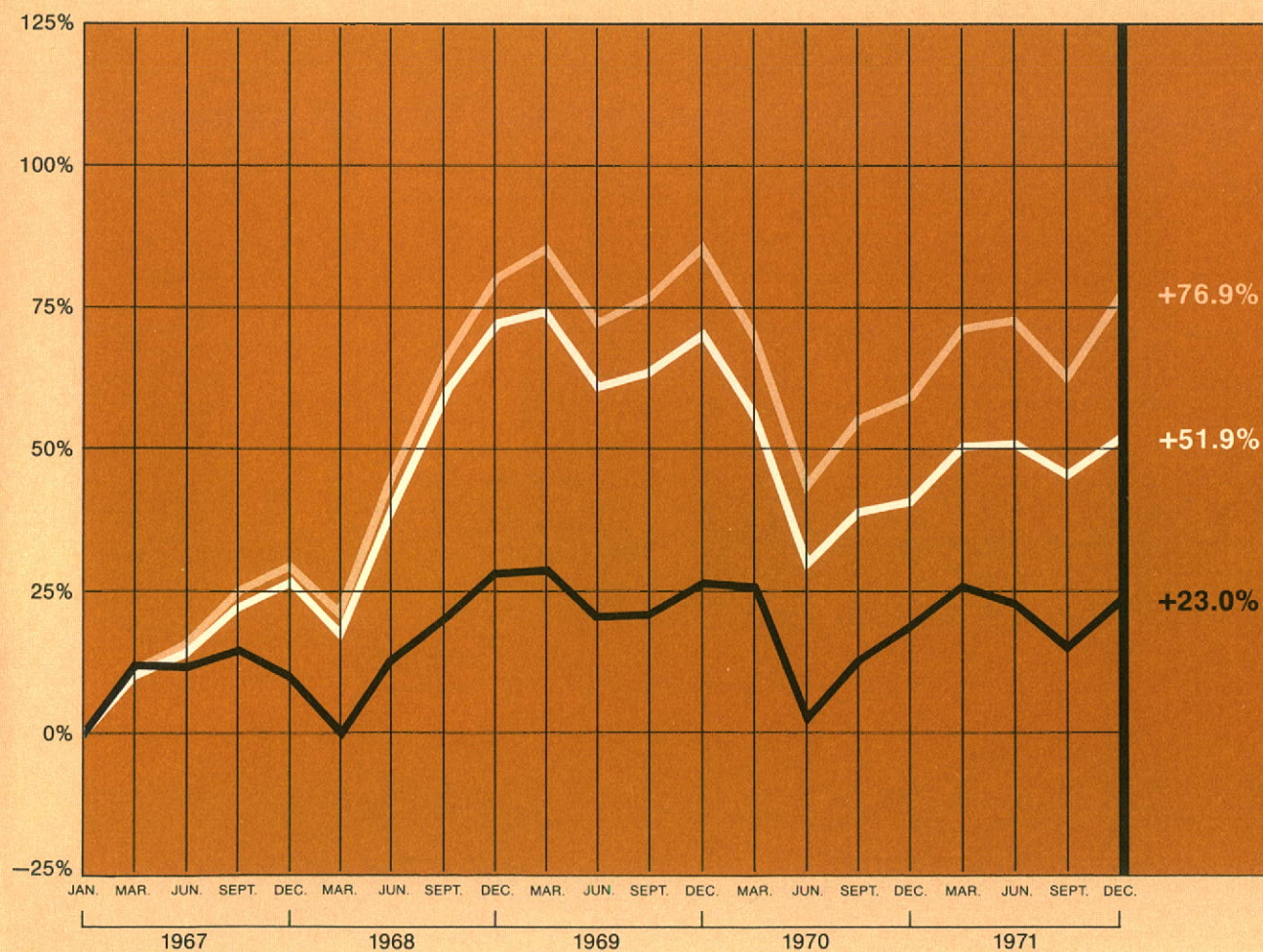
Portfolio Composition

	Sept. 30, 1971	Dec. 31, 1971
Reserve	6%	6%
Provincials	23%	23%
Corporates	62%	65%
Corporates Cum Wts.	5%	3%
Conv. Debs.	4%	3%
	<u>100%</u>	<u>100%</u>

