

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	\$5.10	\$0.50	\$2.2551	\$7.8551
2008 YTD	\$0.20		\$0.0875	\$0.2875
2007	\$1.20		\$0.5250	\$1.7250
2006	\$1.20	\$0.25	\$0.5250	\$1.9750
2005	\$1.20	\$0.25	\$0.525	\$1.9750
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

Overall financial markets during the last two quarters were adversely impacted by deteriorating credit conditions originating from the US sub-prime lending market. At February 29, 2008, the Company's portfolio remained primarily invested in the 15 core financial services stocks. The dividend income in the portfolio continues to be supplemented by a limited covered call writing program which provides some additional income to the portfolio.

AGF Management (TSX: AGF) increased its annual dividend to \$1.00 a share, a 25% increase. (Jan 08). Sun Life Financial (TSX: SLF) increased its quarterly dividend to \$0.36 per share, a 5% increase from last quarter for a total increase of 12.5% over the past year (Feb 08). Great-West Lifeco (TSX: GWO) increased its quarterly dividend to \$0.2925 per share, a 6.4% increase from last quarter for a total increase of 14% over the past year (Feb 08). TD Bank (TSX: TD) increased its quarterly dividend to \$0.59 per share, a 3.5% increase from last quarter (Feb 08).

AGF, SLF, GWO and TD are holdings of Financial 15 Split.

The Financial 15 Split portfolio has a current dividend yield of approximately 4.3%.

Details

Gross Proceeds:	\$272,500,000
Units Issued:	10,900,000
Inception Date:	Nov 14, 2003
Termination Date:	Dec 1, 2008
Net Asset Value:	\$21.60 (Feb 29/08)

Cash Weighting:	3%
U.S. Equity Weighting:	18%
Canadian Equity Weighting:	79%

FTN.PR.A Issue Price	\$10.00
Trading Price:	\$9.97 (Feb 29/08)
Current Yield:	5.3% annually
Asset Coverage:	216%
Market Capitalization:	\$101,444,162

FTN Issue Price:	\$15.00
Trading Price:	\$11.65 (Feb 29/08)
Current Yield:	10.3% annually
Market Capitalization:	\$118,538,063

Top Holdings (sorted by weight)

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

Weightings subject to change at any time.