

Monthly Update

US Financial 15 Split Corp is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in a diversified, portfolio consisting of 15 U.S. financial services companies. Two types of shares are available, a Class A and a Preferred.

	One Month to Sept 30, 2011	Year to Date Sept 30, 2011
TSX	-8.97%	-13.53%
S&P 500	-7.18%	-10.04%
DJII	-6.03%	-5.74%
NASDAQ	-6.36%	-8.95%

Distributions (by record date)

	FTU	FTU.PR.A	Total
Total to Date	\$3.70	\$2.9133	\$6.6133
2011 YTD	\$0.00	\$0.3938	\$0.3938
2010	\$0.00	\$0.4438	\$0.4438
2009	\$0.00	\$0.0438	\$0.0438
2008	\$0.30	\$0.5250	\$0.8250
2007	\$1.20	\$0.5250	\$1.7250
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

Commentary

The North American financial markets continued to weaken during the month largely as a result of US economic data suggesting the economic recovery had begun to moderate significantly. Global economic indicators have deteriorated with several Euro zone countries having to consider significant reductions in spending to reign in record deficits. Market participants are concerned that this will further impact growth in these countries with a spillover to overall world growth. As mentioned in previous commentaries, the key question of whether economic growth can become sustainable without the continued record levels of fiscal and monetary stimulus, remains to be answered in the coming months and years.

Canadian economic indicators generally remain relatively strong with housing and employment conditions much stronger than most other developed economies. Although it should be noted that Canadian economic growth did stall out in the second quarter and could continue to deteriorate if global financial conditions worsen. Record low interest rates in North America are expected to remain until economic growth is deemed to be on a self sustaining growth path. In the context of these low rates, the valuations of the companies in the portfolio generally remain at very reasonable levels when measured by price to earnings ratios and current dividend yields and this should continue to act as a major support at these current market prices. The dividend income continues to be supplemented by income generated from the covered call writing overlay on the companies in the Portfolio.

Details

Gross Proceeds:	\$121,857,000
Units Issued:	4,875,000
Inception Date:	February 15, 2005
Termination Date:	December 1, 2012
Net Asset Value	\$3.83
Cash Weighting:	1%
U.S. Equity Weighting:	99%
Portfolio Currency Hedging:	80-90%
FTU.PR.A Trading Price:	\$3.68
Current Yield*:	14.27%
Market Capitalization:	\$11,339,832
FTU Trading Price:	\$0.28
Current Yield*:	0.00%
Market Capitalization:	\$862,813

*Last distribution annualized.

Top Holdings (sorted by weight)

J.P. Morgan Chase & Co.
 CME Group Inc.
 Goldman Sachs Group Inc.
 US Bancorp.
 Fifth Third Bancorporation
 Knight Capital Group Inc.
 Bank of America Corp.
 SunTrust Banks Inc.
 State Street Corp
 Wells Fargo & Co.
 Morgan Stanley
 Bank of New York Mellon Corp.
 Citigroup Inc.
 BB & T Corporation
 City National Corporation

Weightings subject to change at any time.