Canadian Equity Fund

Comparisons between

	GRAPH COLOUR	VALUE DEC. 31/71	VALUE SEPT. 30/71	PERCENT CHANGE OVER QUARTER	PERCENT CHANGE SINCE INCEPTION
Canadian Equity Fund	□	\$ 15.19	\$ 14.59	+4.1%	+51.9%
Canadian Equity Fund (Incl. Income)	■	\$ 17.69	\$ 16.89	+4.7%	+76.9%
T.S.E. Industrial Index	■	181.64	169.88	+6.9%	+23.0%



Canadian Equity Fund

Investment Portfolio

Par Value Shares	Convertible Securities or Common Stocks	Market Value December 31/71	Par Value Shares	Convertible Securities or Common Stocks	Market Value December 31/71
Capital Goods—29.1%			Technology—3.6%		
15,000	Alcan Aluminium Limited	\$ 273,750	19,000	Moore Corporation Limited	\$ 722,000
29,000	Alminex Limited	153,700			\$ 722,000
25,000	BP Oil and Gas Ltd.	153,750	Consumer Products & Services—42.9%		
45,000	Cadillac Development Corporation Limited	393,750	19,000	Bank of Nova Scotia	\$ 577,125
12,000	Canada Cement Lafarge Ltd.	546,000	22,000	Canada Permanent Mortgage Corp.	379,500
22,750	Canadian Pacific Limited	315,656	27,000	Canadian Imperial Bank of Commerce	658,125
11,000	Canadian Superior Oil Ltd.	473,000	15,000	Distillers Corporation-Seagrams Limited	448,125
\$200,000	Chieftain Dev. Co. Ltd. 6% 6/30/79 Conv. Debs.	150,000	30,000	Fields Stores Limited	393,750
10,200	Dominion Bridge Company Limited	232,050	31,000	Grafton Group Limited	612,250
26,100	Domtar Limited	319,725	13,500	The Great-West Life Assurance Company	621,000
20,000	Husky Oil Ltd.	320,000	14,000	Hudson's Bay Company	267,750
16,600	Imperial Oil Limited	516,675	20,000	I.A.C. Ltd.	385,000
22,000	International Nickel Company of Canada	704,000	30,000	Metropolitan Stores of Canada Limited	472,500
18,000	Pacific Petroleum Ltd.	558,000	20,000	Reitman's (Canada) Limited A	357,500
1,500	Shell Canada Ltd.	54,750	18,000	Royal Bank of Canada	508,500
6,000	Shell Investments Limited 5½% Conv. Pfd.	219,000	10,000	The Royal Trust Company	360,000
20,000	The Steel Company of Canada Limited	525,000	5,700	Southam Press Limited	410,400
		\$ 5,908,806	19,800	Standard Broadcasting Corporation Limited	267,300
Regulated—15.7%			17,000	Thomson Newspapers Limited	505,750
\$500,000	The Alberta Gas Trunk Line Co. Ltd. 7.5% 2/1/90 Conv. Debs.	645,000	12,000	Toronto Star Ltd. B	459,000
9,675	Bell Canada	449,887	13,200	Hiram Walker-Gooderham & Worts Limited	551,100
15,000	Calgary Power Ltd.	397,500	16,000	Western Broadcasting Company Ltd.	190,000
16,000	Interprovincial Pipe Line Company	472,000	\$225,000	Woodward Stores Limited	
40,000	Pembina Pipe Line Ltd. A	275,000		6.75% 9/1/89 Conv. Debs.	281,250
10,000	Pembina Pipe Line Ltd. B	68,750			\$ 8,705,925
31,000	Union Gas Company of Canada, Limited	457,250	Reserve—8.7%		
\$350,000	Westcoast Transmission Co. Ltd. 7½% 1/1/91 Conv. Debs.	416,500		Cash & Short-Term Notes	\$ 1,759,296
		\$ 3,181,887			\$ 1,759,296
			Total Assets as at Market Dec. 31, 1971		
			\$20,277,914		



