

**Barclays Global Investors
Canada Limited**

Annual Audited Financial Statements

As at December 31, 2008

BARCLAYS GLOBAL INVESTORS CANADA LIMITED FUNDS
ANNUAL AUDITED FINANCIAL STATEMENTS
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*Applicable to Canada Market Neutral Fund, CoreActive Universe Bond Fund, CorePlus Long Bond Fund, CorePlus Universe Bond Fund, Liability Duration Fund 2014-2018 Fund, Liability Duration Fund 2024-2028 Fund, and Liability Duration Fund 2034-2038 Fund only

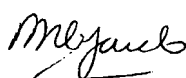
S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF NET ASSETS

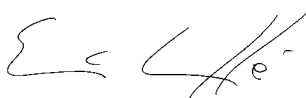
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 1,488,986,423	\$ 1,569,986,353
Cash	5,158,363	9,441,530
Margin due from brokers	3,181,656	1,998,006
Interest receivable	6,750	22,282
Securities lending income receivable	16,979	11,322
Dividends and distributions from underlying trust units receivable	5,141,009	4,069,805
Accounts receivable from issue of units	50,392,185	5,925,498
Accounts receivable for investment sales	-	1,509,231
	1,552,883,365	1,592,964,027
Liabilities		
Operating expenses payable	89,045	90,604
Payables for redemption of units	13,484,161	651,531
Payables for investment purchases	1,550,553	6,036,227
	15,123,759	6,778,362
Net Assets	\$ 1,537,759,606	\$ 1,586,185,665
Net Assets per Class		
Class A	\$ 619,886,568	\$ 407,217,375
Class D	917,873,038	1,178,968,290
	\$ 1,537,759,606	\$ 1,586,185,665
Number of Units Issued and Outstanding (Note 8)		
Class A	16,923,415	7,489,899
Class D	60,013,572	51,919,452
	60,013,572	51,919,452
Net Assets per Unit		
Class A	\$ 36.63	\$ 54.37
Class D	\$ 15.29	\$ 22.71
	\$ 15.29	\$ 22.71
Investments at Cost	\$ 1,831,962,328	\$ 1,186,774,738

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income and distributions from underlying trust units	\$ 49,344,042	\$ 35,609,291
Interest income	312,178	414,314
Securities lending income	504,147	376,162
Net gain (loss) from futures contracts	(3,636,525)	1,042,707
Foreign exchange loss	(23,548)	(14,417)
Withholding taxes	(29,846)	(21,758)
	46,470,448	37,406,299
Expenses		
Trustee fees	1,561	1,601
Custodian fees	93,121	77,848
Fund accounting expenses	75,585	69,052
Unitholder communication costs	1,075	-
Audit fees	22,435	20,514
Securities filing fees	20,201	10,768
Other operating expenses	22,956	29,963
	236,934	209,746
Net Investment Income for the Year	46,233,514	37,196,553
Gain (Loss) on Investments		
Net realized gain on sale of investments	2,711,922	65,308,744
Transaction costs (Note 2)	(142,997)	(125,814)
Net change in unrealized appreciation (depreciation) in value of investments	(726,187,520)	40,111,380
Net Gain (Loss) on Investments	(723,618,595)	105,294,310
Increase (Decrease) in Net Assets from Operations	\$ (677,385,081)	\$ 142,490,863
Increase (Decrease) in Net Assets from Operations per Class		
Class A	\$ (288,534,434)	\$ 37,355,459
Class D	(388,850,647)	105,135,404
	\$ (677,385,081)	\$ 142,490,863
Increase (Decrease) in Net Assets from Operations per Unit		
Class A	\$ (24.09)	\$ 4.94
Class D	\$ (7.36)	\$ 2.06

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>		<i>Class D</i>	
Net Assets - Beginning of Year (Note 11)	\$ 1,586,185,665	\$ 1,415,781,129	\$ 407,217,375	\$ 381,726,625	\$ 1,178,968,290	\$ 1,034,054,504
Increase (Decrease) in Net Assets from Operations	(677,385,081)	142,490,863	(288,534,434)	37,355,459	(388,850,647)	105,135,404
Capital Transactions						
Proceeds from issue of units	910,634,722	398,164,201	570,419,236	68,083,895	340,215,486	330,080,306
Reinvestment of distributions	51,243,387	102,821,725	19,750,240	26,361,505	31,493,147	76,460,220
Redemption of units	(281,675,700)	(370,250,528)	(69,215,609)	(79,948,605)	(212,460,091)	(290,301,923)
Net capital transactions	680,202,409	130,735,398	520,953,867	14,496,795	159,248,542	116,238,603
Distributions						
From net investment income	(45,111,094)	(38,087,913)	(17,421,887)	(9,742,559)	(27,689,207)	(28,345,354)
From capital gains	(6,132,293)	(64,733,812)	(2,328,353)	(16,618,945)	(3,803,940)	(48,114,867)
Total distributions	(51,243,387)	(102,821,725)	(19,750,240)	(26,361,504)	(31,493,147)	(76,460,221)
Increase (Decrease) in Net Assets for the Year	(48,426,059)	170,404,536	212,669,193	25,490,750	(261,095,252)	144,913,786
Net Assets - End of Year	\$ 1,537,759,606	\$ 1,586,185,665	\$ 619,886,568	\$ 407,217,375	\$ 917,873,038	\$ 1,178,968,290

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Common Stocks and Income Trusts				
Consumer Discretionary				
Astral Media, Inc.-Class A	85,370	2,683	2,063	
Canadian Tire Corp.-Class A	124,472	6,516	5,408	
Cineplex Galaxy Income Fund	69,300	1,161	947	
Cogeco Cable, Inc.	42,386	1,411	1,461	
Consumers' Waterheater Income Fund (The)	76,879	1,078	715	
Corus Entertainment, Inc.-Class B	122,170	2,047	1,679	
Dorel Industries, Inc.-Class B	46,170	1,639	1,252	
Forzani Group, Ltd. (The)-Class A	48,613	727	348	
Gildan Activewear, Inc.	191,038	3,989	2,707	
Groupe Aeroplan, Inc.	319,882	5,094	2,773	
Magna International, Inc.-Class A	178,172	13,394	6,525	
Quebecor, Inc.-Class B	73,776	1,960	1,448	
Reitman's (Canada), Ltd.-Class A	85,412	1,517	993	
RONA, Inc.	185,849	2,847	2,228	
Sears Canada, Inc.	51,490	953	901	
Shaw Communications, Inc.-Class B	519,104	8,473	11,207	
Thomson Reuters Corp.	303,417	12,092	10,799	
Tim Hortons, Inc.	287,000	8,899	10,005	
Torstar Corp.-Class B	87,444	1,701	718	
Yellow Pages Income Fund	812,800	11,082	5,389	
		89,263	69,566	4.5
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	221,974	3,120	3,114	
Empire Co., Ltd.-Class A	39,197	1,386	1,901	
George Weston, Ltd.	76,593	5,936	4,568	
Jean Coutu Group, Inc.-Class A	190,549	2,563	1,561	
Loblaw Companies, Ltd.	160,586	7,629	5,611	
Maple Leaf Foods, Inc.	104,166	1,296	1,152	
Metro, Inc.-Class A	174,376	4,635	6,443	
North West Co. Fund	78,000	1,352	1,311	
Saputo, Inc.	214,616	4,939	4,734	
Shoppers Drug Mart Corp.	346,077	14,428	16,622	
Viterra, Inc.	378,445	3,913	3,588	
		51,197	50,605	3.3
Energy				
Addax Petroleum Corp.	152,400	5,319	3,214	
Advantage Energy Income Fund	231,199	3,171	1,165	
AltaGas Income Trust	112,400	2,797	1,918	
ARC Energy Trust	341,300	8,687	6,843	
Baytex Energy Trust	157,500	3,475	2,281	
Birchcliff Energy, Ltd.	171,986	2,402	846	
Bonavista Energy Trust	151,800	5,076	2,561	
Calfrac Well Services, Ltd.	38,220	1,113	333	
Cameco Corp.	581,037	14,000	12,173	
Canadian Natural Resources, Ltd.	859,259	41,382	41,889	
Canadian Oil Sands Trust	762,300	26,094	16,031	

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Connacher Oil and Gas, Ltd.	322,360	1,360	235	
Crescent Point Energy Trust	197,900	5,001	4,750	
Crew Energy, Inc.	110,072	1,801	578	
Daylight Resources Trust	147,802	1,538	1,140	
Enbridge, Inc.	589,752	19,897	23,295	
EnCana Corp.	1,189,660	59,972	67,513	
Enerflex Systems Income Fund	69,086	871	715	
Enerplus Resources Fund	258,727	12,446	6,173	
Ensign Energy Services, Inc.	200,981	3,014	2,647	
Fairborne Energy, Ltd.	96,600	700	565	
Fort Chicago Energy Partners, LP	216,178	2,376	1,539	
Freehold Royalty Trust	57,600	1,079	599	
Galleon Energy, Inc.-Class A	126,700	1,961	642	
Harvest Energy Trust	247,811	6,885	2,582	
Highpine Oil & Gas, Ltd.	87,757	1,367	453	
Husky Energy, Inc.	397,368	11,183	12,259	
Imperial Oil, Ltd.	404,663	15,099	16,579	
Inter Pipeline Fund	357,411	3,360	2,520	
InterOil Corp.	40,891	1,061	660	
Iteration Energy, Ltd.	258,542	2,043	344	
Keyera Facilities Income Fund	102,160	1,972	1,814	
Major Drilling Group International	36,600	1,570	450	
Mullen Group Income Fund	99,400	2,544	1,262	
NAL Oil & Gas Trust	155,900	2,382	1,224	
Nexen, Inc.	823,766	18,472	17,563	
Niko Resources, Ltd.	66,675	4,202	2,826	
NuVista Energy, Ltd.	110,572	1,631	917	
Oilexco, Inc.	374,000	3,424	103	
OPTI Canada, Inc.	312,489	4,818	556	
Paramount Energy Trust	140,920	1,877	696	
Paramount Resources, Ltd.-Class A	48,706	681	329	
Pason Systems, Inc.	98,142	1,294	1,369	
Pembina Pipeline Income Fund	213,300	3,511	3,217	
Pengrowth Energy Trust	404,529	7,889	3,730	
Penn West Energy Trust	610,949	21,717	8,260	
Petrobank Energy & Resources, Ltd.	131,851	3,864	2,650	
Petro-Canada	768,626	29,162	20,453	
Peyto Energy Trust	171,851	3,419	1,688	
Precision Drilling Trust	202,300	5,984	2,035	
ProEx Energy, Ltd.	96,900	1,574	1,067	
Progress Energy Trust	161,900	2,336	1,434	
Provident Energy Trust	407,500	4,676	2,139	
Savanna Energy Services Corp.	93,842	1,757	747	
ShawCor, Ltd.-Class A	92,920	1,893	1,696	
Suncor Energy, Inc.	1,485,794	50,188	35,243	
Talisman Energy, Inc.	1,609,746	22,437	19,607	
TransCanada Corp.	972,400	32,308	32,167	
Trican Well Service, Ltd.	197,353	2,669	1,561	
Trinidad Drilling, Ltd.	144,404	1,625	630	

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
TriStar Oil & Gas, Ltd.	181,119	2,631	2,047	
UTS Energy Corp.	721,864	2,809	556	
Vermilion Energy Trust	111,900	3,776	2,801	
		517,622	407,879	26.5
Financials				
AGF Management, Ltd.-Class B	112,388	2,439	1,054	
Bank of Montreal	855,245	42,831	26,701	
Bank of Nova Scotia	1,598,279	65,208	52,983	
Boardwalk REIT	62,600	1,699	1,599	
Brookfield Asset Management, Inc.-Class A	783,049	18,214	14,518	
Brookfield Properties Co.	303,534	5,785	2,823	
Calloway REIT	108,946	2,319	1,233	
Canadian Apartment Properties REIT	106,200	1,571	1,668	
Canadian Imperial Bank of Commerce	604,249	41,376	30,799	
Canadian REIT	95,600	2,367	2,158	
Canadian Western Bank	99,346	1,718	1,225	
Chartwell Seniors Housing REIT	145,400	1,596	781	
CI Financial Income Fund	187,846	4,861	2,720	
Cominar REIT	60,100	1,333	962	
Davis + Henderson Income Fund	68,391	1,336	1,141	
Dundee Corp.-Class A	112,700	1,731	676	
Extencicare REIT	106,448	1,191	615	
Fairfax Financial Holdings, Ltd.	26,714	6,207	10,201	
FirstService Corp.	38,605	787	615	
Great-West Lifeco, Inc.	357,565	9,876	7,398	
H&R REIT	228,235	4,343	1,689	
Home Capital Group, Inc.	48,544	1,390	945	
IGM Financial, Inc.	168,069	6,613	5,953	
Industrial Alliance Insurance and Financial Services, Inc.	127,300	3,632	2,922	
ING Canada, Inc.	55,407	2,646	1,751	
InnVest REIT	111,100	1,163	426	
Itemus, Inc.	9,194	1	0	
Kingsway Financial Services, Inc.	85,391	1,247	548	
Laurentian Bank of Canada	37,831	1,280	1,298	
Manulife Financial Corp.	2,556,018	77,520	53,063	
National Bank of Canada	253,780	12,154	7,941	
Northbridge Financial Corp.	27,809	777	1,080	
Power Corp. of Canada	527,475	15,709	11,715	
Power Financial Corp.	356,962	10,993	8,456	
Primaris Retail REIT	94,671	1,462	994	
RioCan REIT	349,800	7,187	4,778	
Royal Bank of Canada	2,213,977	89,423	79,703	
Sun Life Financial, Inc.	888,499	35,340	25,189	
TMX Group, Inc.	119,434	4,094	3,006	
Toronto-Dominion Bank	1,343,351	73,571	58,328	
		564,990	431,655	28.1

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Health Care				
Biovail Corp.	203,041	4,555	2,337	
Cardiome Pharma Corp.	101,063	1,168	556	
CML Healthcare Income Fund	140,103	2,027	1,799	
MDS, Inc.	153,693	2,893	1,153	
		10,643	5,845	0.4
Industrials				
BFI Canada, Ltd.	90,976	1,530	943	
Bombardier, Inc.-Class B	2,325,712	14,626	10,280	
CAE, Inc.	407,348	3,536	3,283	
Canadian National Railway Co.	743,980	29,308	33,286	
Canadian Pacific Railway, Ltd.	243,190	11,611	9,937	
Finning International, Inc.	269,378	5,265	3,831	
Jazz Air Income Fund	185,400	1,258	595	
Newalta Income Fund	64,300	1,454	409	
Ritchie Bros. Auctioneers, Inc.	172,000	4,770	4,439	
Russel Metals, Inc.	94,792	1,883	1,798	
SNC-Lavalin Group, Inc.	239,611	6,997	9,508	
Stantec, Inc.	71,647	1,817	2,141	
Superior Plus Income Fund	137,249	2,366	1,486	
Tee-Comm Electronics, Inc.	46,648	0	0	
Toromont Industries, Ltd.	103,105	2,350	2,361	
Transat AT, Inc.-Class B	49,915	1,169	593	
Transcontinental, Inc.-Class A	107,565	2,141	1,057	
TransForce, Inc.	112,680	824	465	
Westjet Airlines, Ltd.	202,020	2,925	2,644	
Westshore Terminals Income Fund	96,881	1,323	924	
		97,153	89,980	5.8
Information Technology				
Celestica, Inc.	311,738	5,180	1,721	
CGI Group, Inc.-Class A	437,673	4,196	4,158	
MacDonald Dettwiler & Associates, Ltd.	67,772	2,152	1,462	
Nortel Networks Corp.	757,483	32,625	242	
Onex Corp.	151,303	3,494	2,725	
Open Text Corp.	81,933	2,705	3,004	
Research In Motion, Ltd.	784,641	48,658	38,808	
		99,010	52,120	3.4
Materials				
Aecon Group, Inc.	80,100	1,432	879	
Agnico-Eagle Mines, Ltd.	244,504	9,872	15,348	
Agrium, Inc.	249,710	11,361	10,355	
Alamos Gold, Inc.	148,096	1,211	1,280	
Barrick Gold Corp.	1,384,840	47,804	61,875	
Canfor Corp.	135,425	1,466	1,016	
Cascades, Inc.	106,362	1,095	366	
CCL Industries-Class B	38,260	961	954	
Eldorado Gold Corp.	582,799	3,038	5,612	
Equinox Minerals, Ltd.	767,100	2,249	1,020	

