



UPDATE

US 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 U.S. financial services companies. Two types of shares are available, a Class A and a Preferred.

Objectives

Preferred Shares (TSX: FTU.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, 2012 (termination date), to pay the holders of the Preferred Shares the original issue price of those shares.

Class A Shares (TSX: FTU):

(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, 2012 (termination date), to pay the holders of Class A Shares at least the original issue price of those shares.

Distributions (by record date)

| | FTU | FTU.PR.A | Total |
|----------------------|---------------|-----------------|-----------------|
| Total to Date | \$2.80 | \$1.2445 | \$4.0445 |
| 2007 YTD | \$0.60 | \$0.2625 | \$0.8625 |
| 2006 | \$1.20 | \$0.5250 | \$1.7250 |
| 2005 | \$1.00 | \$0.4570* | \$1.4570 |

*Initial Distribution was for the period Feb 15/05 to Apr 29/05

Details

| | |
|-------------------|---------------------|
| Gross Proceeds: | \$121,875,000 |
| Units Issued: | 4,875,000 |
| Inception Date: | Feb 15, 2005 |
| Termination Date: | Dec 1, 2012 |
| Net Asset Value: | \$22.65 (Jun 29/07) |

| | |
|-----------------------------|---------|
| Cash Weighting: | 10% |
| U.S. Equity Weighting: | 90% |
| Portfolio Currency Hedging: | 50%-60% |

| | |
|-----------------------------|---------------------|
| FTU.PR.A Issue Price | \$10.00 |
| Trading Price: | \$10.31 (Jun 29/07) |
| Current Yield: | 5.1% annually |

| | |
|-------------------------|---------------------|
| FTU Issue Price: | \$15.00 |
| Trading Price: | \$13.00 (Jun 29/07) |
| Current Yield: | 9.2% annually |

Holdings Sorted By Weight Symbol

| | |
|------------------------------|------|
| US Bancorp | USB |
| American International Group | AIG |
| Citigroup | C |
| Bank of America | BAC |
| Morgan Stanley | MWD |
| Goldman Sachs | GS |
| PNC Financial Services | PNC |
| SunTrust Banks | STI |
| Fifth Third Bancorp | FITB |
| Merrill Lynch | MER |
| American Express | AXP |
| Wachovia | WB |
| Lehman Brothers | LEH |
| Wells Fargo | WFC |
| Washington Mutual | WM |

Weightings subject to change at any time.