

Find clarity and transparency in the investment process

COSTS OF MAINTAINING YOUR ACCOUNT

The following three types of costs are associated with managing your account:

- **TMA portfolio management fee.** This fee covers the portfolio services rendered by TMA and is paid directly by our clients.

The following phrase will appear in each of our clients' personal Investment Policy Statement under the heading "Portfolio Management Fees": Your account will be debited automatically each month in arrears at a rate of X.XX% per annum (plus applicable taxes).

Our standard fee schedule is as follows:

Assets under management	Fee rate
On the first \$500,000	1.25%
On the next \$1.5M	1.00%
On the next \$3.0M	0.50%
Thereafter >	0.25%

Portfolio management fees paid to TMA for the management of non-registered investment accounts may be tax-deductible for Canadian residents.

TMA will waive our investment management fee on all Tax Free Savings Accounts (TFSAs) and Registered Education Savings Plans (RESPs) accounts until further notice.

- **Custody and brokerage fees.** TD Waterhouse Institutional Services (TDWIS) charges each TMA client account an annual *TD Custodian Fee* of \$200 plus taxes. This fee will be divided equally and billed quarterly directly to all account in arrears (\$50 plus taxes per quarter).



There are no trading commissions/fees charged on transactions. This includes all buy/sell transactions of Canadian & US equities, Exchange Traded Funds, bonds, and all mutual funds including the F & I Class Dimensional Fund Advisors Funds.

The TDWIS is tax deductible for all non-registered accounts.

TDWIS and TMA review the business relationship on a periodic basis to ensure that the business economics are equitable and fair for all parties and therefore TDWIS fees are subject to change.

- **Management fees of asset-class investments.** TMA uses F-Class and I-Class funds from Dimensional Fund Advisors (DFA) and exchange-traded funds (ETFs) in all client portfolios. When structuring portfolios, our objective is to gain exposure to various asset classes using investment products that combine the broadest diversification along with other benefits to our clients. Both DFA and ETFs funds have embedded fees that are deducted by the fund companies and subtracted from the returns received by investors. Details of these management fees are outlined in the table in the next page.

Management Expense Ratio of Asset Class Investments (as of Dec 31 st, 2011*)



Asset Class Investment	Asset Class Represented	Managed by	Fee**
Canadian Bonds			
Individual Cdn. gov't bonds	Short term Cdn. gov't bonds	Tulett, Matthews & Associates Inc.	0.00%
Individual high quality corporate bonds	Short term Cdn. corporate bonds	Tulett, Matthews & Associates Inc.	0.00%
DFA 5 Year Variable Maturity Fund	Short term High quality bonds (variable maturity)	Dimensional Fund Advisors	0.39%
iShares DEX Short Term Bond Index Fund (ETF)	Short term Cdn. bonds	Blackrock Asset Management	0.26%
iShares I-5 Yr Laddered Corporate Bond (ETF)	DEX I-5 Yr Corporate Bond Index	Blackrock Asset Management	0.28%
iShares DEX Universe Bond Index Fund (ETF)	Cdn. bond universe	Blackrock Asset Management	0.32%
DFA Investment Grade Fixed Income	Cdn. & Foreign Investment Grade	Dimensional Fund Advisors	0.40%
iShares Real Return Bond Fund (ETF)	Cdn. Govt. & Corp Inv. Grade Real Return Bonds	Blackrock Asset Management	0.37%
Canadian Equity			
iShares S&P/TSX 60 Index Fund (ETF)	Cdn. large cap stocks defined by the S&P*/TSX* 60 Index	Blackrock Asset Management	0.17%
DFA Canadian Core Fund	Cdn. market exposure including value and small cap companies	Dimensional Fund Advisors	0.38%
DFA Canadian Vector Fund	Canadian targeted value & small companies	Dimensional Fund Advisors	0.45%
U.S. Equity			
Vanguard® S&P 500 Index Fund (ETF)	U.S. large cap stocks, defined by the Standard & Poor's 500 Index	The Vanguard Group Inc.	0.06%
iShares S&P 500 Index Fund (ETF)	U.S. large cap stocks, defined by the Standard & Poor's 500 Index	Blackrock Asset Management	0.09%
DFA U.S. Core Fund	U.S. market exposure including value and small cap companies	Dimensional Fund Advisors	0.42%
DFA U.S. Vector Fund	U.S. targeted value & small cap companies	Dimensional Fund Advisors	0.48%
International Equity			
Vanguard MSCI EAFE Fund (ETF)	Int'l large cap. co's defined by MSCI EAFE® Index	The Vanguard Group Inc.	0.12%
iShares MSCI EAFE Index Fund (ETF)	Int'l large cap. companies defined by MSCI EAFE Index.	Blackrock Asset Management	0.34%
DFA International Core Fund	Int'l market exposure including value and small cap companies	Dimensional Fund Advisors	0.57%
DFA Int. Vector Fund	Int'l targeted value and small cap companies	Dimensional Fund Advisors	0.68%
Emerging Market Companies			
Vanguard® Emerging Market Index Fund (ETF)	Emerging mkt. companies defined by MSCI Emerging Markets Index	The Vanguard Group Inc.	0.22%
iShares MSCI Emerging Markets Index Fund (ETF)	Emerging mkt. companies defined by MSCI Emerging Markets Index	Blackrock Asset Management	0.67%

Source: Blackrock Asset Management, Dimensional Fund Advisors, Vanguard Corp.

Disclaimer: TMA client portfolios are customized on an individual basis. Client portfolios may be managed by using various asset class investments within the overall portfolio. The MER stated in this report does not include the TMA asset management fee.

* iShares fees as of Dec. 31 st. 2010 ** taxes not included