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
European Goldfields, Ltd.	198,800	1,086	638	
First Quantum Minerals, Ltd.	110,595	4,603	1,946	
FNX Mining Co., Inc.	128,349	2,643	388	
Gammon Gold, Inc.	184,956	1,897	1,245	
Gerdau AmeriSteel Corp.	222,531	2,390	1,653	
Goldcorp, Inc.	1,157,887	34,018	44,417	
Harry Winston Diamond Corp.	94,779	3,103	526	
Hudbay Minerals, Inc.	241,329	3,097	738	
Iamgold Corp.	466,184	3,604	3,473	
Inmet Mining Corp.	66,799	2,738	1,296	
Ivanhoe Mines, Ltd.	428,631	3,832	1,359	
Kinross Gold Corp.	1,048,845	15,660	23,494	
Labrador Iron Ore Royalty Income Fund	50,500	1,627	1,075	
Lundin Mining Corp.	492,478	4,964	571	
Methanex Corp.	146,488	2,895	2,000	
New Gold, Inc.	321,800	1,780	550	
NOVA Chemicals Corp.	131,801	3,825	770	
PAN American Silver Corp.	128,036	2,934	2,658	
Potash Corp. of Saskatchewan	479,152	37,170	42,894	
Quadra Mining, Ltd.	99,700	1,822	270	
Red Back Mining, Inc.	291,400	1,966	2,480	
Sherritt International Corp.	466,336	5,524	1,446	
Silver Standard Resources, Inc.	100,895	2,382	1,928	
Silver Wheaton Corp.	400,698	4,941	3,161	
Silvercorp Metals, Inc.	233,600	1,393	605	
Sino-Forest Corp.-Class A	293,760	3,196	2,832	
Tanzanian Royalty Exploration Corp.	140,779	976	717	
Teck Cominco, Ltd.-Class B	756,098	18,229	4,529	
Thompson Creek Metals Co., Inc.	190,600	2,624	917	
Timberwest Forest Corp.	120,954	1,645	423	
Uranium One, Inc.	762,887	7,577	1,312	
West Fraser Timber Co., Ltd.	48,961	1,919	1,557	
Yamana Gold, Inc.	1,108,949	10,502	10,424	
		279,051	262,997	17.1
Telecommunication Services				
BCE, Inc.	1,279,458	41,310	32,050	
Bell Aliant Regional Communications Income Fund	201,697	6,267	4,734	
Manitoba Telecom Services, Inc.	102,732	4,558	3,644	
Rogers Communications, Inc.-Class B	846,184	22,752	30,953	
TELUS Corp.	503,514	18,414	18,711	
		93,301	90,092	5.9
Utilities				
Atco, Ltd.-Class I	64,686	2,310	2,437	
Canadian Hydro Developers, Inc.	219,200	1,299	651	
Canadian Utilities, Ltd.-Class A	94,784	3,492	3,830	
Emera, Inc.	177,680	3,501	3,941	
Energy Savings Income Fund	164,299	2,651	1,424	
EPCOR Power, LP	57,769	1,600	1,022	

S&P/TSX COMPOSITE INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fortis, Inc.	250,144	5,783	6,151	
Northland Power Income Fund	98,800	1,297	1,139	
TransAlta Corp.	314,891	7,764	7,652	
		29,697	28,247	1.8
Total Canadian Common Stocks and Income Trusts		1,831,927	1,488,986	96.8
Transaction Costs (Note 2)		35		
Total Investments		1,831,962	1,488,986	96.8
Other Assets and Liabilities			48,774	3.2
Net Assets			1,537,760	100.0

Open futures contracts held by the Fund as at December 31, 2008 are shown in Note 4.

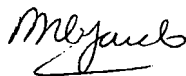
S&P/TSX EQUITY INDEX FUND

STATEMENT OF NET ASSETS

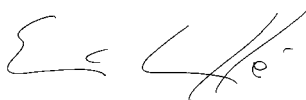
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 205,815,929	\$ 715,132,764
Cash	530,930	5,041,152
Margin due from brokers	671,777	890,574
Interest receivable	576	9,813
Securities lending income receivable	1,491	6,394
Dividends receivable	558,713	1,470,107
Accounts receivable from issue of units	1,702,913	-
Accounts receivable for investment sales	-	780,144
	209,282,329	723,330,948
Liabilities		
Operating expenses payable	46,335	54,725
Payables for redemption of units	138,243	82,482
Payables for investment purchases	237,834	-
	422,412	137,207
Net Assets	\$ 208,859,917	\$ 723,193,741
Number of Units Issued and Outstanding (Note 8)	5,611,822	12,933,716
Net Assets per Unit	\$ 37.22	\$ 55.92
Investments at Cost	\$ 262,121,266	\$ 578,525,836

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

S&P/TSX EQUITY INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 9,136,447	\$ 15,161,468
Interest income	188,701	199,022
Securities lending income	102,003	182,988
Net gain (loss) from futures contracts	(858,543)	423,843
Foreign exchange gain	46,255	-
Withholding taxes	(3,663)	(5,770)
	8,611,200	15,961,551
Expenses		
Trustee fees	1,572	1,600
Custodian fees	43,729	44,662
Fund accounting expenses	45,272	55,155
Unitholder communication costs	1,075	-
Audit fees	19,631	18,551
Securities filing fees	404	159
Other operating expenses	6,436	15,278
	118,119	135,405
Net Investment Income for the Year	8,493,081	15,826,146
Gain (Loss) on Investments		
Net realized gain on sale of investments	60,824,587	84,531,484
Transaction costs (Note 2)	(90,293)	(43,474)
Net change in unrealized depreciation in value of investments	(192,912,265)	(10,054,148)
	(132,177,971)	74,433,862
Net Gain (Loss) on Investments		
Increase (Decrease) in Net Assets from Operations	\$ (123,684,890)	\$ 90,260,008
Increase (Decrease) in Net Assets from Operations per Unit	\$ (14.20)	\$ 5.40

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 723,193,741	\$ 940,008,310
Increase (Decrease) in Net Assets from Operations	(123,684,890)	90,260,008
Capital Transactions		
Proceeds from issue of units	84,242,746	17,805,143
Reinvestment of distributions	77,211,832	101,575,158
Redemption of units	(474,891,680)	(324,879,720)
Net capital transactions	(313,437,102)	(205,499,419)
Distributions		
From net investment income	(9,374,187)	(16,107,355)
From capital gains	(17,874,682)	(36,309,809)
From capital gains redemption in kind (Note 9)	(49,962,963)	(49,157,994)
Total distributions	(77,211,832)	(101,575,158)
Decrease in Net Assets for the Year	(514,333,824)	(216,814,569)
Net Assets - End of Year	\$ 208,859,917	\$ 723,193,741

S&P/TSX EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Common Stocks				
Consumer Discretionary				
Astral Media, Inc.-Class A	13,227	451	320	
Canadian Tire Corp.-Class A	18,756	1,259	815	
Cogeco Cable, Inc.	5,942	184	205	
Corus Entertainment, Inc.-Class B	19,267	323	265	
Dorel Industries, Inc.-Class B	6,929	204	188	
Forzani Group, Ltd. (The)-Class A	8,204	93	59	
Gildan Activewear, Inc.	28,631	708	406	
Groupe Aeroplan, Inc.	48,800	795	423	
Magna International, Inc.-Class A	26,626	1,945	975	
Quebecor, Inc.-Class B	11,388	301	224	
Reitman's (Canada), Ltd.-Class A	14,151	233	165	
RONA, Inc.	27,798	556	333	
Sears Canada, Inc.	7,254	164	127	
Shaw Communications, Inc.-Class B	79,196	1,137	1,710	
Tee-Comm Electronics, Inc.	28,952	0	0	
Thomson Reuters Corp.	45,856	1,869	1,632	
Tim Hortons, Inc.	43,407	1,321	1,513	
Torstar Corp.-Class B	12,162	251	100	
Transcontinental, Inc.-Class A	15,904	292	156	
		12,086	9,616	4.6
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	33,479	720	470	
Empire Co., Ltd.-Class A	6,007	221	291	
George Weston, Ltd.	11,478	912	685	
Jean Coutu Group, Inc.-Class A	30,354	386	249	
Loblaw Cos., Ltd.	23,965	1,301	837	
Maple Leaf Foods, Inc.	16,394	221	181	
Metro, Inc.-Class A	26,335	819	973	
Saputo, Inc.	32,320	746	713	
Shoppers Drug Mart Corp.	51,900	2,267	2,493	
Viterra, Inc.	57,859	544	548	
		8,137	7,440	3.6
Energy				
Addax Petroleum Corp.	22,778	853	480	
Birchcliff Energy, Ltd.	25,007	368	123	
Calfrac Well Services, Ltd.	5,140	161	45	
Cameco Corp.	87,603	3,020	1,835	
Canadian Natural Resources, Ltd.	129,435	7,861	6,310	
Connacher Oil and Gas, Ltd.	44,911	211	33	
Crew Energy, Inc.	17,565	330	92	
Enbridge, Inc.	89,158	3,339	3,522	
EnCana Corp.	179,458	10,458	10,184	
Ensign Energy Services, Inc.	30,457	641	401	
Fairborne Energy, Ltd.	15,452	112	90	
Galleon Energy, Inc.-Class A	17,858	318	91	

S&P/TSX EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Highpine Oil & Gas, Ltd.	13,960	262	72	
Husky Energy, Inc.	59,869	1,951	1,847	
Imperial Oil, Ltd.	61,198	2,543	2,507	
InterOil Corp.	6,054	131	98	
Iteration Energy, Ltd.	41,162	361	55	
Major Drilling Group International	5,777	253	71	
Nexen, Inc.	124,616	3,523	2,657	
Niko Resources, Ltd.	9,890	646	419	
NuVista Energy, Ltd.	15,673	257	130	
Oilexco, Inc.	51,121	427	14	
OPTI Canada, Inc.	49,996	810	89	
Paramount Resources, Ltd.-Class A	6,548	191	44	
Pason Systems, Inc.	14,707	213	205	
Petrobank Energy & Resources, Ltd.	19,879	467	400	
Petro-Canada	115,919	5,412	3,085	
ProEx Energy, Ltd.	14,434	244	159	
Savanna Energy Services Corp.	15,066	357	120	
ShawCor, Ltd.-Class A	14,428	284	263	
Suncor Energy, Inc.	223,531	8,789	5,302	
Talisman Energy, Inc.	243,835	4,682	2,970	
TransCanada Corp.	146,640	5,373	4,851	
Trican Well Service, Ltd.	29,752	709	235	
Trinidad Drilling, Ltd.	22,019	245	96	
TriStar Oil & Gas, Ltd.	26,277	439	297	
Uranium One, Inc.	116,389	1,427	200	
UTS Energy Corp.	110,558	512	85	
		68,180	49,477	23.7
Financials				
AGF Management, Ltd.-Class B	17,210	388	161	
Bank of Montreal	128,992	7,528	4,027	
Bank of Nova Scotia	240,644	11,023	7,977	
Brookfield Asset Management, Inc.-Class A	117,679	3,275	2,182	
Brookfield Properties Co.	47,245	1,089	439	
Canadian Imperial Bank of Commerce	91,029	6,902	4,640	
Canadian Western Bank	15,010	278	185	
Dundee Corp.-Class A	17,680	321	106	
Fairfax Financial Holdings, Ltd.	4,034	798	1,540	
FirstService Corp.	5,543	148	88	
Great-West Lifeco, Inc.	54,162	1,635	1,121	
Home Capital Group, Inc.	6,840	235	133	
IGM Financial, Inc.	25,267	1,140	895	
Industrial Alliance Insurance and Financial Services, Inc.	19,285	586	443	
ING Canada, Inc.	8,605	455	272	
Itemus, Inc.	5,706	0	0	
Kingsway Financial Services, Inc.	12,925	262	83	
Laurentian Bank of Canada	5,522	178	189	
Manulife Financial Corp.	385,869	13,105	8,011	

S&P/TSX EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
National Bank of Canada	38,225	2,279	1,196	
Northbridge Financial Corp.	4,304	144	167	
Onex Corp.	23,713	540	427	
Power Corp. of Canada	79,865	2,553	1,774	
Power Financial Corp.	54,319	1,828	1,287	
Royal Bank of Canada	333,953	15,218	12,022	
Sun Life Financial, Inc.	133,994	6,240	3,799	
TMX Group, Inc.	18,341	781	462	
Toronto-Dominion Bank	202,834	12,379	8,807	
		91,308	62,433	29.9
Health Care				
Biovail Corp.	31,405	699	361	
Cardiome Pharma Corp.	16,485	196	91	
MDS, Inc.	22,291	400	167	
		1,295	619	0.3
Industrials				
Aecon Group, Inc.	13,134	196	144	
BFI Canada, Ltd.	13,600	236	141	
Bombardier, Inc.-Class B	351,868	1,188	1,555	
CAE, Inc.	60,908	557	491	
Canadian National Railway Co.	112,170	5,445	5,018	
Canadian Pacific Railway, Ltd.	36,926	2,047	1,509	
Finning International, Inc.	40,938	858	582	
Ritchie Bros. Auctioneers, Inc.	25,100	696	648	
Russel Metals, Inc.	14,385	341	273	
SNC-Lavalin Group, Inc.	35,922	1,086	1,425	
Stantec, Inc.	11,250	277	336	
Toromont Industries, Ltd.	15,651	401	358	
Transat AT, Inc.-Class B	8,293	157	99	
TransForce, Inc.	15,434	102	64	
Westjet Airlines, Ltd.	31,435	403	411	
		13,990	13,054	6.2
Information Technology				
Celestica, Inc.	47,520	508	262	
CGI Group, Inc.-Class A	65,418	604	621	
MacDonald Dettwiler & Associates, Ltd.	10,048	369	217	
Nortel Networks Corp.	108,401	2,577	35	
Open Text Corp.	12,426	300	456	
Research In Motion, Ltd.	117,993	5,408	5,836	
		9,766	7,427	3.5
Materials				
Agnico-Eagle Mines, Ltd.	36,861	1,264	2,314	
Agrium, Inc.	37,958	1,528	1,574	
Alamos Gold, Inc.	22,449	205	194	
Barrick Gold Corp.	208,774	7,138	9,328	
Canfor Corp.	20,765	227	156	

