



# 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	\$4.60	\$0.50	\$2.0364	\$7.1363
2007 YTD	\$0.90		\$0.3938	\$1.2938
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

Sun Life Financial (TSX: SLF) increased their quarterly dividend 6% to \$0.34 per common share, up 13% year over year (July 07). Great West Life (TSX: GWO) increased their quarterly dividend 8% to \$0.2750 per common share (Aug 07).

Toronto-Dominion Bank (TSX: TD) increased its quarterly common share dividend to \$0.57 a share, an 8% increase (Aug 07). Royal Bank of Canada (TSX: RY) increased its quarterly common share dividend to \$0.50 a share, a 9% increase (Aug 07). Bank of Montreal (TSX: BMO) increased its quarterly common share dividend to \$0.70 a share, a 2.9% increase (Aug 07). Canadian Imperial Bank of Commerce (TSX: CM) increased its quarterly common share dividend to \$0.87 a share, a 12% increase (Aug 07).

SLF, GWO, TD, RY, BMO and CM are holdings of Financial 15 Split.

The Financial 15 Split portfolio has a current dividend yield of approximately 3.5%.

## Details

Gross Proceeds:	\$272,500,000
Units Issued:	10,900,000
Inception Date:	Nov 14, 2003
Termination Date:	Dec 1, 2008
Net Asset Value:	\$27.12 (Sep 28/07)
Cash Weighting:	6%
U.S. Equity Weighting:	21%
Canadian Equity Weighting:	73%
<b>FTN.PR.A</b> Issue Price	\$10.00
Trading Price:	\$10.12 (Sep 28/07)
Current Yield:	5.2% annually
<b>FTN</b> Issue Price:	\$15.00
Trading Price:	\$16.19 (Sep 28/07)
Current Yield:	7.4% annually

## Top Holdings Sorted By Weight Symbol

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

Weightings subject to change at any time.