



UPDATE

Financial 15 Split Corp is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in a diversified, high quality 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.

Objectives

Preferred Shares (TSX: FTN.PR.A):

(i) to provide holders of the Preferred Shares with fixed, cumulative preferential monthly cash dividends in the amount of \$0.04375 per Preferred Share to yield **5.25% per annum** on the original issue price; and (ii) on or about December 1, 2008 (termination date), to pay the holders of the Preferred Shares the original issue price of those shares.

Class A Shares (TSX: FTN):

(i) to provide holders of the Class A Shares with regular monthly cash dividends initially targeted to be \$0.10 per Class A Share to yield **8.0% per annum** on the original issue price; and (ii) on or about December 1, 2008 (termination date), to pay the holders of Class A Shares at least the original issue price of those shares.

Distributions

	FTN	FTN (specials)	FTN.PR.A	Total
Total to Date	\$2.90	\$0.50	\$1.2926	\$4.6926
2006 YTD	\$0.40	\$0.25	\$0.175	\$0.825
2005	\$1.20	\$0.25	\$0.525	\$1.975
2004	\$1.20		\$0.5250	\$1.7250
2003 (one month)	\$0.10		\$0.0676*	\$0.1676

*For the period Nov 14/03 to Dec 31/03 (initial distribution)

Commentary

CIBC (TSX: CM) reported solid Q1 earnings results on Mar 2, 2006 ahead of expectations. It was a solid quarter with retail contributions, including wealth management performing well. CIBC Wood Gundy has assets under management at an all time high of over \$116 billion. Royal Bank (TSX: RY) reported record Q1/06 earnings on Mar 3, 2006 with retail showing good volumes and cost controls. RY increased their dividend to \$0.72 per share, a 12.5% increase. Bank of Montreal (TSX: BMO) reported Q1/06 results with net income of \$631 million, a touch below fourth quarter net income. BMO raised their dividend by 8.2% to \$0.53 per share. Bank of Nova Scotia (TSX: BNS) reported Q1/06 results on Mar 2, 2006 with results that were in line. Net income rose to \$852 million, a \$64 million increase over the second quarter last year. TD Bank (TSX: TD) reported Q1/06 results on Feb 23, 2006 in line with expectations. TD reported net income of \$2.3 billion compared with \$630 million in the same quarter of last year. TD announced a dividend increase of 2 cents to \$0.44 per share. Manulife (TSX: MFC) reported 4th quarter results on Feb 9, 2006 with EPS of \$1.13 versus \$0.98 cents during the same period last year. Steady earnings in Canada, strong U.S. operations and a growing Asian platform were contributing factors to the positive earning results and should continue to be a driving force for MFC. MFC also announced an 8% dividend increase. Sun Life Financial Inc. (TSX: SLF) reported 4th quarter results ending Dec 31, 2006 with a 13% increase in earnings over a year earlier. This quarter marked SLF's 5th consecutive year of increased earnings since going public 5 years ago. Results were driven by strong performance in Canada and the U.S. operations. SLF continued to repurchase shares and in the fourth quarter purchased 1.8 million shares. SLF also announced an 8% dividend increase. GWO (TSX: GWO) reported 4th quarter results on Feb 16, 2006 with results in line with expectations. GWO raised its quarterly dividend by 6.5% or to \$0.22375 per share.

All of the above companies are holdings of Financial 15 Split.

Details

Gross Proceeds:	\$272,500,000
Units Issued:	10,900,000
Inception Date:	Nov 14, 2003
Termination Date:	Dec 1, 2008
Net Asset Value:	\$27.82 (Apr 28/06)
Cash Weighting:	14%
U.S. Equity Weighting:	25%
Canadian Equity Weighting:	61%
FTN.PR.A Issue Price	\$10.00
Trading Price:	\$10.50 (Apr 28/06)
Current Yield:	5.0% annually
FTN Issue Price:	\$15.00
Trading Price:	\$16.55 (Apr 28/06)
Current Yield:	7.3% annually

Holdings Sorted By Weight Symbol

CI Fund Management	CIX-T
Canadian Imperial Bank of Commerce	CM-T
Citigroup	C-N
Sun Life Financial	SLF-T
Royal Bank	RY-T
Great-West Lifeco	GWO-T
Bank of America	BAC-N
Manulife Financial	MFC-T
Toronto-Dominion Bank	TD-T
National Bank	NA-T
Merrill Lynch	MER-N
JP Morgan	JPM-N
Bank of Nova Scotia	BNS-T
Bank of Montreal	BMO-T
Wells Fargo	WFC-N

Weightings subject to change at any time.