S&P/TSX EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Cascades, Inc.	16,439	155	57	
CCL Industries-Class B	5,584	167	139	
Eldorado Gold Corp.	86,765	456	836	
Equinox Minerals, Ltd.	117,902	313	157	
European Goldfields, Ltd.	30,024	175	96	
First Quantum Minerals, Ltd.	16,384	768	288	
FNX Mining Co., Inc.	21,902	491	66	
Gammon Gold, Inc.	27,011	306	182	
Gerdau AmeriSteel Corp.	32,894	338	244	
Goldcorp, Inc.	174,721	5,216	6,702	
Harry Winston Diamond Corp.	13,567	547	75	
Hudbay Minerals, Inc.	37,604	525	115	
Iamgold Corp.	71,555	552	533	
Inmet Mining Corp.	10,521	393	204	
Ivanhoe Mines, Ltd.	63,363	601	201	
Kinross Gold Corp.	157,928	2,157	3,538	
Lundin Mining Corp.	72,893	812	85	
Methanex Corp.	23,144	490	316	
New Gold, Inc.	55,900	324	96	
NOVA Chemicals Corp.	20,274	794	118	
PAN American Silver Corp.	19,260	468	400	
Potash Corp. of Saskatchewan	72,269	4,373	6,470	
Quadra Mining, Ltd.	16,753	319	45	
Red Back Mining, Inc.	43,942	297	374	
Sherritt International Corp.	68,634	926	213	
Silver Standard Resources, Inc.	14,923	337	285	
Silver Wheaton Corp.	60,262	780	475	
Silvercorp Metals, Inc.	39,598	244	103	
Sino-Forest Corp.-Class A	44,044	413	425	
Tanzanian Royalty Exploration Corp.	21,698	145	110	
Teck Cominco, Ltd.-Class B	112,644	3,257	675	
Thompson Creek Metals Co., Inc.	30,662	394	147	
West Fraser Timber Co., Ltd.	7,330	286	233	
Yamana Gold, Inc.	166,712	1,608	1,567	
		39,789	39,136	18.7
Telecommunication Services				
BCE, Inc.	192,645	5,720	4,826	
Manitoba Telecom Services, Inc.	15,892	653	564	
Rogers Communications, Inc.-Class B	128,088	3,533	4,685	
TELUS Corp.	75,770	3,576	2,816	
		13,482	12,891	6.2
Utilities				
Atco, Ltd.-Class I	9,448	404	356	
Canadian Hydro Developers, Inc.	34,716	223	103	
Canadian Utilities, Ltd.-Class A	14,246	622	576	
Emera, Inc.	26,612	542	590	

S&P/TSX EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fortis, Inc.	38,122	1,011	937	
TransAlta Corp.	47,775	1,277	1,161	
		4,079	3,723	1.8
Total Canadian Common Stocks		262,112	205,816	98.5
Transaction Costs (Note 2)		9		
Total Investments		262,121	205,816	98.5
Other Assets and Liabilities			3,044	1.5
Net Assets			208,860	100.0

Open futures contracts held by the Fund as at December 31, 2008 are shown in Note 4.

PENSION U.S. EQUITY INDEX FUND

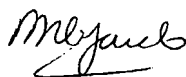
STATEMENT OF NET ASSETS

AS AT DECEMBER 31

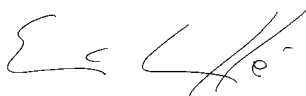
	2008	2007
Assets		
Investments - at fair value* (Note 2)	\$ 2,296,139,732	\$ 3,189,145,611
Cash	65,554,510	70,210,780
Margin due from brokers	251,357	-
Interest receivable	1,996	79,825
Dividends receivable	4,959,979	4,726,372
Accounts receivable from issue of units	184,495,362	7,062
Accounts receivable for investment sales	-	789,094
	2,551,402,936	3,264,958,744
Liabilities		
Margin due to brokers	-	430,473
Operating expenses payable	53,582	90,526
Payables for redemption of units	9,348,138	23,186,685
Payables for investment purchases	-	1,151,755
Net unrealized loss on forward currency contracts	-	2,072
	9,401,720	24,861,511
Net Assets	\$ 2,542,001,216	\$ 3,240,097,233
Net Assets per Class		
Class A	\$ 2,316,284,643	\$ 3,009,512,254
Class D	225,716,573	230,584,979
	\$ 2,542,001,216	\$ 3,240,097,233
Number of Units Issued and Outstanding (Note 8)		
Class A	321,753,910	329,447,096
Class D	17,982,021	14,487,658
Net Assets per Unit		
Class A	\$ 7.20	\$ 9.14
Class D	\$ 12.55	\$ 15.92
Investments at Cost*	\$ 2,928,015,507	\$ 3,411,189,903

* Includes short-term investments

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 66,939,185	\$ 83,429,981
Interest income	1,667,712	1,417,047
Net loss from futures contracts	(18,683,890)	(652,015)
Foreign exchange gain (loss)	7,516,380	(8,045,705)
Withholding taxes	-	68,936
	57,439,387	76,218,244
Expenses		
Trustee fees	1,570	1,594
Custodian fees	111,984	168,173
Fund accounting expenses	97,388	107,441
Unitholder communication costs	1,075	-
Audit fees	15,673	20,492
Securities filing fees	52,895	71,793
Other operating expenses	4,195	10,781
	284,780	380,274
Net Investment Income for the Year	57,154,607	75,837,970
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(266,890,197)	10,994,994
Transaction costs (Note 2)	(105,396)	(88,465)
Net change in unrealized depreciation in value of investments	(409,831,090)	(462,841,379)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	2,072	(2,072)
Net Loss on Investments	(676,824,611)	(451,936,922)
Decrease in Net Assets from Operations	\$ (619,670,004)	\$ (376,098,952)
Decrease in Net Assets from Operations per Class		
Class A	\$ (565,073,658)	\$ (350,434,842)
Class D	(54,596,346)	(25,664,110)
	\$ (619,670,004)	\$ (376,098,952)
Decrease in Net Assets from Operations per Unit		
Class A	\$ (1.80)	\$ (1.03)
Class D	\$ (3.33)	\$ (1.93)

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007	2008	2007
	Fund		Class A		Class D	
Net Assets - Beginning of Year (Note 11)	\$ 3,240,097,233	\$ 3,721,151,437	\$ 3,009,512,254	\$ 3,519,570,078	\$ 230,584,979	\$ 201,581,359
Decrease in Net Assets from Operations	(619,670,004)	(376,098,952)	(565,073,658)	(350,434,842)	(54,596,346)	(25,664,110)
Capital Transactions						
Proceeds from issue of units	1,266,059,634	980,507,532	1,179,477,390	888,358,611	86,582,244	92,148,921
Reinvestment of distributions	46,610,713	108,649,784	42,630,886	103,375,966	3,979,827	5,273,818
Redemption of units	(1,344,485,647)	(1,085,462,784)	(1,307,631,343)	(1,047,981,593)	(36,854,304)	(37,481,191)
Net capital transactions	(31,815,300)	3,694,532	(85,523,067)	(56,247,016)	53,707,767	59,941,548
Distributions						
From net investment income	(46,610,713)	(82,205,199)	(42,630,886)	(76,931,381)	(3,979,827)	(5,273,818)
From capital gains redemption in kind (Note 9)	-	(26,444,585)	-	(26,444,585)	-	-
Total distributions	(46,610,713)	(108,649,784)	(42,630,886)	(103,375,966)	(3,979,827)	(5,273,818)
Increase (Decrease) in Net Assets for the Year	(698,096,017)	(481,054,204)	(693,227,611)	(510,057,824)	(4,868,406)	29,003,620
Net Assets - End of Year	\$ 2,542,001,216	\$ 3,240,097,233	\$ 2,316,284,643	\$ 3,009,512,254	\$ 225,716,573	\$ 230,584,979

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Short-term Investments				
Government				
Government Guaranteed				
U.S. Treasury Bill				
0.00% March 19, 2009	400	486	494	
0.00% March 26, 2009	50	61	62	
0.00% April 09, 2009	500	608	617	
0.01% April 16, 2009	400	494	494	
0.01% May 14, 2009	450	547	555	
		2,196	2,222	0.1
Total Government		2,196	2,222	0.1
Total Short-term Investments		2,196	2,222	0.1
Common Stocks				
Consumer Discretionary				
Abercrombie & Fitch Co.-Class A	20,675	1,541	589	
Amazon.Com, Inc.	76,160	4,671	4,816	
Apollo Group, Inc.-Class A	25,213	1,759	2,385	
AutoNation, Inc.	25,307	505	309	
Autozone, Inc.	9,131	1,037	1,572	
Bed Bath & Beyond, Inc.	61,852	2,457	1,940	
Best Buy Co., Inc.	80,149	3,751	2,778	
Big Lots, Inc.	19,229	378	343	
Black & Decker Corp.	14,012	1,107	722	
Carnival Corp.	103,439	4,811	3,106	
CBS Corp.-Class B	162,160	4,128	1,639	
Centex Corp.	30,227	1,342	397	
Coach, Inc.	77,448	2,698	1,986	
Comcast Corp.-Class A	682,221	15,971	14,166	
D.R. Horton, Inc.	64,347	1,801	561	
Darden Restaurants, Inc.	32,818	1,163	1,142	
DIRECTV Group, Inc. (The)	128,927	3,416	3,627	
Eastman Kodak Co.	63,131	1,837	511	
Expedia, Inc.	49,758	1,373	506	
Family Dollar Stores, Inc.	32,931	1,025	1,058	
Ford Motor Co.	565,359	5,862	1,556	
Fortune Brands, Inc.	35,665	2,673	1,815	
GameStop Corp.-Class A	38,656	2,000	1,032	
Gannett Co., Inc.	53,515	3,224	527	
Gap (The), Inc.	110,462	2,469	1,826	
General Motors Corp.	143,394	4,585	565	
Genuine Parts Co.	37,771	1,844	1,765	
Goodyear Tire & Rubber Co. (The)	57,719	1,319	425	
H&R Block, Inc.	80,217	2,034	2,249	
Harley-Davidson, Inc.	55,284	2,924	1,156	
Harman International Industries, Inc.	14,202	1,223	293	
Hasbro, Inc.	29,344	812	1,055	
Home Depot, Inc.	401,642	16,781	11,414	

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
International Game Technology	69,815	2,254	1,024	
Interpublic Group of Cos., Inc.	112,789	1,684	547	
JC Penney Co., Inc.	53,073	2,618	1,290	
Johnson Controls, Inc.	140,271	3,881	3,141	
Jones Apparel Group, Inc.	17,605	549	127	
KB Home	17,952	771	302	
Kohl's Corp.	71,979	4,330	3,213	
Leggett & Platt, Inc.	37,553	944	704	
Lennar Corp.-Class A	34,547	1,614	370	
Lowe's Cos., Inc.	347,144	10,652	9,218	
Ltd. Brands	64,102	1,455	794	
Macy's, Inc.	98,285	3,101	1,256	
Marriott International, Inc.-Class A	69,074	2,341	1,655	
Mattel, Inc.	84,276	1,849	1,663	
McDonald's Corp.	264,037	13,324	20,261	
McGraw-Hill Cos. (The), Inc.	74,505	3,730	2,131	
Meredith Corp.	9,007	412	186	
New York Times Co.-Class A	28,195	833	255	
Newell Rubbermaid, Inc.	64,760	1,797	780	
News Corp.-Class A	544,646	10,044	6,098	
Nike, Inc.-Class B	93,046	5,036	5,855	
Nordstrom, Inc.	37,405	1,260	615	
Office Depot, Inc.	63,009	1,618	231	
Omnicom Group	73,629	3,570	2,443	
Polo Ralph Lauren Corp.	13,284	1,151	743	
Pulte Homes, Inc.	51,300	1,372	692	
RadioShack Corp.	30,760	775	453	
Scripps Networks Interactive-Class A	21,020	934	571	
Sears Holdings Corp.	13,291	1,753	637	
Sherwin-Williams Co. (The)	23,065	1,266	1,696	
Snap-On, Inc.	13,417	641	652	
Stanley Works (The)	18,359	956	772	
Staples, Inc.	169,252	4,063	3,740	
Starbucks Corp.	173,816	4,291	2,023	
Starwood Hotels & Resorts Worldwide, Inc.	43,630	2,400	964	
Target Corp.	178,015	10,088	7,584	
Tiffany & Co.	28,977	1,270	845	
Time Warner, Inc.	849,702	19,784	10,542	
TJX Cos., Inc.	99,452	2,747	2,525	
VF Corp.	20,831	1,440	1,402	
Viacom, Inc.-Class B	145,345	9,350	3,420	
Walt Disney Co.	438,510	14,428	12,267	
Washington Post Co. (The)-Class B	1,400	994	671	
Whirlpool Corp.	17,395	1,488	887	
Wyndham Worldwide Corp.	40,862	1,288	330	
Wynn Resorts, Ltd.	14,432	766	753	
Yum! Brands, Inc.	109,580	3,310	4,260	
		270,743	192,419	

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PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Consumer Staples				
Altria Group, Inc.	487,990	9,463	9,066	
Archer-Daniels-Midland Co.	151,991	4,951	5,404	
Avon Products, Inc.	100,797	3,541	2,988	
Brown-Forman Corp.-Class B	23,414	1,340	1,479	
Campbell Soup Co.	48,740	1,858	1,803	
Clorox Co.	32,812	2,150	2,251	
Coca-Cola Co. (The)	471,313	27,398	26,311	
Coca-Cola Enterprises, Inc.	74,100	1,666	1,099	
Colgate-Palmolive Co.	119,698	8,570	10,124	
ConAgra Foods, Inc.	105,914	2,765	2,157	
Constellation Brands, Inc.-Class A	45,288	1,230	882	
Costco Wholesale Corp.	102,562	6,237	6,640	
CVS Caremark Corp.	340,177	11,909	12,065	
Dean Foods Co.	37,096	1,232	822	
Dr Pepper Snapple Group, Inc.	59,669	1,558	1,195	
Estee Lauder Cos. (The), Inc.-Class A	27,659	1,152	1,056	
General Mills, Inc.	79,311	5,028	5,940	
Hershey Co. (The)	39,434	2,048	1,691	
HJ Heinz Co.	74,447	3,557	3,453	
JM Smucker Co. (The)	28,191	1,385	1,509	
Kellogg Co.	59,798	3,114	3,236	
Kimberly-Clark Corp.	97,950	6,999	6,376	
Kraft Foods Inc.-Class A	348,037	10,870	11,523	
Kroger Co. (The)	154,504	4,299	5,035	
Lorillard, Inc.	39,816	3,084	2,768	
McCormick & Co., Inc.	30,357	1,147	1,191	
Molson Coors Brewing Co.-Class B	35,259	1,724	2,128	
Pepsi Bottling Group, Inc.	31,908	1,062	886	
PepsiCo, Inc.	367,935	25,076	24,868	
Philip Morris International, Inc.	479,258	22,181	25,736	
Procter & Gamble Co.	707,287	47,460	53,960	
Reynolds American, Inc.	40,409	2,207	2,008	
Safeway, Inc.	101,559	3,629	2,980	
Sara Lee Corp.	168,235	3,368	2,031	
Supervalu, Inc.	49,622	1,598	893	
Sysco Corp.	142,030	4,904	4,022	
Tyson Foods, Inc.-Class A	70,090	1,191	758	
UST, Inc.	35,268	2,020	3,020	
Walgreen Co.	234,478	10,618	7,138	
Wal-Mart Stores, Inc.	529,644	32,275	36,622	
Whole Foods Market, Inc.	32,980	1,950	384	
		289,814	295,498	11.6
Energy				
Anadarko Petroleum Corp.	108,747	5,807	5,175	
Apache Corp.	79,260	6,669	7,292	
Baker Hughes, Inc.	73,023	4,834	2,889	
BJ Services Co.	68,730	2,093	988	