Portfolio Analysis

Portfolio Balance

	Dec. 31/70	Sept. 30/71	Dec. 31/71
Convertible Securities	3.8%	8.0%	7.4%
Common Stocks	81.1	87.5	83.9
Reserve	15.1	4.5	8.7
	100.0%	100.0%	100.0%

Portfolio Composition

	Dec. 31/70	Sept. 30/71	Dec. 31/71
Capital Goods	22.7%	33.8%	29.1%
Regulated	22.4	16.4	15.7
Consumer Products & Services	35.4	41.0	42.9
Technology	4.4	4.3	3.6
Reserve	15.1	4.5	8.7
	100.0%	100.0%	100.0%

Largest Common Stock Holdings as at Dec. 31, 1971 (By Market)

	Percent of Total Portfolio
Moore Corporation	3.6%
International Nickel Company of Canada	3.5%
Canadian Imperial Bank of Commerce	3.2%
The Great-West Life Assurance Company	3.1%
Grafton Group Limited	3.0%

Portfolio Review

A strong recovery in stock prices started late in November. The Toronto Stock Exchange Industrial Index closed at 181.64, roughly 14% above the November low. The climb in the month of December alone was 9.3%.

The strongest groups and the ones leading the advance were the banks, communications, merchandising, oil refining, western oils, pipelines, and trust & loan companies.

From September 30th to December 31st the T.S.E. Industrial Index was up 6.9%, and for the year as a whole, it was up 4.1%.

During the final quarter of 1971, the unit value of the Canadian Equity Fund rose from \$14.59 at 30 September to \$15.19 at 31 December, an increase of 4.1%.

For the year as a whole, the unit value increased from \$14.03 at 31 December 1970 to \$15.19 at 31 December 1971, an improvement of 8.3%, or roughly twice the gain of the T.S.E. Industrial Index.

The year 1971 was quite an extraordinary one. The twin problems of inflation and unemployment concerned investors all year, and over-riding this was the depressing psychological atmosphere caused by the international monetary crisis.

