

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	\$5.20	\$0.50	\$2.2989	\$7.9988
2008 YTD	\$0.30		\$0.1313	\$0.4313
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 March 31, 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.

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 Management (TSX: AGF) declared its quarterly dividend to \$0.25 a share, a 25% increase (Mar 08)

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

The Financial 15 Split portfolio has a current dividend yield of approximately 4.4%.

Details

Gross Proceeds:	\$272,500,000
Units Issued:	10,900,000
Inception Date:	Nov 14, 2003
Termination Date:	Dec 1, 2008
Net Asset Value:	\$21.09 (Mar 31/08)

Cash Weighting:	2%
U.S. Equity Weighting:	19%
Canadian Equity Weighting:	79%

FTN.PR.A Trading Price:	\$10.00 (Mar 31/08)
Current Yield:	5.3% annually
Asset Coverage:	211%
Market Capitalization:	\$101,749,410

FTN Trading Price:	\$10.40 (Mar 31/08)
Current Yield:	10.3% annually
Market Capitalization:	\$105,819,386

Top Holdings (sorted by weight)

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

Weightings subject to change at any time.