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Cabot Oil & Gas Corp.	24,144	1,454	775	
Cameron International Corp.	52,034	2,195	1,317	
Chesapeake Energy Corp.	128,020	4,695	2,549	
Chevron Corp.	481,333	38,023	43,775	
ConocoPhillips	353,176	25,141	22,585	
Consol Energy, Inc.	42,817	2,351	1,509	
Devon Energy Corp.	104,637	7,988	8,479	
El Paso Corp.	167,297	3,311	1,615	
Ensco International, Inc.	33,572	1,886	1,174	
EOG Resources, Inc.	59,101	4,822	4,850	
Exxon Mobil Corp.	1,205,031	93,800	118,444	
Halliburton Co.	211,636	7,035	4,742	
Hess Corp.	67,303	4,281	4,457	
Marathon Oil Corp.	167,380	6,630	5,635	
Massey Energy Co.	20,807	1,540	354	
Murphy Oil Corp.	45,202	2,937	2,475	
Nabors Industries, Ltd.	68,204	2,267	1,006	
National Oilwell Varco, Inc.	98,762	4,739	2,980	
Noble Corp.	62,527	2,582	1,704	
Noble Energy, Inc.	40,971	2,988	2,485	
Occidental Petroleum Corp.	191,860	10,793	14,202	
Peabody Energy Corp.	63,568	3,143	1,781	
Pioneer Natural Resources Co.	28,176	1,485	562	
Range Resources Corp.	36,971	1,909	1,565	
Rowan Cos., Inc.	26,847	981	526	
Schlumberger, Ltd.	283,537	18,671	14,817	
Smith International, Inc.	51,778	2,579	1,463	
Southwestern Energy Co.	81,197	3,667	2,899	
Spectra Energy Corp.	145,576	4,012	2,827	
Sunoco, Inc.	27,924	1,718	1,498	
Tesoro Corp.	31,762	1,336	515	
Valero Energy Corp.	122,245	6,104	3,266	
Weatherford International, Ltd.	161,821	3,928	2,161	
Williams Cos., Inc.	136,733	3,974	2,444	
XTO Energy, Inc.	136,603	6,144	5,946	
		310,512	305,726	12.0
Financials				
Aflac, Inc.	110,425	5,993	6,249	
Allstate Corp. (The)	126,970	6,989	5,135	
American Capital, Ltd.	45,716	1,783	181	
American Express Co.	274,748	14,824	6,292	
American International Group, Inc.	642,819	38,006	1,238	
Ameriprise Financial, Inc.	50,784	2,278	1,463	
AON Corp.	63,912	2,839	3,603	
Apartment Investment & Management Co. REIT-Class A	23,852	917	338	
Assurant Inc.	27,710	1,605	1,024	
AvalonBay Communities, Inc. REIT	18,376	2,360	1,374	
Bank of America Corp.	1,188,548	48,975	20,483	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Bank of New York Mellon Corp.	271,797	11,840	9,506	
BB&T Corp.	130,827	5,590	4,432	
Boston Properties, Inc. REIT	28,505	2,890	1,934	
Capital One Financial Corp.	92,725	6,574	3,650	
CB Richard Ellis Group, Inc.-Class A	53,939	1,259	286	
Charles Schwab Corp. (The)	221,592	4,721	4,421	
Chubb Corp.	84,266	4,621	5,303	
Cincinnati Financial Corp.	38,790	1,775	1,390	
CIT Group, Inc.	65,145	2,007	359	
Citigroup, Inc.	1,290,775	52,389	10,676	
CME Group, Inc.	15,830	7,579	4,059	
Comerica, Inc.	35,159	2,038	862	
Developers Diversified Realty Corp. REIT	30,521	1,566	183	
Discover Financial Services	114,965	2,373	1,351	
E*Trade Financial Corp.	125,335	1,724	176	
Equity Residential REIT	64,219	2,866	2,364	
Federated Investors, Inc.-Class B	20,717	772	433	
Fifth Third Bancorp	134,995	5,187	1,372	
First Horizon National Corp.	48,017	1,100	626	
Franklin Resources, Inc.	36,054	3,467	2,839	
Genworth Financial, Inc.-Class A	105,926	3,055	369	
Goldman Sachs Group, Inc.	104,734	15,357	10,911	
Hartford Financial Services Group, Inc.	71,850	5,557	1,454	
HCP, Inc.	59,790	1,977	2,050	
Host Hotels & Resorts, Inc. REIT	125,126	3,020	1,165	
Hudson City Bancorp, Inc.	123,329	2,051	2,428	
Huntington Bancshares, Inc.	85,557	1,762	808	
IntercontinentalExchange, Inc.	17,115	2,357	1,741	
Invesco, Ltd.	90,404	2,266	1,608	
Janus Capital Group, Inc.	38,462	950	381	
JPMorgan Chase & Co.	884,143	40,258	34,414	
Keycorp	115,651	3,125	1,211	
Kimco Realty Corp. REIT	54,397	2,218	1,224	
Legg Mason, Inc.	33,117	3,199	893	
Lincoln National Corp.	60,030	3,377	1,396	
Loews Corp.	85,704	3,277	2,987	
M&T Bank Corp.	18,440	2,019	1,305	
Marsh & McLennan Cos., Inc.	122,184	4,644	3,658	
Marshall & Ilsley Corp.	61,281	1,645	1,030	
MBIA, Inc.	46,978	1,589	236	
Merrill Lynch & Co., Inc.	379,177	17,377	5,449	
Metlife, Inc.	187,951	9,757	8,086	
Moody's Corp.	46,163	2,204	1,145	
Morgan Stanley	251,585	12,895	4,979	
NASDAQ OMX Group, Inc.	31,769	1,225	968	
National City Corp.	489,875	5,146	1,089	
Northern Trust Corp.	52,802	3,627	3,397	
NYSE Euronext	63,237	4,675	2,136	
People's United Financial, Inc.	82,500	1,813	1,812	

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STATEMENT OF PORTFOLIO INVESTMENTS

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Plum Creek Timber Co., Inc. REIT	40,004	1,754	1,716	
PNC Financial Services Group, Inc.	82,437	5,947	4,982	
Principal Financial Group	61,820	3,035	1,722	
Progressive Corp. (The)	159,842	3,851	2,920	
Prologis REIT	63,688	3,023	1,090	
Prudential Financial, Inc.	100,818	7,038	3,757	
Public Storage, Inc. REIT	29,673	2,601	2,912	
Regions Financial Corp.	165,501	5,015	1,624	
Simon Property Group, Inc. REIT	53,602	4,596	3,515	
SLM Corp.	109,822	4,090	1,205	
Sovereign Bancorp, Inc.	128,421	1,924	471	
State Street Corp.	102,476	6,830	4,974	
SunTrust Banks, Inc.	83,630	6,017	3,050	
T Rowe Price Group, Inc.	61,315	2,697	2,676	
Torchmark Corp.	20,386	1,225	1,123	
Travelers Cos. (The), Inc.	138,474	7,332	7,725	
Unum Group	78,442	1,921	1,800	
US Bancorp	415,591	14,160	12,831	
Vornado Realty Trust REIT	32,518	3,229	2,422	
Wachovia Corp.	513,731	21,268	3,507	
Wells Fargo & Co.	897,729	31,079	32,671	
XL Capital, Ltd.-Class A	78,712	3,293	356	
Zions Bancorporation	26,799	1,850	809	
		555,104	303,790	12.0
Health Care				
Abbott Laboratories	367,537	20,942	24,215	
Aetna, Inc.	109,235	4,397	3,843	
Allergan, Inc.	72,632	4,082	3,615	
AmerisourceBergen Corp.	37,040	1,689	1,630	
Amgen, Inc.	250,972	18,324	17,812	
Baxter International, Inc.	146,919	8,043	9,720	
Becton Dickinson & Co.	57,463	4,123	4,851	
Biogen Idec, Inc.	69,080	3,877	4,053	
Boston Scientific Corp.	354,675	6,414	3,385	
Bristol-Myers Squibb Co.	468,893	15,543	13,447	
Cardinal Health, Inc.	84,855	5,826	3,611	
Celgene Corp.	108,512	6,493	7,401	
Cephalon, Inc.	16,217	1,478	1,542	
Cigna Corp.	64,239	2,625	1,336	
Coventry Health Care, Inc.	35,073	1,842	644	
Covidien, Ltd.	119,251	5,485	5,335	
CR Bard, Inc.	23,563	1,860	2,450	
DaVita, Inc.	24,404	1,407	1,484	
DENTSPLY International, Inc.	34,993	1,267	1,220	
Eli Lilly & Co.	236,976	15,322	11,778	
Express Scripts, Inc.	58,607	2,928	3,978	
Forest Laboratories, Inc.	71,397	3,258	2,243	
Genzyme Corp.	64,061	4,917	5,249	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Gilead Sciences, Inc.	217,892	8,488	13,743	
Hospira, Inc.	38,168	1,640	1,262	
Humana, Inc.	40,212	1,988	1,850	
IMS Health, Inc.	42,491	1,178	795	
Intuitive Surgical, Inc.	9,268	2,505	1,452	
Johnson & Johnson	657,297	47,267	48,507	
King Pharmaceuticals, Inc.	59,259	1,152	775	
Laboratory Corp. Of America Holdings	25,585	1,718	2,030	
Life Technologies Corp.	40,441	1,152	1,160	
McKesson Corp.	65,334	3,575	3,118	
Medco Health Solutions, Inc.	117,982	4,365	6,104	
Medtronic, Inc.	264,908	15,060	10,272	
Merck & Co., Inc.	500,852	24,561	18,784	
Millipore Corp.	12,895	927	820	
Mylan, Inc.	71,151	1,382	868	
Patterson Cos., Inc.	21,692	834	502	
PerkinElmer, Inc.	27,998	751	480	
Pfizer, Inc.	1,597,304	48,392	34,922	
Quest Diagnostics, Inc.	37,550	2,045	2,404	
Schering-Plough Corp.	385,004	10,759	8,089	
St. Jude Medical, Inc.	81,611	3,464	3,314	
Stryker Corp.	57,387	3,227	2,830	
Tenet Healthcare Corp.	90,447	1,227	128	
Thermo Fisher Scientific Inc.	99,612	4,403	4,190	
UnitedHealth Group, Inc.	286,131	13,593	9,375	
Varian Medical Systems, Inc.	29,183	1,558	1,262	
Waters Corp.	23,243	1,265	1,050	
Watson Pharmaceuticals, Inc.	24,406	926	800	
WellPoint, Inc.	120,629	8,420	6,272	
Wyeth	315,383	17,266	14,604	
Zimmer Holdings, Inc.	53,383	3,763	2,664	
		380,993	339,268	13.3
Industrials				
3M Co.	164,162	13,681	11,661	
Avery Dennison Corp.	24,883	1,504	1,004	
Boeing Co.	173,609	13,246	9,139	
Burlington Northern Santa Fe Corp.	66,622	5,324	6,226	
C.H. Robinson Worldwide, Inc.	40,307	2,410	2,736	
Caterpillar, Inc.	142,907	9,141	7,875	
Cintas Corp.	30,888	1,368	885	
Cooper Industries, Ltd.-Class A	40,694	1,704	1,468	
Cummins, Inc.	47,380	1,727	1,561	
Danaher Corp.	60,686	4,130	4,240	
Deere & Co.	101,359	5,036	4,795	
Dover Corp.	43,910	2,168	1,784	
Dun & Bradstreet Corp.	12,600	1,207	1,196	
Eaton Corp.	39,474	2,984	2,420	
Emerson Electric Co.	181,718	8,415	8,213	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Equifax, Inc.	29,969	1,177	981	
Expeditors International of Washington, Inc.	50,635	2,457	2,076	
Fastenal Co.	30,938	1,679	1,325	
FedEx Corp.	73,802	7,203	5,843	
Flowserve Corp.	13,406	1,179	852	
Fluor Corp.	42,965	2,312	2,380	
General Dynamics Corp.	92,355	6,737	6,566	
General Electric Co.	2,488,134	93,556	49,668	
Goodrich Corp.	29,321	1,485	1,340	
Honeywell International, Inc.	172,058	8,346	6,965	
Illinois Tool Works, Inc.	93,243	4,648	4,033	
Ingersoll-Rand Co.-Class A	75,985	3,013	1,627	
ITT Corp.	43,146	2,461	2,444	
Jacobs Engineering Group, Inc.	29,164	2,313	1,732	
L-3 Communications Holdings, Inc.	28,286	2,653	2,576	
Leucadia National Corp.	41,354	1,830	1,011	
Lockheed Martin Corp.	78,854	6,876	8,185	
Manitowoc Co. (The), Inc.	31,632	1,064	337	
Masco Corp.	84,135	2,387	1,155	
Monster Worldwide, Inc.	29,256	1,121	434	
Norfolk Southern Corp.	87,719	4,523	5,095	
Northrop Grumman Corp.	77,453	5,319	4,307	
Paccar, Inc.	85,875	3,295	3,031	
Pall Corp.	28,013	984	981	
Parker Hannifin Corp.	38,177	2,194	2,005	
Pitney Bowes, Inc.	48,569	2,252	1,527	
Precision Castparts Corp.	33,091	3,870	2,428	
Raytheon Co.	98,348	5,372	6,197	
Republic Services, Inc.	76,196	2,162	2,329	
Robert Half International, Inc.	36,434	1,286	936	
Rockwell Automation, Inc.	34,029	1,969	1,353	
Rockwell Collins, Inc.	37,265	2,015	1,798	
RR Donnelley & Sons Co.	49,064	1,742	822	
Ryder System, Inc.	13,261	652	635	
Southwest Airlines Co.	175,028	2,951	1,860	
Stericycle, Inc.	20,421	1,496	1,313	
Textron, Inc.	57,116	2,554	976	
Tyco International, Ltd.	112,267	12,350	2,987	
Union Pacific Corp.	120,112	6,455	7,086	
United Parcel Service, Inc.-Class B	235,760	19,316	16,054	
United Technologies Corp.	225,202	14,376	14,899	
W.W. Grainger, Inc.	15,146	1,221	1,471	
Waste Management, Inc.	116,509	4,405	4,761	
		331,301	251,584	9.9
Information Technology				
Adobe Systems, Inc.	125,252	4,652	3,292	
Advanced Micro Devices, Inc.	147,236	2,678	391	
Affiliated Computer Services, Inc.-Class A	22,882	1,371	1,291	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Agilent Technologies, Inc.	82,915	3,211	1,600	
Akamai Technologies, Inc.	39,506	1,731	735	
Altera Corp.	70,309	1,753	1,445	
Amphenol Corp.-Class A	41,610	1,636	1,232	
Analog Devices, Inc.	69,162	2,817	1,622	
Apple, Inc.	210,570	20,979	22,187	
Applied Materials, Inc.	318,881	6,704	3,988	
Autodesk, Inc.	53,070	1,943	1,288	
Automatic Data Processing, Inc.	120,043	6,016	5,809	
BMC Software, Inc.	44,417	1,359	1,475	
Broadcom Corp.-Class A	104,870	3,892	2,193	
CA, Inc.	93,737	2,808	2,141	
Ciena Corp.	20,990	805	173	
Cisco Systems, Inc.	1,387,074	36,860	27,877	
Citrix Systems, Inc.	42,629	1,474	1,240	
Cognizant Technology Solutions Corp.-Class A	69,595	2,725	1,551	
Computer Sciences Corp.	36,187	2,050	1,568	
Compuware Corp.	60,241	669	502	
Convergys Corp.	29,935	642	237	
Corning, Inc.	368,221	8,572	4,327	
Dell, Inc.	411,163	12,758	5,187	
eBay, Inc.	254,108	8,676	4,379	
Electronic Arts, Inc.	75,986	3,873	1,500	
EMC Corp., Massachusetts	483,456	9,784	6,243	
Fidelity National Information Services, Inc.	44,336	1,106	889	
Fiserv, Inc.	38,346	1,948	1,721	
Google, Inc.-Class A	56,665	27,354	21,501	
Harris Corp.	32,039	1,579	1,503	
Hewlett-Packard Co.	580,147	23,975	25,962	
Intel Corp.	1,317,642	36,949	23,863	
International Business Machines Corp.	318,266	35,635	33,059	
Intuit, Inc.	76,247	2,295	2,240	
Jabil Circuit, Inc.	50,559	1,335	420	
JDS Uniphase Corp.	53,883	3,138	243	
Juniper Networks, Inc.	125,072	2,794	2,702	
KLA-Tencor Corp.	40,482	2,089	1,089	
Lexmark International, Inc.	18,403	1,045	610	
Linear Technology Corp.	52,835	2,194	1,439	
LSI Corp.	150,994	1,575	611	
MasterCard, Inc.-Class A	17,109	4,580	3,019	
McAfee, Inc.	36,171	1,464	1,543	
MEMC Electronic Materials, Inc.	52,792	3,107	929	
Microchip Technology, Inc.	43,030	1,596	1,035	
Micron Technology, Inc.	181,761	2,939	586	
Microsoft Corp.	1,812,336	58,885	43,494	
Molex, Inc.	33,684	1,132	602	
Motorola, Inc.	536,406	10,036	2,927	
National Semiconductor Corp.	45,784	1,081	569	
NetApp, Inc.	78,332	2,425	1,348	