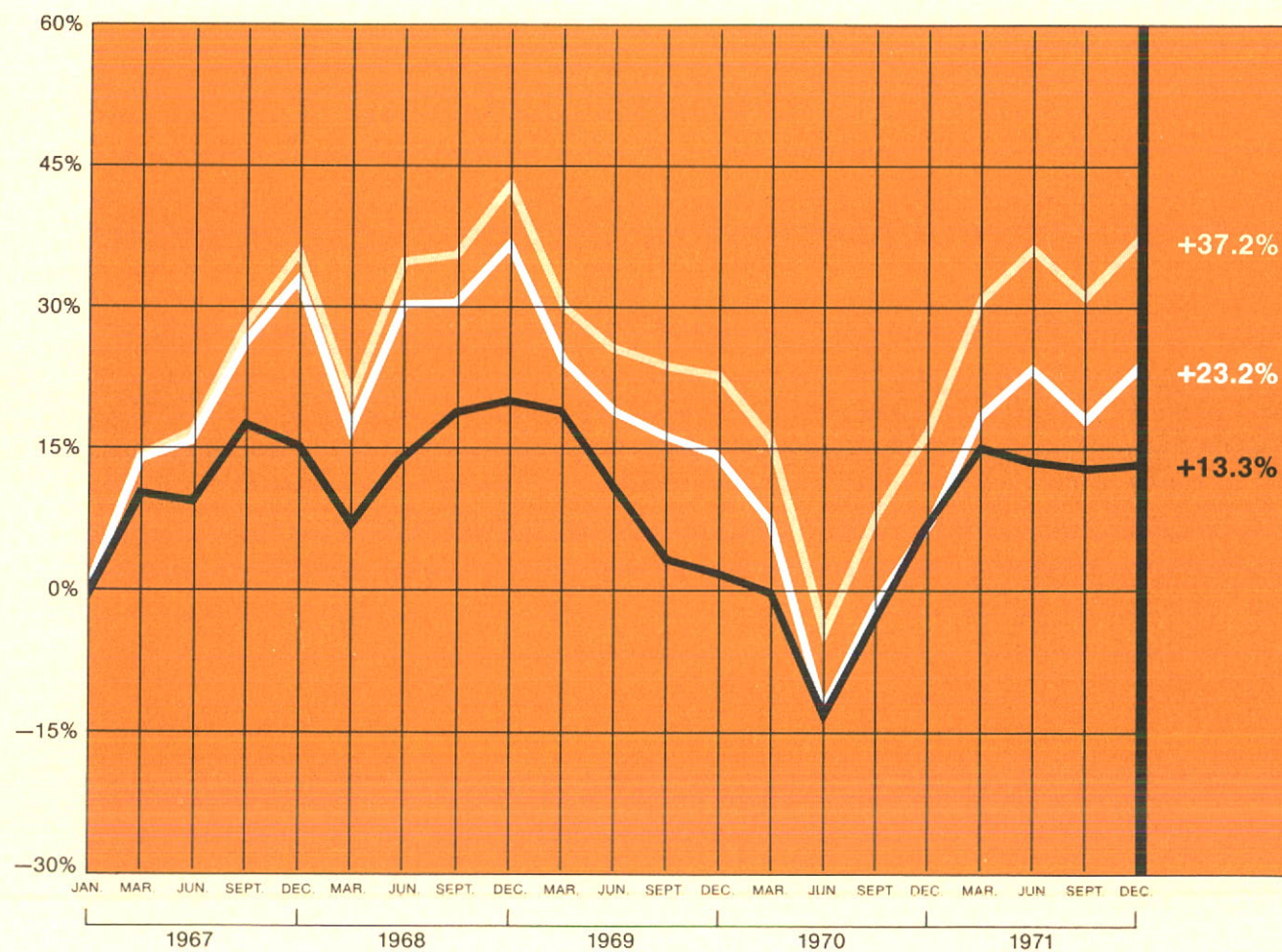
We continued to believe the reviving economy would eventually dominate stock prices and used market weakness to build up equity positions.

Holdings of Great Lakes Paper, Noranda Mines, Texaco, Leigh Instruments, Acres, Focal Properties, Investors Group A, Irwin Toy, Oshawa Group A, Scott Paper, and George Weston were eliminated. Positions in Canadian Superior Oil, International Nickel, Pacific Petroleum, Shell Investments, I.P.L., Westcoast Transmission Convertible Debentures, Bank of Nova Scotia, Grafton Group, I.A.C., and Royal Bank of Canada were increased. New positions were taken in Distillers Corporation-Seagrams, Reitman's A, Southam Press, Standard Broadcasting, and Western Broadcasting.

International Equity Fund

Comparisons between

	GRAPH COLOUR	VALUE DEC. 31/71	VALUE SEPT. 30/71	PERCENT CHANGE OVER QUARTER	PERCENT CHANGE SINCE INCEPTION
International Equity Fund	□	\$ 12.32	\$ 11.79	+4.5%	+23.2%
International Equity Fund (Incl. Income)	■	\$ 13.72	\$ 13.08	+4.9%	+37.2%
Dow Jones Industrial Averages	■	890.20	887.19	+0.3%	+13.3%



