



FIRST HALF REVIEW

The first half of 2013 began with much uncertainty in the global markets due to political insecurity in Europe and the overall strength of the US Dollar. While the Eurozone remains in a state of recession, investors seem more optimistic since the European equity markets have shown resiliency thus far.

Many worries that the investment community had at the beginning of the year can be brushed aside. The US economy appears quick to recover, despite various tax increases and spending cuts. Private sector spending has been stronger than expected, and is offsetting the government cuts. This, in turn, is making the 'fiscal cliff' a non-issue thus far.

Within North American equity markets, the S&P 500 and the S&P/TSX Composite have managed to gain ground in the month of May. The S&P posted its seventh consecutive month of gains – something not seen since March to September of 2009.

What does this mean for the economy, here at home? The domestic economy has slowed in recent months and economic acceleration is much higher in the US. Canada's economy will need to adjust to maintain the positive growth.

FUND REVIEW

International Emerging Market funds have taken a significant hit in recent months, with many funds posting record lows – this in response to signs that the US Federal Reserve will start reeling in stimulus measures in 2013. Despite this, many investors remain steadfast in the potential for long term growth in these funds. The money that flows into this asset class has been consistently positive over the last few years. While these funds will remain quite volatile in the future, sound and improving fundamentals in emerging market countries should return higher yields in the longer term.

Canada Life will be releasing 6 new funds into their investment pool in the month of July. These funds are managed by Putnam Investments; a leading global money management firm with over 75 years of experience in equity and fixed income accounts, and Portico Investment Management; which offers a wide array of fixed income mandates.

In looking back to our recommendations for 2013, the focus on dividend based funds as well as the real estate fund has continued to see returns at a curtailed rate. Canada Life's Real Estate Fund avoided a letdown when it was confirmed that none of their properties were damaged in the floods that Calgary experienced over the last month.

Thank You for your continued trust and confidence.



Gregory Deacon



Paul Kalata

FUND PERFORMANCE VALUES

STANDARD LIFE FUNDS	YTD
IDEAL MONTHLY INCOME	+2.84
IDEAL DIVIDEND INCOME	+5.53
IDEAL CDN DIVIDEND GROWTH	+2.74
IDEAL U.S. DIVIDEND GROWTH	+15.75
IDEAL GLOBAL DIVIDEND GROWTH	+14.57
CANADA LIFE FUNDS	YTD
ENHANCED DIVIDEND FUND	+4.08
REAL ESTATE FUND	+4.19
CANADIAN RESOURCE FUND	-8.30

MARKET PERFORMANCE VALUES

	TIME PERIOD	RATE
S&P / TSX COMPOSITE INDEX	YEAR TO DATE	-1.18%
CANADIAN CONSUMER PRICE INDEX	MAY 2012-MAY 2013	+0.7%