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Novell, Inc.	82,085	652	390	
Novellus Systems, Inc.	23,555	753	358	
Nvidia Corp.	127,231	2,443	1,269	
Oracle Corp.	927,927	18,397	20,276	
Paychex, Inc.	76,062	3,194	2,464	
QLogic Corp.	31,148	746	517	
Qualcomm, Inc.	392,133	17,990	17,330	
Salesforce.com, Inc.	25,072	1,431	985	
SanDisk Corp.	52,560	2,649	622	
Sun Microsystems, Inc.	175,925	5,193	830	
Symantec Corp.	198,415	4,905	3,309	
Tellabs, Inc.	94,658	1,419	480	
Teradata Corp.	41,703	1,063	761	
Teradyne, Inc.	40,241	848	210	
Texas Instruments, Inc.	307,124	10,804	5,881	
Total System Services, Inc.	46,187	1,196	797	
Tyco Electronics, Ltd.	108,412	4,051	2,169	
VeriSign, Inc.	45,343	1,288	1,066	
Western Union Co.	169,520	3,570	2,999	
Xerox Corp.	205,061	3,259	2,015	
Xilinx, Inc.	64,616	2,190	1,419	
Yahoo!, Inc.	328,835	9,980	4,940	
		482,715	350,464	13.8
Materials				
Air Products & Chemicals, Inc.	49,647	3,733	3,080	
AK Steel Holding Corp.	27,983	1,580	321	
Alcoa, Inc.	189,596	6,268	2,633	
Allegheny Technologies, Inc.	23,446	1,314	738	
Ball Corp.	22,596	996	1,160	
Bemis Co.	23,987	759	701	
CF Industries Holdings, Inc.	13,651	1,890	828	
Dow Chemical Co. (The)	218,211	9,570	4,065	
Eastman Chemical Co.	16,988	1,028	665	
Ecolab, Inc.	39,718	1,657	1,723	
El Du Pont de Nemours & Co.	213,739	10,530	6,670	
Freeport-McMoran Copper & Gold, Inc.	89,466	6,066	2,695	
International Flavors & Fragrances, Inc.	18,353	797	673	
International Paper Co.	101,839	3,615	1,482	
MeadWestvaco Corp.	40,320	1,218	557	
Monsanto Co.	129,731	8,429	11,259	
Newmont Mining Corp.	107,742	5,167	5,413	
Nucor Corp.	74,705	3,701	4,260	
Pactiv Corp.	30,593	796	940	
PPG Industries, Inc.	38,998	2,695	2,041	
Praxair, Inc.	73,059	4,819	5,353	
Rohm & Haas Co.	29,704	1,758	2,265	
Sealed Air Corp.	36,934	1,024	681	
Sigma-Aldrich Corp.	29,445	1,274	1,534	

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Titanium Metals Corp.	19,985	550	217	
United States Steel Corp.	27,456	2,075	1,260	
Vulcan Materials Co.	26,080	2,134	2,236	
Weyerhaeuser Co.	50,175	3,528	1,891	
		88,971	67,341	2.6
Telecommunication Services				
American Tower Corp.-Class A	94,004	3,965	3,399	
AT&T, Inc.	1,395,994	52,767	49,116	
CenturyTel, Inc.	23,914	988	806	
Embarq Corp.	33,310	1,621	1,468	
Frontier Communications Corp.	73,821	1,081	796	
Qwest Communications International, Inc.	346,942	3,854	1,559	
Sprint Nextel Corp.	678,289	13,479	1,532	
Verizon Communications, Inc.	672,861	29,968	28,159	
Windstream Corp.	103,584	1,361	1,174	
		109,084	88,009	3.5
Transportation				
CSX Corp.	93,450	3,625	3,746	
		3,625	3,746	0.1
Utilities				
AES Corp. (The)	160,564	3,295	1,631	
Allegheny Energy, Inc.	40,264	1,809	1,681	
Ameren Corp.	49,992	2,711	2,053	
American Electric Power Co., Inc.	95,842	4,287	3,932	
Centerpoint Energy, Inc.	81,905	1,639	1,274	
CMS Energy Corp.	52,627	921	655	
Consolidated Edison, Inc.	64,601	3,309	3,101	
Constellation Energy Group, Inc.	41,685	2,746	1,286	
Dominion Resources, Inc.	137,669	6,162	6,088	
DTE Energy Co.	38,851	1,958	1,711	
Duke Energy Corp.	300,113	5,924	5,561	
Dynegy, Inc.-Class A	119,754	1,354	294	
Edison International	77,111	3,521	3,052	
Entergy Corp.	44,852	4,111	4,603	
Equitable Resources, Inc.	30,916	1,168	1,280	
Exelon Corp.	155,829	10,288	10,696	
FirstEnergy Corp.	72,393	4,552	4,334	
FPL Group, Inc.	96,896	5,338	6,020	
Integrus Energy Group, Inc.	17,859	1,051	947	
Nicor, Inc.	10,505	502	450	
NiSource, Inc.	64,081	1,527	866	
Pepco Holdings, Inc.	50,425	1,218	1,105	
PG&E Corp.	85,471	3,615	4,078	
Pinnacle West Capital Corp.	23,539	1,098	934	
PPL Corp.	88,507	3,465	3,351	
Progress Energy, Inc.	62,607	3,226	3,080	
Public Service Enterprise Group, Inc.	119,964	4,587	4,317	
Questar Corp.	41,293	2,075	1,664	

PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Sempra Energy	57,716	3,058	3,035	
Southern Co. (The)	183,450	7,365	8,366	
TECO Energy, Inc.	49,702	1,021	757	
Wisconsin Energy Corp.	27,942	1,484	1,448	
Xcel Energy, Inc.	105,827	2,536	2,423	
		<u>102,921</u>	<u>96,073</u>	<u>3.8</u>
Total Common Stocks		<u>2,925,783</u>	<u>2,293,918</u>	<u>90.2</u>
Transaction Costs (Note 2)		<u>37</u>		
Total Investments		<u>2,928,016</u>	<u>2,296,140</u>	<u>90.3</u>
Other Assets and Liabilities			<u>245,861</u>	<u>9.7</u>
Net Assets			<u>2,542,001</u>	<u>100.0</u>

Open futures contracts held by the Fund as at December 31, 2008 are shown in Note 4.

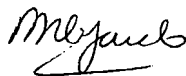
HEDGED PENSION U.S. EQUITY INDEX FUND

STATEMENT OF NET ASSETS

AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 678,343,696	\$ 789,932,896
Cash	1,771,627	98,771
Margin due from brokers	558	-
Net unrealized gain on forward currency contracts (Note 5)	7,294,968	20,154,648
Interest receivable	730	14
Accounts receivable from issue of units	171,147,806	63,932,411
Accounts receivable for investment sales	2,900,000	-
	861,459,385	874,118,740
Liabilities		
Operating expenses payable	15,101	16,312
Payables for redemption of units	2,922,574	-
Payables for investment purchases	177,565,940	-
Net unrealized loss on forward currency contracts (Note 5)	9,482,289	17,229,195
	189,985,904	17,245,507
Net Assets	\$ 671,473,481	\$ 856,873,233
Number of Units Issued and Outstanding (Note 8)	90,369,040	70,294,578
Net Assets per Unit	\$ 7.43	\$ 12.19
Investments at Cost	\$ 814,075,499	\$ 815,613,372

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

HEDGED PENSION U.S. EQUITY INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 10,621,404	\$ 23,201,123
Interest income	2,035	917
Net gain from futures contracts	1,045,593	-
Foreign exchange gain	652,418	11,689,467
	12,321,450	34,891,507
Expenses		
Trustee fees	1,561	1,601
Fund accounting expenses	15,801	7,476
Unitholder communication costs	1,075	-
Audit fees	15,577	14,271
Securities filing fees	3,799	5,514
Other operating expenses	896	3,402
	38,709	32,264
Net Investment Income for the Year	12,282,741	34,859,243
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(83,990,712)	14,699,048
Net realized gain (loss) from forward currency contracts	(152,489,927)	112,448,189
Transaction costs (Note 2)	(662)	-
Net change in unrealized depreciation in value of investments	(110,051,327)	(142,216,176)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(5,112,774)	29,430,504
Net Gain (Loss) on Investments	(351,645,402)	14,361,565
Increase (Decrease) in Net Assets from Operations	\$ (339,362,661)	\$ 49,220,808
Increase (Decrease) in Net Assets from Operations per Unit	\$ (5.37)	\$ 0.58

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 856,873,233	\$ 1,024,875,020
Increase (Decrease) in Net Assets from Operations	(339,362,661)	49,220,808
Capital Transactions		
Proceeds from issue of units	533,938,540	119,090,388
Reinvestment of distributions	11,629,509	162,007,417
Redemption of units	(379,975,631)	(336,312,983)
Net capital transactions	165,592,418	(55,215,178)
Distributions		
From net investment income	(11,629,509)	(23,169,921)
From capital gains	-	(138,837,496)
Total distributions	(11,629,509)	(162,007,417)
Decrease in Net Assets for the Year	(185,399,752)	(168,001,787)
Net Assets - End of Year	\$ 671,473,481	\$ 856,873,233

HEDGED PENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Foreign Index Equivalents				
Pension U.S. Equity Index Class A	94,156,862	814,075	678,344	
Total Foreign Index Equivalents		<u>814,075</u>	<u>678,344</u>	101.0
Total Investments		<u>814,075</u>	<u>678,344</u>	101.0
Other Assets and Liabilities			<u>(6,871)</u>	<u>(1.0)</u>
Net Assets			<u>671,473</u>	<u>100.0</u>

Forward currency contracts held by the Fund as at December 31, 2008 are shown in Note 5.

NONPENSION U.S. EQUITY INDEX FUND

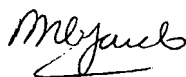
STATEMENT OF NET ASSETS

AS AT DECEMBER 31

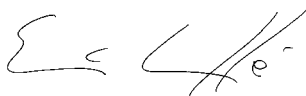
	2008	2007
Assets		
Investments - at fair value* (Note 2)	\$ 1,176,903,193	\$ 1,354,413,167
Cash	22,727,178	26,530,936
Margin due from brokers	105,309	-
Net unrealized gain on forward currency contracts	-	1,381
Interest receivable	535	96,118
Securities lending income receivable	-	4,605
Dividends receivable	2,268,343	1,685,899
Accounts receivable from issue of units	5,953,484	193,394
Accounts receivable for investment sales	-	330,214
	1,207,958,042	1,383,255,714
Liabilities		
Margin due to brokers	-	165,882
Operating expenses payable	42,077	62,594
Payables for investment purchases	-	489,654
	42,077	718,130
Net Assets	\$ 1,207,915,965	\$ 1,382,537,584
Net Assets per Class		
Class A	\$ 646,754,977	\$ 719,149,256
Class D	561,160,988	663,388,328
	\$ 1,207,915,965	\$ 1,382,537,584
Number of Units Issued and Outstanding (Note 8)		
Class A	103,142,955	90,034,059
Class D	89,499,371	83,056,429
Net Assets per Unit		
Class A	\$ 6.27	\$ 7.99
Class D	\$ 6.27	\$ 7.99
Investments at Cost*	\$ 1,486,113,111	\$ 1,414,445,151

* Includes short-term investments

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 31,159,237	\$ 29,004,286
Interest income	682,108	1,225,791
Securities lending income	67,361	1,005,758
Net loss from futures contracts	(9,157,238)	(1,614,597)
Foreign exchange gain (loss)	4,058,040	(4,270,425)
Withholding taxes	(3,937,950)	(833,101)
	22,871,558	24,517,712
Expenses		
Trustee fees	1,566	1,601
Custodian fees	85,692	126,303
Fund accounting expenses	65,790	67,556
Unitholder communication costs	1,075	-
Audit fees	19,761	20,472
Securities filing fees	43,089	20,693
Other operating expenses	2,803	6,853
	219,776	243,478
Net Investment Income for the Year	22,651,782	24,274,234
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(68,626,274)	10,338,607
Transaction costs (Note 2)	(87,491)	(63,711)
Net change in unrealized depreciation in value of investments	(249,194,748)	(188,053,134)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(1,381)	1,381
Net Loss on Investments	(317,909,894)	(177,776,857)
Decrease in Net Assets from Operations	\$ (295,258,112)	\$ (153,502,623)
Decrease in Net Assets from Operations per Class		
Class A	\$ (176,216,157)	\$ (80,653,278)
Class D	(119,041,955)	(72,849,345)
	\$ (295,258,112)	\$ (153,502,623)
Decrease in Net Assets from Operations per Unit		
Class A	\$ (1.72)	\$ (0.92)
Class D	\$ (1.44)	\$ (0.99)

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>		<i>Class D</i>	
Net Assets - Beginning of Year (Note 11)	\$ 1,382,537,584	\$ 1,371,907,382	\$ 719,149,256	\$ 810,096,793	\$ 663,388,328	\$ 561,810,589
Decrease in Net Assets from Operations	(295,258,112)	(153,502,629)	(176,216,157)	(80,653,278)	(119,041,955)	(72,849,345)
Capital Transactions						
Proceeds from issue of units	485,576,581	457,965,061	104,041,878	49,992,871	381,534,703	407,972,190
Reinvestment of distributions	16,712,641	35,343,556	9,169,769	18,019,324	7,542,872	17,324,232
Redemption of units	(364,940,088)	(293,832,236)	(220,000)	(60,287,130)	(364,720,088)	(233,545,106)
Net capital transactions	137,349,134	199,476,381	112,991,647	7,725,065	24,357,487	191,751,316
Distributions						
From net investment income	(16,712,641)	(29,543,263)	(9,169,769)	(15,002,208)	(7,542,872)	(14,541,055)
From capital gains	-	(5,800,293)	-	(3,017,116)	-	(2,783,177)
Total distributions	(16,712,641)	(35,343,556)	(9,169,769)	(18,019,324)	(7,542,872)	(17,324,232)
Increase (Decrease) in Net Assets for the Year	(174,621,619)	10,630,202	(72,394,279)	(90,947,537)	(102,227,340)	101,577,739
Net Assets - End of Year	\$ 1,207,915,965	\$ 1,382,537,584	\$ 646,754,977	\$ 719,149,256	\$ 561,160,988	\$ 663,388,328