International Equity Fund



Investment Portfolio

Par Value Shares	Convertible Securities or Common Stocks	Market Value Dec. 31/71	Par Value Shares	Convertible Securities or Common Stocks	Market Value Dec. 31/71
Capital Goods—24.6%			Technology—39.3%		
6,000	Amerada Hess Corporation	\$ 251,048	4,400	AMP Incorporated	\$ 313,083
6,000	Armstrong Cork Company	258,564	4,100	Eastman Kodak Company	399,597
8,000	Atlantic Richfield Company	577,260	4,600	Eli Lilly & Company	262,197
9,200	FMC Corporation	230,503	3,125	International Business Machines Corporation	1,053,863
4,900	Ford Motor Company—U.S.	344,978	2,000	Minnesota Mining and Manufacturing Company	270,591
5,200	General Electric Company	326,362	5,000	National Cash Register Company	147,196
3,000	General Motors Corporation	242,028	5,000	Perkin-Elmer Corporation	291,887
5,500	Huyck Corporation	264,578	1,500	Polaroid Corporation	133,792
6,000	Sybron Corp.	208,204	12,500	Rank Organization Ltd. A	265,625
		\$ 2,703,525	3,000	Texas Instruments Inc.	376,948
			6,400	Xerox Corporation	803,353
					\$ 4,318,132
Consumer Products & Services—27.8%			Regulated—7.7%		
1,500	American Home Products Corporation	\$ 134,356	5,000	Allegheny Power System, Inc.	\$ 110,241
6,200	American Hospital Supply Corporation	246,989	8,000	Continental Telephone Corporation	179,392
1,000	ARA Services, Inc.	155,840	5,000	Ohio Edison Company	122,768
3,600	Avon Products Incorporated	362,140	10,100	Southern California Edison Company	298,602
4,500	Citizens & Southern National Bank	164,609	7,000	United Utilities, Incorporated	139,429
1,200	Coca-Cola Company	146,720			\$ 850,432
6,000	Dayton-Hudson Corporation	200,231			
5,000	Federated Department Stores, Inc.	258,690			
2,500	First National Bank of Dallas	144,691			
8,500	Marcor Inc.	260,882			
4,000	Pabst Brewing Company	303,162			
23,800	Ramada Inns, Inc.	396,541			
3,000	Schering-Plough Corp.	258,188			
		\$ 3,053,039			
			Reserve—0.6%		
				Cash & Short-Term Notes	\$ 61,452
					\$ 61,452
			Total Assets as at Market Dec. 31, 1971		
					\$10,986,580



Portfolio Analysis

Portfolio Review

Portfolio Balance

	Dec. 31/70	Sept. 30/71	Dec. 31/71
Convertible Securities	0.2%	Nil	Nil
Common Stocks	87.4	94.7%	99.4%
Reserve	12.4	5.3	0.6
	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>

Portfolio Composition

	Dec. 31/70	Sept. 30/71	Dec. 31/71
Capital Goods	16.4%	21.4%	24.6%
Regulated	7.8	9.0	7.7
Consumer Products & Services	27.7	30.0	27.8
Technology	35.7	34.3	39.3
Reserve	12.4	5.3	0.6
	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>

Largest Common Stock Holdings as at Dec. 31, 1971 (By Market)

	Percent of Total Portfolio
International Business Machines Corporation	9.6%
Xerox Corporation	7.3%
Atlantic Richfield Company	5.3%
Eastman Kodak Company	3.6%
Ramada Inns, Inc.	3.6%

The New York Market fell fairly steadily from the beginning of the quarter to late in November when the Dow Jones Industrial Average hit its 1971 low at 797.97. From there it staged a brisk advance and closed the year at 890.20, about 11.6% above the low.

The rally in December seemed broadly based and was accompanied by rising volume. Confidence seemed to be reviving even before the December 18 international monetary agreement, probably because the business figures and particularly corporation profits were encouraging. The announcement of the new currency arrangements and the removal of the restrictive U.S. measures further stimulated investor psychology, and was apparently what the market needed to continue its advance.

The outlook for the U.S. economy in 1972 is very promising. It seems possible that there could be an increase in real GNP of 6%, and a rise in corporation profits of possibly 12%. In view of this, stock prices should move up during the year, particularly if investor confidence remains at its present high level.

