

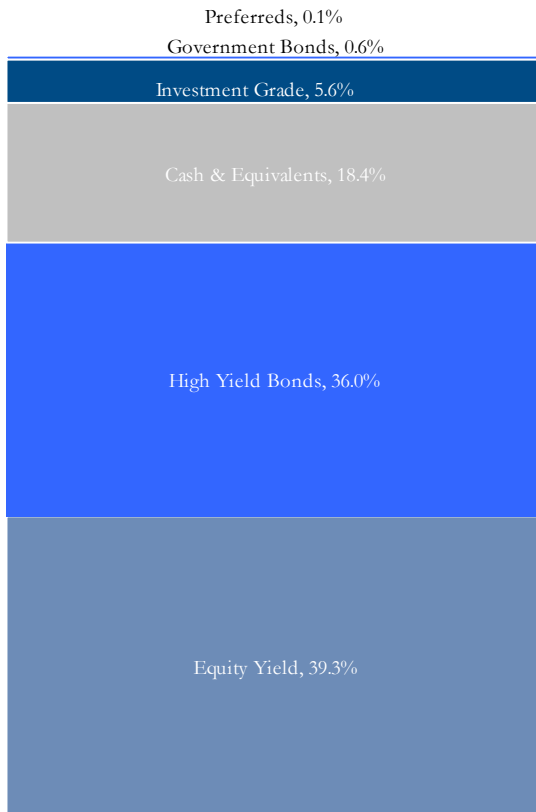


Portfolio data as of December 31, 2011

## Mandate Characteristics

Inception Date:	December 1996
Asset Class:	Canadian Balanced Income
Total Assets:	\$6.1 billion
Portfolio Manager:	Signature Global Advisors
Benchmark:	40% Merrill Lynch HY Master II, 40% S&P/TSX Composite, 10% DEX Corporate Bond & 10% S&P Global Equity (CAD\$)

## Asset Allocation Breakdown



## CI Signature High Income Portfolio

(Available on a pooled or segregated basis)

### Investment Objective

The objective of this product is to generate a high level of income and long-term capital growth. The portfolio invests primarily in high-yielding equity securities as well as Canadian and U.S. corporate bonds.

### Commentary as at December 31, 2011

The bifurcation in the income markets that developed in the second and third quarters continued into the fourth quarter. In a “flight to safety,” securities deemed to be lower risk – such as government bonds of certain countries, investment-grade corporate bonds and high-quality equities such as selected Canadian and U.S. REITs and Canadian pipeline companies – have become increasingly expensive and therefore offer reduced yields. Meanwhile, assets with only marginally higher risk, such as lower-rated high-yield corporate bonds, have become cheap and are offering attractive yields.

Our decision to raise cash in the second and third quarters benefited the fund this year and the high cash level, which stood at about 18.5% at December 31, 2011, was maintained through the fourth quarter. Although this conservative positioning detracted from performance in the fourth quarter, we are maintaining this position in response to the continuing elevated risks in global markets, including the ongoing European sovereign debt crisis, the high possibility of a recession in European and the potential for a global economic slowdown.

We see good value in the high-yield bond market, high-quality REITs, especially those outside of North America, infrastructure and certain high dividend paying equities. We expect to make measured investments in these opportunities in the short term but will invest more aggressively as conditions improve.

Top 5 Equity Holdings	Weight	Bond Characteristics	
Inter Pipeline Fund LP	2.3%	Duration	2.7 yrs
Brookfield Asset Management Inc.	2.1%	Current Yield	6.0%
Canadian Real Estate Investment Trust	1.7%	Average Credit Quality	BBB
Cominar Real Estate Investment Trust	1.7%	(Bond only & Moody's credit rating)	
Transurban Group NPV	1.5%		
Top 5 Fixed Income Holdings		Sector Distribution	
JP Morgan Chase & Co., NTS FLT Perp/Call	0.9%	Financials	10.8%
PNC Financial Services, 6.75% August 1, 2021	0.9%	Non Financials	4.3%
Teck Resources Ltd., 10.75%, May 15, 2019	0.6%	Other Corporate	84.9%
Wells Fargo & Co. 7.98% BDS Feb 28, 2049	0.6%		
Kinetic Concepts Inc. 10.5%, Nov. 1, 2018	0.6%		

As of December 31, 2011 (CAD\$)	Trailing Periods								Calendar Years					
	MRQ	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Incp	2011	2010	2009	2008	2007	2006
Gross Returns	5.2	6.4	6.4	18.2	6.0	8.0	11.1	11.4	6.4	17.1	32.6	-20.3	1.7	8.4
Benchmark	3.4	-0.5	-0.5	14.0	3.0	5.6	5.4	6.1	-0.5	12.5	32.2	-20.3	-1.7	14.3
Excess Returns	1.8	6.9	6.9	4.2	3.0	2.4	5.7	5.3	6.9	4.6	0.4	0.0	3.4	-5.9
Standard Deviation	---	---	5.4	6.8	10.1	9.6	8.7	---	5.4	6.3	7.5	16.5	5.4	6.0
Annualized Alpha	---	---	6.9	6.6	3.1	2.8	7.0	---	6.9	2.4	10.5	0.1	4.5	4.3
Tracking Error	---	---	1.6	3.6	3.9	4.8	6.1	---	1.6	2.8	5.4	5.2	3.5	7.5
Information Ratio	---	---	4.4	1.2	0.8	0.5	0.9	---	4.4	1.7	0.1	0.0	1.0	-0.8
Sharpe Ratio	---	---	1.0	2.6	0.4	0.6	1.0	---	1.0	2.6	4.3	-1.4	-0.5	0.7

The indicated rates of return are historical simple total returns (1 year) or average annual compound total returns (3, 5, 7 and 10 years and SI). All performance returns are gross of fees and based on the corresponding prospectus I-Class mutual fund strategy. Investment returns will fluctuate. The benchmark for the institutional strategy may differ from the mutual fund strategy. Past performance is not a reliable indicator of future performance. CI Institutional Asset Management and the CI Institutional Asset Management logo are trademarks of CI Investments Inc.™ Signature Global Advisors is a trademark of CI Investments Inc.