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Short-term Investments				
Government				
Government Guaranteed				
U.S Treasury Bill				
0.01% March 12, 2009	2,800	3,429	3,456	
		3,429	3,456	0.3
Total Short-term Investments		3,429	3,456	0.3
Common Stocks				
Consumer Discretionary				
Abercrombie & Fitch Co.-Class A	10,466	807	298	
Amazon.Com, Inc.	38,969	2,380	2,464	
AutoNation, Inc.	12,958	252	158	
Autozone, Inc.	4,610	529	794	
Bed Bath & Beyond, Inc.	31,441	1,325	986	
Best Buy Co., Inc.	40,975	1,848	1,420	
Big Lots, Inc.	9,863	200	176	
Black & Decker Corp.	7,211	585	372	
Carnival Corp.	52,802	2,701	1,585	
CBS Corp.-Class B	82,726	2,223	836	
Centex Corp.	14,859	781	195	
Coach, Inc.	39,618	1,317	1,016	
Comcast Corp.-Class A	348,982	8,472	7,246	
D.R. Horton, Inc.	33,122	1,008	289	
Darden Restaurants, Inc.	16,888	601	588	
DIRECTV Group, Inc. (The)	66,251	1,693	1,864	
Eastman Kodak Co.	32,207	922	261	
eBay, Inc.	129,986	4,910	2,240	
Expedia, Inc.	25,162	735	256	
Family Dollar Stores, Inc.	16,798	601	540	
Ford Motor Co.	289,367	2,800	797	
Fortune Brands, Inc.	18,082	1,487	920	
GameStop Corp.-Class A	19,936	1,070	532	
Gannett Co., Inc.	27,430	1,987	270	
Gap (The), Inc.	56,709	1,279	937	
General Motors Corp.	73,987	2,508	291	
Genuine Parts Co.	19,478	932	910	
Goodyear Tire & Rubber Co. (The)	28,996	586	213	
Harley-Davidson, Inc.	28,297	1,648	592	
Harman International Industries, Inc.	7,038	696	145	
Hasbro, Inc.	15,098	424	543	
Home Depot, Inc.	205,447	8,145	5,838	
International Game Technology	35,713	1,418	524	
Interpublic Group of Cos., Inc.	57,294	756	278	
JC Penney Co., Inc.	27,053	1,395	658	
Johnson Controls, Inc.	72,165	1,999	1,616	
Jones Apparel Group, Inc.	10,032	327	73	
KB Home	9,051	418	152	

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Kohl's Corp.	37,001	2,184	1,652	
Leggett & Platt, Inc.	19,328	535	362	
Lennar Corp.-Class A	16,997	849	182	
Lowe's Cos., Inc.	177,600	5,664	4,716	
Ltd. Brands	32,790	804	406	
Macy's, Inc.	50,569	1,693	646	
Marriott International, Inc.-Class A	35,702	1,233	855	
Mattel, Inc.	43,516	986	858	
McDonald's Corp.	135,065	6,403	10,364	
McGraw-Hill Cos. (The), Inc.	38,276	1,921	1,095	
Meredith Corp.	4,353	235	90	
New York Times Co.-Class A	14,004	492	127	
Newell Rubbermaid, Inc.	33,320	924	401	
News Corp.-Class A	278,668	5,489	3,120	
Nike, Inc.-Class B	47,537	2,618	2,991	
Nordstrom, Inc.	19,177	658	315	
Office Depot, Inc.	33,066	770	121	
Omnicom Group	37,664	1,847	1,250	
Polo Ralph Lauren Corp.	6,836	595	382	
Pulte Homes, Inc.	25,691	765	347	
RadioShack Corp.	15,768	457	232	
Scripps Networks Interactive-Class A	10,807	485	294	
Sears Holdings Corp.	6,840	1,003	328	
Sherwin-Williams Co. (The)	11,883	679	874	
Snap-On, Inc.	6,907	318	336	
Stanley Works (The)	9,449	491	397	
Staples, Inc.	86,430	2,052	1,910	
Starbucks Corp.	89,092	2,305	1,037	
Starwood Hotels & Resorts Worldwide, Inc.	22,451	1,275	496	
Target Corp.	91,278	5,135	3,889	
Tiffany & Co.	14,911	671	435	
Time Warner, Inc.	434,704	8,387	5,393	
TJX Cos., Inc.	50,679	1,519	1,287	
VF Corp.	10,665	744	718	
Viacom, Inc.-Class B	74,349	4,900	1,749	
Walt Disney Co.	224,314	7,438	6,275	
Washington Post Co. (The)-Class B	721	520	345	
Whirlpool Corp.	8,951	794	457	
Wyndham Worldwide Corp.	21,340	660	173	
Wynn Resorts, Ltd.	7,444	391	388	
Yum! Brands, Inc.	56,054	1,691	2,179	
		142,345	98,345	8.1
Consumer Staples				
Altria Group, Inc.	249,661	5,015	4,639	
Archer-Daniels-Midland Co.	77,760	2,385	2,765	
Avon Products, Inc.	51,548	2,152	1,528	
Brown-Forman Corp.-Class B	11,817	664	747	
Campbell Soup Co.	24,932	979	922	

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Clorox Co.	16,732	1,143	1,148	
Coca-Cola Co. (The)	241,106	13,698	13,460	
Coca-Cola Enterprises, Inc.	38,129	902	565	
Colgate-Palmolive Co.	61,157	4,353	5,172	
ConAgra Foods, Inc.	54,179	1,573	1,104	
Constellation Brands, Inc.-Class A	23,797	677	463	
Costco Wholesale Corp.	52,470	3,039	3,397	
CVS Caremark Corp.	174,033	5,681	6,172	
Dean Foods Co.	18,772	659	416	
Dr Pepper Snapple Group, Inc.	30,496	825	611	
Estee Lauder Cos. (The), Inc.-Class A	14,055	598	537	
General Mills, Inc.	40,575	2,605	3,039	
Hershey Co. (The)	20,153	1,108	864	
HJ Heinz Co.	38,096	1,836	1,767	
JM Smucker Co. (The)	14,341	698	768	
Kellogg Co.	30,520	1,672	1,651	
Kimberly-Clark Corp.	50,110	3,791	3,262	
Kraft Foods Inc.-Class A	178,034	5,609	5,895	
Kroger Co. (The)	79,044	2,055	2,576	
Lorillard, Inc.	20,367	1,590	1,416	
McCormick & Co., Inc.	15,762	644	618	
Molson Coors Brewing Co.-Class B	18,105	869	1,093	
Pepsi Bottling Group, Inc.	16,422	580	456	
PepsiCo, Inc.	188,213	12,927	12,721	
Philip Morris International, Inc.	245,159	11,237	13,165	
Procter & Gamble Co.	361,813	24,582	27,603	
Reynolds American, Inc.	20,611	1,142	1,024	
Safeway, Inc.	51,951	1,520	1,524	
Sara Lee Corp.	85,780	1,865	1,036	
Supervalu, Inc.	25,540	855	460	
Sysco Corp.	72,667	2,891	2,058	
Tyson Foods, Inc.-Class A	37,027	664	400	
UST, Inc.	17,978	1,066	1,539	
Walgreen Co.	119,943	5,320	3,651	
Wal-Mart Stores, Inc.	270,942	17,081	18,734	
Whole Foods Market, Inc.	16,869	1,072	197	
		149,622	151,163	12.5
Energy				
Anadarko Petroleum Corp.	55,628	2,576	2,647	
Apache Corp.	40,552	3,225	3,731	
Baker Hughes, Inc.	37,239	2,300	1,473	
BJ Services Co.	35,370	1,031	509	
Cabot Oil & Gas Corp.	12,428	742	399	
Cameron International Corp.	26,584	1,104	673	
Chesapeake Energy Corp.	65,519	2,342	1,305	
Chevron Corp.	246,220	18,306	22,393	
ConocoPhillips	180,663	12,130	11,553	
Consol Energy, Inc.	22,027	1,071	776	

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Devon Energy Corp.	53,534	3,656	4,338	
El Paso Corp.	84,564	1,129	816	
Ensco International, Inc.	17,232	955	602	
EOG Resources, Inc.	30,240	2,062	2,481	
Exxon Mobil Corp.	616,419	45,564	60,588	
Halliburton Co.	108,288	3,215	2,426	
Hess Corp.	34,370	1,924	2,276	
Marathon Oil Corp.	85,490	3,207	2,878	
Massey Energy Co.	10,169	792	173	
Murphy Oil Corp.	23,072	1,472	1,263	
Nabors Industries, Ltd.	34,456	1,073	508	
National Oilwell Varco, Inc.	50,426	2,204	1,521	
Noble Corp.	31,985	1,206	871	
Noble Energy, Inc.	20,929	1,435	1,269	
Occidental Petroleum Corp.	98,144	5,000	7,265	
Peabody Energy Corp.	32,312	1,532	905	
Pioneer Natural Resources Co.	14,388	782	287	
Range Resources Corp.	18,880	932	799	
Rowan Cos., Inc.	13,588	465	266	
Schlumberger, Ltd.	144,947	9,135	7,574	
Smith International, Inc.	26,507	1,299	749	
Southwestern Energy Co.	41,459	1,860	1,480	
Spectra Energy Corp.	74,283	1,948	1,442	
Sunoco, Inc.	14,235	818	764	
Tesoro Corp.	16,581	708	269	
Valero Energy Corp.	62,533	2,897	1,671	
Weatherford International, Ltd.	82,244	1,876	1,099	
Williams Cos., Inc.	70,154	1,645	1,254	
XTO Energy, Inc.	69,891	2,859	3,042	
		148,477	156,335	12.9
Financials				
Aflac, Inc.	56,486	2,931	3,197	
Allstate Corp. (The)	64,950	3,640	2,627	
American Capital, Ltd.	24,891	990	99	
American Express Co.	140,541	8,134	3,218	
American International Group, Inc.	324,642	20,088	625	
Ameriprise Financial, Inc.	26,085	1,179	752	
AON Corp.	32,693	1,272	1,843	
Apartment Investment & Management Co. REIT-Class A	12,243	450	173	
Assurant Inc.	14,260	851	527	
AvalonBay Communities, Inc. REIT	9,375	1,256	701	
Bank of America Corp.	608,022	27,554	10,478	
Bank of New York Mellon Corp.	139,053	5,792	4,863	
BB&T Corp.	66,940	2,947	2,268	
Boston Properties, Inc. REIT	14,634	1,521	993	
Capital One Financial Corp.	47,450	3,664	1,868	
CB Richard Ellis Group, Inc.-Class A	26,095	631	139	
Charles Schwab Corp. (The)	113,370	2,063	2,262	

NONPENSION U.S. EQUITY INDEX FUND

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Chubb Corp.	43,105	2,270	2,713	
Cincinnati Financial Corp.	19,588	900	702	
CIT Group, Inc.	34,313	1,041	189	
Citigroup, Inc.	660,346	29,681	5,462	
CME Group, Inc.	8,099	4,314	2,077	
Comerica, Inc.	18,091	1,100	443	
Developers Diversified Realty Corp. REIT	14,462	857	87	
Discover Financial Services	58,514	1,272	688	
E*Trade Financial Corp.	70,697	861	99	
Equity Residential REIT	32,954	1,418	1,213	
Federated Investors, Inc.-Class B	10,567	396	221	
Fifth Third Bancorp	69,517	2,932	706	
First Horizon National Corp.	24,704	724	322	
Franklin Resources, Inc.	18,343	1,712	1,444	
Genworth Financial, Inc.-Class A	52,075	1,641	181	
Goldman Sachs Group, Inc.	53,582	8,266	5,582	
Hartford Financial Services Group, Inc.	36,658	2,907	742	
HCP, Inc.	30,669	1,052	1,051	
Host Hotels & Resorts, Inc. REIT	63,379	1,621	590	
Hudson City Bancorp, Inc.	62,953	1,055	1,240	
Huntington Bancshares, Inc.	44,028	982	416	
IntercontinentalExchange, Inc.	8,755	1,198	891	
Invesco, Ltd.	46,506	1,159	827	
Janus Capital Group, Inc.	19,217	392	190	
JPMorgan Chase & Co.	452,289	21,833	17,605	
Keycorp	60,381	1,767	632	
Kimco Realty Corp. REIT	27,731	1,160	624	
Legg Mason, Inc.	17,044	1,707	460	
Leucadia National Corp.	21,278	935	520	
Lincoln National Corp.	30,882	1,772	718	
Loews Corp.	43,751	1,645	1,525	
M&T Bank Corp.	9,305	1,061	658	
Marsh & McLennan Cos., Inc.	62,281	2,526	1,864	
Marshall & Ilsley Corp.	31,781	896	534	
MBIA, Inc.	23,509	928	118	
Merrill Lynch & Co., Inc.	194,005	9,365	2,788	
Metlife, Inc.	96,159	4,749	4,137	
Moody's Corp.	23,736	1,121	589	
Morgan Stanley	128,695	6,942	2,547	
NASDAQ OMX Group, Inc.	16,347	650	498	
National City Corp.	251,669	3,079	559	
Northern Trust Corp.	27,021	1,754	1,739	
NYSE Euronext	32,123	2,452	1,085	
People's United Financial, Inc.	42,022	929	923	
Plum Creek Timber Co., Inc. REIT	20,212	863	867	
PNC Financial Services Group, Inc.	42,181	3,082	2,549	
Principal Financial Group	31,536	1,541	879	
Progressive Corp. (The)	81,803	2,053	1,495	
Prologis REIT	32,476	1,599	556	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Prudential Financial, Inc.	51,599	3,609	1,923	
Public Storage, Inc. REIT	15,189	1,339	1,491	
Regions Financial Corp.	83,655	2,748	821	
Simon Property Group, Inc. REIT	27,358	2,347	1,794	
SLM Corp.	56,190	2,317	617	
Sovereign Bancorp, Inc.	65,347	1,083	240	
State Street Corp.	52,336	3,399	2,540	
SunTrust Banks, Inc.	42,953	3,337	1,566	
T Rowe Price Group, Inc.	31,269	1,330	1,365	
Torchmark Corp.	10,489	661	578	
Travelers Cos. (The), Inc.	70,835	3,644	3,952	
Unum Group	40,126	859	921	
US Bancorp	212,611	7,595	6,564	
Vornado Realty Trust REIT	16,642	1,689	1,239	
Wachovia Corp.	261,868	11,841	1,788	
Wells Fargo & Co.	459,239	16,867	16,713	
XL Capital, Ltd.-Class A	40,092	1,774	181	
Zions Bancorporation	14,074	1,001	425	
		298,563	155,896	12.9
Health Care				
Abbott Laboratories	188,019	10,685	12,388	
Aetna, Inc.	55,878	2,248	1,966	
Allergan, Inc.	37,326	2,084	1,858	
AmerisourceBergen Corp.	19,083	799	840	
Amgen, Inc.	128,390	9,257	9,112	
Baxter International, Inc.	75,155	3,856	4,972	
Becton Dickinson & Co.	29,511	2,217	2,491	
Biogen Idec, Inc.	35,348	2,086	2,074	
Boston Scientific Corp.	182,260	4,064	1,739	
Bristol-Myers Squibb Co.	239,880	7,072	6,879	
Cardinal Health, Inc.	43,586	3,055	1,855	
Celgene Corp.	55,518	3,435	3,787	
Cephalon, Inc.	8,249	752	784	
Cigna Corp.	33,050	1,202	687	
Coventry Health Care, Inc.	17,811	963	327	
Covidien, Ltd.	61,015	2,860	2,730	
CR Bard, Inc.	12,040	994	1,252	
DaVita, Inc.	12,574	731	765	
DENTSPLY International, Inc.	18,104	667	631	
Eli Lilly & Co.	121,236	7,971	6,026	
Express Scripts, Inc.	29,982	1,296	2,035	
Forest Laboratories, Inc.	36,692	2,107	1,153	
Genzyme Corp.	32,777	2,403	2,686	
Gilead Sciences, Inc.	111,471	3,972	7,031	
Hospira, Inc.	19,197	771	635	
Humana, Inc.	20,355	978	936	
IMS Health, Inc.	21,869	613	409	
Intuitive Surgical, Inc.	4,741	1,313	743	