The general strategy is to have relatively low cash reserves and to keep strongly invested in the technology and consumer areas. In

light of the economic outlook some additions to the portfolio were also made in the capital goods sector during the quarter.

Results for the Year

	1970 31 Dec.	1971 31 Dec.	Change
Dow Jones Industrials	838.92	890.20	+ 6.11%
International Equity Fund Per Unit	\$ 10.62	\$ 12.32	+ 16.01%

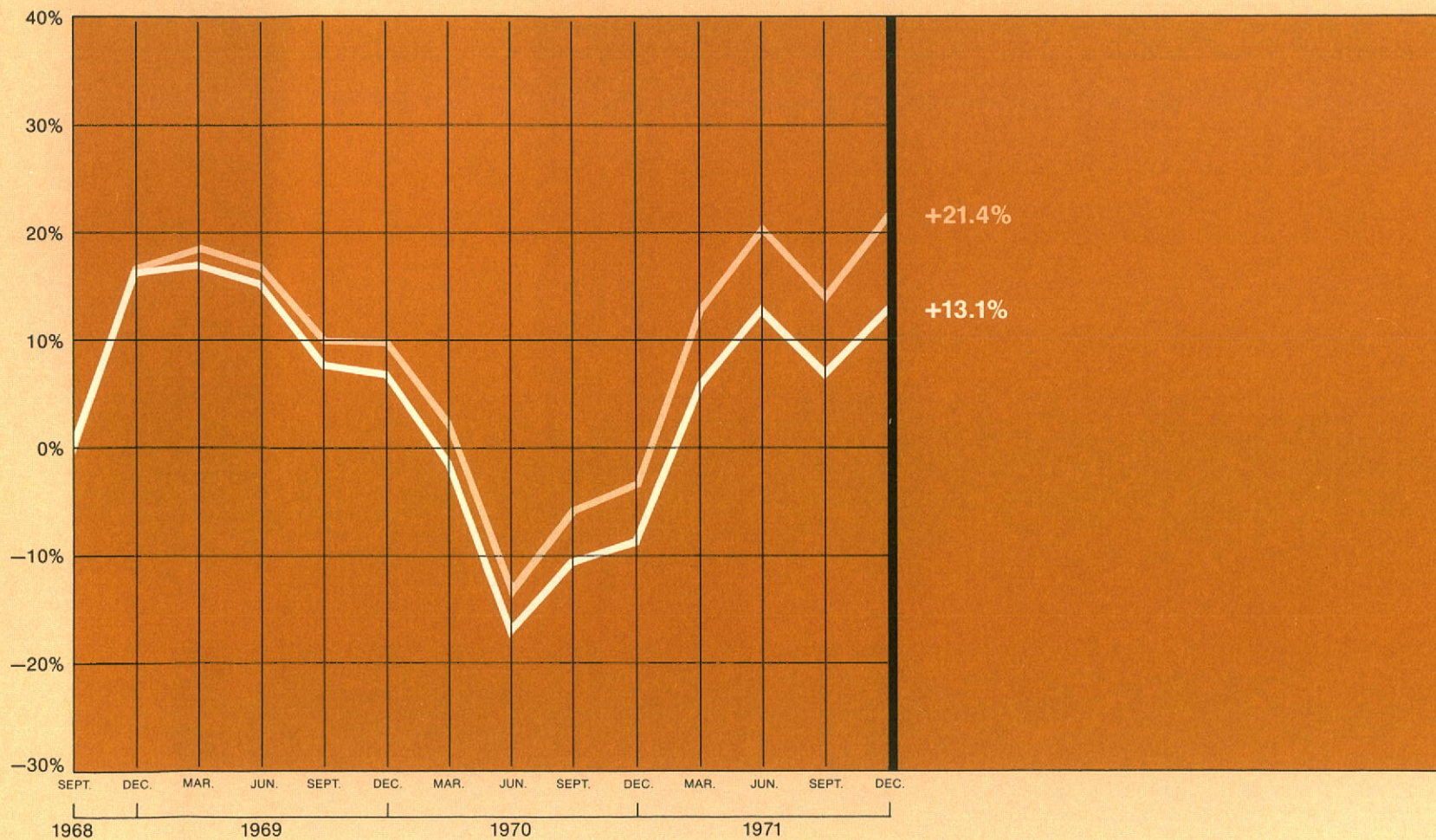
During the quarter, holdings of Combined Insurance Company of America and National Liberty Corporation were eliminated.

