

Monthly Update

Financial 15 Split Corp II is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in a diversified portfolio consisting of 15 financial services companies, made up of Canadian and U.S. issuers. Two types of shares are available, a Class A and a Preferred.

Distributions (by record date)

| | FFN | FFN (specials) | FFN.PR.A | Total |
|----------------------|---------------|-------------------|-----------------|------------------|
| Total to Date | \$6.10 | \$0.25 | \$3.6537 | \$10.0037 |
| 2011 YTD | \$0.30 | | \$0.3938 | \$0.6938 |
| 2010 | \$0.50 | | \$0.5250 | \$1.0250 |
| 2009 | \$0.50 | | \$0.5250 | \$1.0250 |
| 2008 | \$1.00 | | \$0.5250 | \$1.5250 |
| 2007 | \$1.20 | | \$0.5250 | \$1.7250 |
| 2006 | \$1.20 | \$0.25 | \$0.5250 | \$1.9750 |
| 2005 | \$1.20 | | \$0.525 | \$1.725 |
| 2004 (two months) | \$0.20 | | \$0.10991* | \$0.30991 |

*Initial distribution for the period Oct 15/04 to Nov 30/04.

Commentary

The North American financial markets continued to weaken during the month largely as a result of US economic data suggesting the economic recovery had begun to moderate significantly. Global economic indicators have deteriorated with several Euro zone countries having to consider significant reductions in spending to reign in record deficits. Market participants are concerned that this will further impact growth in these countries with a spillover to overall world growth. As mentioned in previous commentaries, the key question of whether economic growth can become sustainable without the continued record levels of fiscal and monetary stimulus, remains to be answered in the coming months and years.

Canadian economic indicators generally remain relatively strong with housing and employment conditions much stronger than most other developed economies. Although it should be noted that Canadian economic growth did stall out in the second quarter and could continue to deteriorate if global financial conditions worsen. Record low interest rates in North America are expected to remain until economic growth is deemed to be on a self sustaining growth path. In the context of these low rates, the valuations of the companies in the portfolio generally remain at very reasonable levels when measured by price to earnings ratios and current dividend yields and this should continue to act as a major support at these current market prices. The dividend income continues to be supplemented by income generated from the covered call writing overlay on the companies in the Portfolio.

| | One Month to Sept 30, 2011 | Year to Date Sept 30, 2011 |
|---------|-------------------------------|-------------------------------|
| TSX | -8.97% | -13.53% |
| S&P 500 | -7.18% | -10.04% |
| DJII | -6.03% | -5.74% |
| NASDAQ | -6.36% | -8.95% |

Details

| | |
|----------------------------|------------------|
| Gross Proceeds: | \$167,500,000 |
| Units Issued: | 6,700,000 |
| Inception Date: | October 15, 2004 |
| Termination Date: | December 1, 2014 |
| Net Asset Value | \$12.45 |
| Cash Weighting: | 10% |
| Canadian Equity Weighting: | 66% |
| U.S. Equity Weighting: | 24% |
| FFN.PR.A Trading Price: | \$9.93 |
| Current Yield*: | 5.29% |
| Market Capitalization: | \$56,484,323 |
| FFN Trading Price: | \$2.80 |
| Current Yield*: | 0.00% |
| Market Capitalization: | \$15,927,100 |

*Last distribution annualized.

Top Holdings (sorted by weight)

CI Financial Corp.
 Canadian Imperial Bank of Commerce
 AGF Management Ltd.
 Bank of Montreal
 Wells Fargo & Co.
 Toronto-Dominion Bank
 TMX Group Inc.
 National Bank of Canada
 Goldman Sachs Group Inc.
 Royal Bank of Canada
 J.P. Morgan Chase & Co.
 Great-West Lifeco Inc.
 Manulife Financial Corporation
 Bank of Nova Scotia
 US Bancorp.

Weightings subject to change at any time.