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Johnson & Johnson	336,232	24,441	24,813	
King Pharmaceuticals, Inc.	29,639	494	387	
Laboratory Corp. Of America Holdings	13,088	865	1,038	
Life Technologies Corp.	20,829	596	597	
McKesson Corp.	33,336	1,650	1,591	
Medco Health Solutions, Inc.	60,352	2,030	3,122	
Medtronic, Inc.	135,511	7,821	5,255	
Merck & Co., Inc.	256,205	12,227	9,609	
Millipore Corp.	6,636	462	422	
Mylan, Inc.	36,613	719	447	
Patterson Cos., Inc.	10,952	445	253	
Pfizer, Inc.	817,111	26,760	17,864	
Quest Diagnostics, Inc.	19,193	1,088	1,229	
Schering-Plough Corp.	196,974	4,598	4,139	
St. Jude Medical, Inc.	41,698	1,895	1,693	
Stryker Corp.	29,356	1,781	1,448	
Tenet Healthcare Corp.	49,880	501	71	
Thermo Fisher Scientific Inc.	50,912	2,250	2,141	
UnitedHealth Group, Inc.	146,367	7,101	4,796	
Varian Medical Systems, Inc.	15,036	814	650	
Waters Corp.	11,902	636	538	
Watson Pharmaceuticals, Inc.	12,561	500	412	
WellPoint, Inc.	61,714	4,341	3,209	
Wyeth	161,344	7,984	7,471	
Zimmer Holdings, Inc.	27,214	2,282	1,358	
		194,732	173,344	14.3
Industrials				
3M Co.	83,975	7,788	5,965	
Apollo Group, Inc.-Class A	12,907	1,031	1,221	
Avery Dennison Corp.	12,805	824	517	
Boeing Co.	88,807	6,507	4,675	
Burlington Northern Santa Fe Corp.	34,083	2,459	3,185	
C.H. Robinson Worldwide, Inc.	20,602	1,198	1,398	
Caterpillar, Inc.	73,102	4,401	4,029	
Cintas Corp.	15,893	712	455	
Cooper Industries, Ltd.-Class A	20,993	884	758	
Cummins, Inc.	24,490	824	807	
Danaher Corp.	30,978	2,180	2,164	
Deere & Co.	51,737	2,534	2,447	
Dover Corp.	22,642	1,086	920	
Dun & Bradstreet Corp.	6,532	634	620	
Eaton Corp.	20,011	1,560	1,227	
Emerson Electric Co.	92,955	4,090	4,201	
Equifax, Inc.	15,421	577	505	
Expeditors International of Washington, Inc.	25,686	1,236	1,053	
Fastenal Co.	15,563	851	666	
FedEx Corp.	37,712	3,766	2,986	
Flowserve Corp.	6,900	606	439	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fluor Corp.	21,988	978	1,218	
General Dynamics Corp.	47,243	3,380	3,359	
General Electric Co.	1,272,804	47,409	25,408	
Goodrich Corp.	15,043	728	687	
H&R Block, Inc.	41,057	1,133	1,151	
Honeywell International, Inc.	88,014	4,103	3,563	
Illinois Tool Works, Inc.	47,697	2,444	2,063	
Ingersoll-Rand Co.-Class A	38,461	1,608	824	
ITT Corp.	22,046	1,243	1,249	
Jacobs Engineering Group, Inc.	14,882	1,118	884	
L-3 Communications Holdings, Inc.	14,469	1,361	1,318	
Lockheed Martin Corp.	40,342	3,349	4,187	
Manitowoc Co. (The), Inc.	15,665	558	167	
Masco Corp.	43,288	1,357	594	
Monster Worldwide, Inc.	14,908	500	221	
Norfolk Southern Corp.	44,872	2,163	2,606	
Northrop Grumman Corp.	39,620	2,695	2,203	
Paccar, Inc.	43,901	1,713	1,549	
Pall Corp.	14,415	491	505	
Parker Hannifin Corp.	19,529	1,085	1,026	
Pitney Bowes, Inc.	25,016	1,191	786	
Precision Castparts Corp.	16,894	1,992	1,239	
Raytheon Co.	50,314	2,594	3,170	
Republic Services, Inc.	38,875	1,104	1,188	
Robert Half International, Inc.	18,748	608	482	
Rockwell Automation, Inc.	17,147	925	682	
Rockwell Collins, Inc.	19,218	1,040	927	
RR Donnelley & Sons Co.	25,252	912	423	
Ryder System, Inc.	6,788	350	325	
Southwest Airlines Co.	89,596	1,510	952	
Stericycle, Inc.	10,363	776	666	
Textron, Inc.	29,217	1,229	499	
Tyco International, Ltd.	57,372	6,392	1,526	
Union Pacific Corp.	61,446	3,194	3,625	
United Parcel Service, Inc.-Class B	120,600	9,814	8,212	
United Technologies Corp.	115,199	7,484	7,621	
W.W. Grainger, Inc.	7,812	602	759	
Waste Management, Inc.	59,440	2,224	2,429	
		169,105	130,531	10.8
Information Technology				
Adobe Systems, Inc.	64,381	2,280	1,692	
Advanced Micro Devices, Inc.	73,012	1,285	194	
Affiliated Computer Services, Inc.-Class A	11,877	715	670	
Agilent Technologies, Inc.	42,414	1,527	818	
Akamai Technologies, Inc.	20,336	890	379	
Altera Corp.	36,196	877	744	
Amphenol Corp.-Class A	21,260	850	629	
Analog Devices, Inc.	35,301	1,553	828	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Apple, Inc.	107,721	9,175	11,350	
Applied Materials, Inc.	162,655	3,423	2,034	
Autodesk, Inc.	27,478	944	667	
Automatic Data Processing, Inc.	61,616	2,948	2,982	
BMC Software, Inc.	22,880	610	760	
Broadcom Corp.-Class A	53,802	1,655	1,125	
CA, Inc.	47,834	1,375	1,092	
Ciena Corp.	10,860	335	90	
Cisco Systems, Inc.	709,541	18,449	14,260	
Citrix Systems, Inc.	21,982	696	640	
Cognizant Technology Solutions Corp.-Class A	35,173	1,397	784	
Computer Sciences Corp.	18,257	960	791	
Compuware Corp.	30,650	279	255	
Convergys Corp.	14,649	286	116	
Corning, Inc.	188,359	3,673	2,214	
Dell, Inc.	210,349	6,940	2,654	
Electronic Arts, Inc.	38,863	2,123	767	
EMC Corp., Massachusetts	247,306	3,920	3,193	
Fidelity National Information Services, Inc.	22,813	566	457	
Fiserv, Inc.	19,408	953	871	
Google, Inc.-Class A	28,988	13,997	10,999	
Harris Corp.	16,387	802	769	
Hewlett-Packard Co.	296,781	10,858	13,281	
Intel Corp.	674,023	18,636	12,207	
International Business Machines Corp.	162,805	18,124	16,911	
Intuit, Inc.	38,649	1,145	1,136	
Jabil Circuit, Inc.	25,255	689	210	
JDS Uniphase Corp.	25,778	583	116	
Juniper Networks, Inc.	63,979	1,429	1,382	
KLA-Tencor Corp.	20,829	1,092	560	
Lexmark International, Inc.	9,405	686	312	
Linear Technology Corp.	26,986	1,078	735	
LSI Corp.	77,393	712	313	
MasterCard, Inc.-Class A	8,791	2,338	1,551	
McAfee, Inc.	18,503	749	789	
MEMC Electronic Materials, Inc.	27,163	1,599	478	
Microchip Technology, Inc.	22,140	835	533	
Micron Technology, Inc.	91,512	1,261	295	
Microsoft Corp.	927,078	28,915	22,249	
Molex, Inc.	17,155	553	307	
Motorola, Inc.	273,732	4,941	1,494	
National Semiconductor Corp.	23,444	572	291	
NetApp, Inc.	39,983	1,147	688	
Novell, Inc.	41,515	379	197	
Novellus Systems, Inc.	11,922	371	181	
Nvidia Corp.	65,083	1,056	649	
Oracle Corp.	474,701	8,689	10,373	
Paychex, Inc.	38,899	1,571	1,260	
PerkinElmer, Inc.	14,370	370	247	

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Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
QLogic Corp.	15,774	343	262	
Qualcomm, Inc.	200,606	8,925	8,866	
Salesforce.com, Inc.	12,740	717	500	
SanDisk Corp.	27,056	1,417	320	
Sun Microsystems, Inc.	90,539	1,798	427	
Symantec Corp.	101,376	2,442	1,691	
Tellabs, Inc.	47,806	505	243	
Teradata Corp.	21,464	549	392	
Teradyne, Inc.	20,305	358	106	
Texas Instruments, Inc.	157,105	5,277	3,008	
Total System Services, Inc.	23,770	615	410	
Tyco Electronics, Ltd.	55,457	2,097	1,110	
VeriSign, Inc.	23,572	657	554	
Western Union Co.	86,716	1,851	1,534	
Xerox Corp.	105,298	1,715	1,035	
Xilinx, Inc.	33,291	1,175	731	
Yahoo!, Inc.	168,139	4,878	2,526	
		231,180	177,284	14.7
Materials				
Air Products & Chemicals, Inc.	25,574	1,899	1,587	
AK Steel Holding Corp.	13,492	822	155	
Alcoa, Inc.	96,985	3,419	1,347	
Allegheny Technologies, Inc.	11,669	605	367	
Ball Corp.	11,626	527	597	
Bemis Co.	11,983	396	350	
CF Industries Holdings, Inc.	6,929	956	420	
Dow Chemical Co. (The)	112,001	5,316	2,086	
Eastman Chemical Co.	8,703	519	341	
Ecolab, Inc.	20,317	872	882	
El Du Pont de Nemours & Co.	109,338	5,622	3,412	
Freeport-McMoran Copper & Gold, Inc.	45,765	3,022	1,379	
International Flavors & Fragrances, Inc.	9,447	449	346	
International Paper Co.	51,521	2,074	750	
MeadWestvaco Corp.	20,539	668	284	
Monsanto Co.	66,366	3,856	5,760	
Newmont Mining Corp.	55,124	2,701	2,770	
Nucor Corp.	38,046	1,650	2,169	
Pactiv Corp.	16,061	464	493	
PPG Industries, Inc.	19,923	1,451	1,043	
Praxair, Inc.	37,373	2,396	2,738	
Rohm & Haas Co.	15,134	913	1,154	
Sealed Air Corp.	19,009	563	351	
Sigma-Aldrich Corp.	15,178	643	791	
Titanium Metals Corp.	10,233	282	111	
United States Steel Corp.	14,127	966	648	
Vulcan Materials Co.	13,374	1,005	1,147	
Weyerhaeuser Co.	25,632	1,875	966	
		45,931	34,444	2.9

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Telecommunication Services				
American Tower Corp.-Class A	48,060	2,015	1,738	
AT&T, Inc.	714,122	23,416	25,125	
CenturyTel, Inc.	12,307	503	415	
Embarq Corp.	17,136	839	755	
Frontier Communications Corp.	37,992	565	410	
Qwest Communications International, Inc.	178,482	1,116	802	
Sprint Nextel Corp.	345,045	6,905	780	
Verizon Communications, Inc.	344,209	14,499	14,405	
Windstream Corp.	52,861	694	599	
		50,552	45,029	3.7
Transportation				
CSX Corp.	47,803	1,686	1,916	
		1,686	1,916	0.2
Utilities				
AES Corp. (The)	81,918	1,355	832	
Allegheny Energy, Inc.	20,582	755	859	
Ameren Corp.	25,613	1,405	1,052	
American Electric Power Co., Inc.	48,892	2,129	2,006	
Centerpoint Energy, Inc.	41,791	648	650	
CMS Energy Corp.	27,089	405	337	
Consolidated Edison, Inc.	33,177	1,738	1,592	
Constellation Energy Group, Inc.	21,502	1,346	664	
Dominion Resources, Inc.	70,438	3,137	3,115	
DTE Energy Co.	19,836	996	873	
Duke Energy Corp.	153,306	2,924	2,841	
Dynegy, Inc.-Class A	60,790	393	149	
Edison International	39,576	1,731	1,566	
Entergy Corp.	22,944	2,106	2,355	
Equitable Resources, Inc.	15,815	597	655	
Exelon Corp.	79,723	4,886	5,472	
FirstEnergy Corp.	36,936	2,205	2,211	
FPL Group, Inc.	49,523	2,645	3,077	
Integrus Energy Group, Inc.	9,190	561	487	
Nicor, Inc.	5,429	263	233	
NiSource, Inc.	32,975	801	446	
Pepco Holdings, Inc.	26,097	632	572	
PG&E Corp.	43,736	1,873	2,087	
Pinnacle West Capital Corp.	12,113	573	480	
PPL Corp.	45,466	1,707	1,721	
Progress Energy, Inc.	31,872	1,675	1,568	
Public Service Enterprise Group, Inc.	61,376	2,261	2,209	
Questar Corp.	20,926	1,004	843	
Sempra Energy	29,524	1,521	1,553	
Southern Co. (The)	93,856	3,772	4,280	
TECO Energy, Inc.	25,581	475	390	
Wisconsin Energy Corp.	14,241	762	738	

NONPENSION U.S. EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Xcel Energy, Inc.	54,474	1,220	1,247	
		50,501	49,160	4.1
Total Common Stocks		1,482,694	1,173,447	97.1
Transaction Costs (Note 2)		(10)		
Total Investments		1,486,113	1,176,903	97.4
Other Assets and Liabilities			31,013	2.6
Net Assets			1,207,916	100.0

Open futures contracts held by the Fund as at December 31, 2008 are shown in Note 4.