Positions were increased in Amerada Hess, Atlantic Richfield, Ford Motor Company, General Electric, Huyck Corporation, Sybron Corporation, American Hospital Supply Corporation, Avon Products, Citizens & Southern National Bank, Dayton-Hudson Corporation, Marcor, Ramada Inns, Eli Lilly & Company, I.B.M., Rank Organization, Texas Instruments and Xerox Corporation.

Special Situations Fund

Comparisons between

	GRAPH COLOUR	VALUE DEC. 31/71	VALUE SEPT. 30/71	PERCENT CHANGE OVER QUARTER	PERCENT CHANGE SINCE INCEPTION
Special Situations Fund	□	\$ 11.31	\$ 10.67	+6.0%	+13.1%
Special Situations Fund (Incl. Income)	■	\$ 12.14	\$ 11.40	+6.5%	+21.4%



Special Situations Fund

Investment Portfolio

Par Value Shares	Convertible Securities or Common Stocks	Market Value Dec. 31/71	Par Value Shares	Convertible Securities or Common Stocks	Market Value Dec. 31/71
Consumer Products & Services—52.7%			Technology—3.2%		
2,000	CHUM Limited	\$ 10,000	7,100	AGT Data Systems Limited	\$ 6,390
3,000	Commonwealth Holiday Inns of Canada Limited	35,625	3,500	Fuji Photo Film Adr. Fn.	56,123
2,000	Crown Life Insurance Company	62,000			\$ 62,513
7,500	E-L Financial Corporation Limited	51,563			
5,000	Irwin Toy Limited	80,000			
9,600	Leon's Furniture Ltd.	70,800			
8,800	Maclean-Hunter Cable T.V. Limited	71,500			
4,875	M.E.P.C. Canadian Properties Limited	35,344			
11,500	M.E.P.C.—1966 Wts.	48,875			
5,000	The Montreal City & District Savings Bank	77,500			
4,000	Provincial Bank of Canada	54,000			
2,000	G. P. Putnam's Sons	20,545			
5,108	Reitman's (Canada) Limited A	91,305			
10,500	J. M. Schneider, Limited B Pfd.	86,625			
4,000	Scott's Restaurants Co. Limited	62,000			
3,000	Selkirk Holdings Limited A	51,750			
10,200	Skyline Hotels Limited	94,350			
4,000	Villacentres Ltd.	41,000			
		\$1,044,782			
			Capital Goods—35.2%		
			10,000	Alminex Limited	53,000
			20,500	Bovis Corporation Ltd.	35,875
			9,100	Bralorne Oil & Gas Ltd.	21,840
			5,000	T. G. Bright & Co., Limited	78,125
			7,000	BP Oil and Gas Limited	43,050
			3,000	Copeland Process Ltd.	14,250
			\$25,000	Emco Limited 7% 8/1/91 Conv. Debs.	25,375
			9,000	Gesco Distributing Ltd.	35,550
			5,000	KeepRite Products Limited A	55,000
			25,000	Murky Fault Metal Mines Ltd.	17,500
			2,500	Pan Ocean Oil Corporation	29,687
			5,000	C.A. Pitts Engineering Construction Ltd.	71,875
			2,400	Riverside Yarns Limited A	\$ 7,200
			3,600	Riverside Yarns Limited	8,100
			950	St. Lawrence Cement Co.	34,200
			3,000	Scurry-Rainbow Oil Limited	43,875
			5,000	Tara Exploration & Development Co. Ltd.	65,000
			6,900	Universal Sections Limited	48,300
			4,000	Western Mines Limited	10,600
					\$ 698,402
			Reserve—8.9%		
				Cash & Short-Term Notes	\$ 176,318
					\$ 176,318
				Total Assets as at Market Dec. 31, 1971	\$1,982,015

