



# 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
<b>Total to Date</b>	<b>\$1.90</b>	<b>\$0.8508</b>	<b>\$2.7508</b>
2006 YTD	\$0.90	\$0.3938	\$1.2938
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:	\$23.73 (Sep 29/06)
Cash Weighting:	11%
U.S. Equity Weighting:	89%
Portfolio Currency Hedging:	70%-75%

<b>FTU.PR.A</b> Issue Price	\$10.00
Trading Price:	\$10.76 (Sep 29/06)
Current Yield:	4.9% annually

<b>FTU</b> Issue Price:	\$15.00
Trading Price:	\$12.25 (Sep 29/06)
Current Yield:	9.8% annually

## Holdings Sorted By Weight Symbol

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

Weightings subject to change at any time.