Unit Values of Diversified Investment Funds Since Inception



Fixed Income Fund				Canadian Equity Fund			International Equity Fund			Special Situations Fund		
	UNIT VALUE	INCOME UNIT	VALUE INCL. INC.	UNIT VALUE	INCOME UNIT	VALUE INCL. INC.	UNIT VALUE	INCOME UNIT	VALUE INCL. INC.	UNIT VALUE	INCOME UNIT	VALUE INCL. INC.
1966 Dec. 31	\$10.00		\$10.00	\$10.00		\$10.00	\$10.00		\$10.00			
1967 Mar. 31	10.35	\$.05208	10.50	11.02	\$.05021	11.11	11.34	\$.02533	11.42			
Jun. 30	9.93	.05252	10.24	11.45	.04113	11.61	11.55	.00842	11.67			
Sept. 30	9.64	.05036	10.10	12.25	.02689	12.51	12.60	.01648	12.79			
Dec. 31	9.52	.05266	10.14	12.65	.05017	13.02	13.28	.00224	13.54			
1968 Mar. 31	9.31	.05192	10.08	11.70	.01729	12.09	11.70	.02570	12.01			
Jun. 30	9.27	.04776	10.20	13.82	.04689	14.41	13.01	.02239	13.44			
Sept. 30	9.40	.04420	10.51	15.80	.03288	16.57	13.05	.01084	13.54	\$10.00		\$10.00
Dec. 31	9.45	.05263	10.73	17.06	.04353	18.00	13.67	.02012	14.24	11.61	\$.01683	11.68
1969 Mar. 31	9.52	.05092	11.00	17.43	.05697	18.56	12.43	.02346	13.02	11.70	.01313	11.82
Jun. 30	9.42	.05126	11.07	16.17	.06717	17.37	11.90	.02057	12.53	11.52	.03030	11.69
Sept. 30	9.37	.06597	11.23	16.39	.06749	17.79	11.62	.04522	12.37	10.75	.03697	10.99
Dec. 31	9.05	.06801	11.05	16.99	.05788	18.55	11.40	.04063	12.26	10.69	.02550	10.98
1970 Mar. 31	9.26	.06384	11.48	15.54	.07502	17.10	10.72	.04731	11.55	9.86	.03361	10.21
Jun. 30	9.18	.06001	11.57	12.93	.05565	14.35	8.76	.02165	9.51	8.27	.03119	8.66
Sept. 30	9.30	.06288	11.91	13.82	.08154	15.52	9.83	.02885	10.74	8.93	.02786	9.41
Dec. 31	9.64	.06428	12.55	14.03	.04316	15.90	10.62	.01396	11.65	9.12	.02201	9.66
1971 Mar. 31	9.82	.06591	13.00	15.03	.06103	17.15	11.84	.01831	13.05	10.59	.00940	11.25
Jun. 30	9.64	.06183	12.93	15.04	.05989	17.30	12.30	.01501	13.60	11.27	.03353	12.02
Sept. 30	9.90	.06381	13.48	14.59	.05216	16.89	11.79	.01494	13.08	10.67	.01397	11.40
Dec. 31	10.06	.06733	13.89	15.19	.05439	17.69	12.32	.01708	13.72	11.31	.03323	12.14



INTERNATIONAL TRUST COMPANY

AFFILIATED WITH

FIRST NATIONAL CITY BANK

TORONTO

101 RICHMOND STREET WEST

MONTREAL

1015 BEAVER HALL HILL

4