PENSION U.S. ALPHA TILTS FUND

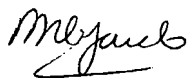
STATEMENT OF NET ASSETS

AS AT DECEMBER 31

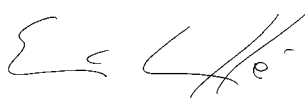
	2008	2007
Assets		
Investments - at fair value* (Note 2)	\$ 1,678,729,642	\$ 1,795,421,662
Cash	5,064,242	6,014,877
Margin due from brokers	27,091	-
Net unrealized gain on forward currency contracts	-	108,443
Interest receivable	1,414	63,703
Dividends receivable	3,416,905	2,391,751
Tax reclaim on dividends receivable	131,259	60,880
Accounts receivable from issue of units	48,677,814	31,203,759
Accounts receivable for investment sales	85,189	-
	1,736,133,556	1,835,265,075
Liabilities		
Margin due to brokers	-	98,710
Operating expenses payable	65,559	85,704
Payables for redemption of units	39,390,297	23,907,888
	39,455,856	24,092,302
Net Assets	\$ 1,696,677,700	\$ 1,811,172,773
Number of Units Issued and Outstanding (Note 8)	242,337,676	205,629,315
Net Assets per Unit	\$ 7.00	\$ 8.81
Investments at Cost*	\$ 2,039,466,684	\$ 1,921,170,604

* Includes short-term investments

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 43,499,441	\$ 39,254,336
Interest income	255,686	358,460
Net gain (loss) from futures contracts	(3,962,703)	94,364
Foreign exchange gain (loss)	2,058,240	(1,261,646)
Withholding taxes	(33,896)	(36,715)
	41,816,768	38,408,799
Expenses		
Trustee fees	1,570	1,594
Custodian fees	171,433	174,088
Fund accounting expenses	76,819	78,541
Unitholder communication costs	1,075	-
Audit fees	18,587	15,187
Securities filing fees	48,162	18,658
Other operating expenses	1,788	4,831
	319,434	292,899
Net Investment Income for the Year	41,497,334	38,115,900
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(218,824,702)	54,279,867
Transaction costs (Note 2)	(1,330,926)	(1,376,671)
Net change in unrealized depreciation in value of investments	(235,009,142)	(383,023,100)
Net Loss on Investments	(455,164,770)	(330,119,904)
Decrease in Net Assets from Operations	\$ (413,667,436)	\$ (292,004,004)
Decrease in Net Assets from Operations per Unit	\$ (1.82)	\$ (1.38)

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 1,811,172,773	\$ 2,459,389,965
Decrease in Net Assets from Operations	(413,667,436)	(292,004,004)
Capital Transactions		
Proceeds from issue of units	440,256,810	481,144,573
Reinvestment of distributions	39,291,441	129,182,722
Redemption of units	(141,084,447)	(837,357,761)
Net capital transactions	338,463,804	(227,030,466)
Distributions		
From net investment income	(39,291,441)	(39,918,160)
From capital gains	-	(26,021,062)
From capital gains redemption in kind (Note 9)	-	(63,243,500)
Total distributions	(39,291,441)	(129,182,722)
Decrease in Net Assets for the Year	(114,495,073)	(648,217,192)
Net Assets - End of Year	\$ 1,696,677,700	\$ 1,811,172,773

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Short-term Investments				
Government				
Government Guaranteed				
U.S. Treasury Bill				
0.20% June 25, 2009	1,800	2,197	2,220	
		2,197	2,220	0.1
Total Short-term Investments		2,197	2,220	0.1
Common Stocks				
Consumer Discretionary				
Abercrombie & Fitch Co.-Class A	4,944	122	141	
Apollo Group, Inc.-Class A	72,553	4,730	6,863	
Autoliv, Inc.	33,458	1,264	884	
Autozone, Inc.	1,408	174	242	
Big Lots, Inc.	129,239	3,263	2,304	
BJ's Wholesale Club, Inc.	70,541	2,452	2,982	
CBS Corp.-Class B	204,787	2,514	2,070	
Centex Corp.	46,013	650	604	
Choice Hotels International, Inc.	97,676	3,789	3,625	
Coach, Inc.	5,365	133	138	
Collective Brands, Inc.	4,283	40	62	
Comcast Corp.-Class A	206,027	4,003	4,278	
D.R. Horton, Inc.	58,646	700	511	
DIRECTV Group, Inc. (The)	187,196	4,248	5,267	
Dish Network Corp.-A	76,238	2,729	1,041	
Dollar Tree, Inc.	106,614	3,935	5,487	
Family Dollar Stores, Inc.	21,213	639	681	
Ford Motor Co.	194,021	744	534	
Gannett Co., Inc.	132,422	2,591	1,305	
Gap (The), Inc.	323,961	6,306	5,355	
General Motors Corp.	93,269	2,909	367	
Genuine Parts Co.	33,470	1,375	1,564	
H&R Block, Inc.	39,723	1,046	1,114	
Harman International Industries, Inc.	3,184	110	66	
Hasbro, Inc.	161,978	5,500	5,825	
Home Depot, Inc.	301,877	8,299	8,579	
HSN, Inc.	16,303	208	145	
International Game Technology	22,425	257	329	
International Speedway Corp.-Class A	2,030	82	72	
ITT Educational Services, Inc.	14,806	1,596	1,736	
Johnson Controls, Inc.	4,644	103	104	
Jones Apparel Group, Inc.	13,001	426	94	
Kohl's Corp.	4,285	186	191	
Life Time Fitness Inc	7,865	104	125	
Liz Claiborne, Inc.	8,724	143	28	
Lowe's Cos., Inc.	34,000	898	903	
M.D.C. Holdings, Inc.	9,439	353	353	
Macy's, Inc.	36,142	824	462	
McDonald's Corp.	292,906	17,214	22,477	

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
McGraw-Hill Cos. (The), Inc.	54,432	2,734	1,557	
News Corp.-Class A	8,419	121	94	
NVR, Inc.	4,466	3,003	2,502	
Office Depot, Inc.	158,906	5,879	583	
OfficeMax, Inc.	18,436	360	172	
Penske Auto Group, Inc.	51,740	1,172	490	
Priceline.Com Inc	4,090	326	371	
RadioShack Corp.	127,401	2,564	1,875	
Starbucks Corp.	6,936	79	81	
Strayer Education Inc	1,206	299	319	
Target Corp.	16,522	678	704	
Ticketmaster Entertainment, Inc.	16,303	350	128	
Time Warner, Inc.	1,222,787	19,131	15,171	
TJX Cos., Inc.	158,365	4,674	4,021	
Viacom, Inc.-Class B	160,472	5,747	3,776	
Walt Disney Co.	144,462	4,687	4,041	
Weight Watchers International, Inc.	7,257	288	263	
Whirlpool Corp.	9,518	419	486	
Wyndham Worldwide Corp.	151,303	3,583	1,223	
Wynn Resorts, Ltd.	11,078	504	578	
		143,257	127,343	7.5
Consumer Staples				
Altria Group, Inc.	186,712	4,107	3,469	
Archer-Daniels-Midland Co.	17,301	573	615	
Avon Products, Inc.	1,232	56	36	
Campbell Soup Co.	47,159	2,028	1,744	
Clorox Co.	15,886	1,169	1,090	
Coca-Cola Co. (The)	275,175	15,201	15,361	
Coca-Cola Enterprises, Inc.	49,558	1,155	735	
Colgate-Palmolive Co.	85,851	6,350	7,261	
CVS Caremark Corp.	157,626	5,961	5,591	
Dean Foods Co.	15,178	332	336	
Flowers Foods, Inc.	20,377	612	612	
General Mills, Inc.	258,460	16,447	19,358	
HJ Heinz Co.	65,258	3,380	3,027	
Kellogg Co.	105,189	6,111	5,692	
Kimberly-Clark Corp.	27,839	1,870	1,812	
Kraft Foods Inc.-Class A	109,402	3,617	3,622	
Kroger Co. (The)	205,456	6,852	6,696	
Molson Coors Brewing Co.-Class B	13,523	704	816	
Pepsi Bottling Group, Inc.	48,803	1,693	1,355	
PepsiAmericas, Inc.	118,741	3,453	2,967	
PepsiCo, Inc.	369,052	26,419	24,944	
Philip Morris International, Inc.	433,613	22,433	23,285	
Procter & Gamble Co.	598,424	41,066	45,655	
Safeway, Inc.	1,030	29	30	
Sara Lee Corp.	419,275	6,472	5,062	
Supervalu, Inc.	90,093	2,826	1,622	

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Sysco Corp.	58,014	1,673	1,643	
UST, Inc.	2,581	218	221	
Walgreen Co.	3,852	121	117	
Wal-Mart Stores, Inc.	431,212	24,348	29,816	
		207,276	214,590	12.6
Energy				
Apache Corp.	83,555	9,471	7,688	
Baker Hughes, Inc.	140,416	10,112	5,556	
Cabot Oil & Gas Corp.	14,040	471	451	
Chesapeake Energy Corp.	118,257	2,780	2,355	
Chevron Corp.	220,901	19,546	20,090	
ConocoPhillips	350,566	25,642	22,418	
Devon Energy Corp.	54,391	5,345	4,407	
Energen Corp.	43,762	2,626	1,581	
Ensco International, Inc.	142,768	8,653	4,991	
Exxon Mobil Corp.	910,781	75,403	89,521	
Great Plains Energy, Inc.	23,073	531	551	
Halliburton Co.	194,000	8,119	4,347	
Kirby Corp.	93,630	4,965	3,162	
Marathon Oil Corp.	10,172	312	342	
Massey Energy Co.	62,856	2,505	1,070	
MDU Resources Group, Inc.	30,279	739	806	
Noble Corp.	137,367	7,609	3,743	
Noble Energy, Inc.	158,777	11,970	9,630	
Occidental Petroleum Corp.	179,622	12,829	13,296	
Petrohawk Energy Corp.	8,917	168	172	
Schlumberger, Ltd.	65,944	3,679	3,446	
Smith International, Inc.	36,002	1,098	1,017	
Southwestern Energy Co.	4,707	181	168	
St. Mary Land & Exploration Co.	1,000	24	25	
Superior Energy Services, Inc.	104,799	5,155	2,060	
Ultra Petroleum Corp.	7,090	310	302	
Valero Energy Corp.	50,768	2,526	1,356	
Williams Cos., Inc.	511,727	17,354	9,147	
XTO Energy, Inc.	166,969	6,870	7,268	
		246,993	220,966	13.0
Financials				
Aflac, Inc.	7,023	420	397	
Allstate Corp. (The)	93,210	3,562	3,770	
American Capital, Ltd.	35,270	256	140	
American Express Co.	170,229	9,235	3,898	
American International Group, Inc.	344,684	15,435	664	
AmeriCredit Corp.	21,302	548	201	
Ameriprise Financial, Inc.	90,236	4,944	2,600	
AON Corp.	47,458	2,326	2,676	
Apartment Investment & Management Co. REIT-Class A	16,867	238	239	
Assurant Inc.	3,146	82	116	
AvalonBay Communities, Inc. REIT	13,127	825	982	

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Axis Capital Holdings, Ltd.	96,330	3,409	3,462	
Bank of America Corp.	868,387	34,911	14,965	
Bank of New York Mellon Corp.	239,028	10,865	8,360	
BB&T Corp.	95,618	3,247	3,239	
Boston Properties, Inc. REIT	1,928	108	131	
Broadridge Financial Solutions, Inc.	29,811	638	460	
Capital One Financial Corp.	67,783	5,481	2,668	
CB Richard Ellis Group, Inc.-Class A	5,826	26	31	
CBL & Associates Properties, Inc. REIT	3,651	82	29	
Charles Schwab Corp. (The)	18,758	440	374	
Chubb Corp.	61,770	3,578	3,887	
CIT Group, Inc.	61,734	3,068	341	
Citigroup, Inc.	1,147,207	40,872	9,489	
CME Group, Inc.	11,557	3,772	2,964	
Colonial Bancgroup, Inc.	21,913	323	56	
Comerica, Inc.	25,456	831	624	
Developers Diversified Realty Corp. REIT	20,589	104	123	
Discover Financial Services	7,998	162	94	
Equity Residential REIT	1,259	40	46	
Fifth Third Bancorp	76,938	759	782	
First Horizon National Corp.	33,569	349	438	
Franklin Resources, Inc.	23,032	2,124	1,813	
Genworth Financial, Inc.-Class A	74,123	1,476	258	
Goldman Sachs Group, Inc.	76,529	12,746	7,973	
Hartford Financial Services Group, Inc.	33,165	647	671	
HCP, Inc.	33,709	774	1,156	
Hospitality Properties Trust REIT	12,160	556	222	
Host Hotels & Resorts, Inc. REIT	513,220	13,162	4,777	
Hudson City Bancorp, Inc.	38,733	795	763	
Huntington Bancshares, Inc.	61,747	473	583	
IntercontinentalExchange, Inc.	12,820	1,111	1,304	
Invesco, Ltd.	128,751	3,297	2,290	
Jones Lang Lasalle, Inc.	9,946	871	339	
JPMorgan Chase & Co.	691,564	31,055	26,918	
Keycorp	85,640	2,994	897	
Legg Mason, Inc.	24,222	476	653	
Lender Processing Serv	16,846	598	608	
Loews Corp.	8,496	291	296	
M&T Bank Corp.	1,456	122	103	
Marsh & McLennan Cos., Inc.	113,385	3,277	3,394	
Marshall & Ilsley Corp.	2,487	48	42	
MBIA, Inc.	33,356	233	168	
Merrill Lynch & Co., Inc.	277,112	16,461	3,982	
Metlife, Inc.	86,137	5,083	3,706	
Moody's Corp.	33,558	2,334	832	
Morgan Stanley	190,377	10,523	3,767	
NASDAQ OMX Group, Inc.	23,042	686	702	
National City Corp.	123,925	1,047	275	
New York Community Bancorp	168,904	3,411	2,494	

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Northern Trust Corp.	71,998	5,210	4,632	
NYSE Euronext	118,874	6,482	4,015	
People's United Financial, Inc.	59,186	1,318	1,300	
PNC Financial Services Group, Inc.	60,252	4,795	3,641	
Principal Financial Group	44,482	1,412	1,239	
Progressive Corp. (The)	116,930	1,994	2,136	
Prologis REIT	81,904	5,196	1,402	
Protective Life Corp.	9,075	310	160	
Prudential Financial, Inc.	73,021	5,665	2,721	
Public Storage, Inc. REIT	73,818	6,822	7,244	
Regions Financial Corp.	119,088	3,016	1,169	
Reinsurance Group of America	5,690	290	299	
Simon Property Group, Inc. REIT	38,745	2,265	2,541	
SI Green Realty Corp. REIT	8,623	614	275	
SLM Corp.	80,666	2,094	885	
Sovereign Bancorp, Inc.	260,815	3,249	956	
State Street Corp.	74,417	4,818	3,612	
SunTrust Banks, Inc.	4,428	179	161	
Torchmark Corp.	8,541	515	471	
Travelers Cos. (The), Inc.	184,062	9,424	10,268	
Tree.com, Inc.	2,669	21	9	
Unum Group	28,831	567	662	
US Bancorp	303,663	10,745	9,376	
Visa, Inc.-Class A Shares	6,062	360	392	
Vornado Realty Trust REIT	8,090	576	603	
Wachovia Corp.	530,405	14,841	3,621	
Wells Fargo & Co.	636,300	21,415	23,157	
WR Berkley Corp.	75,002	2,198	2,864	
XL Capital, Ltd.-Class A	40,651	219	184	
Zions Bancorporation	30,919	1,627	933	
		385,844	230,160	13.6
Health Care				
Abbott Laboratories	115,847	7,262	7,633	
Alcon, Inc.	57,822	8,135	6,366	
Amgen, Inc.	344,096	25,531	24,421	
Baxter International, Inc.	203,716	12,518	13,477	
Becton Dickinson & Co.	70,706	5,359	5,969	
Biogen Idec, Inc.	76,488	4,615	4,488	
Bristol-Myers Squibb Co.	656,110	14,585	18,816	
Celgene Corp.	132,888	9,156	9,064	
Covidien, Ltd.	191,817	10,570	8,582	
Eli Lilly & Co.	421,967	22,258	20,972	
Express Scripts, Inc.	79,328	5,597	5,384	
Forest Laboratories, Inc.	251,446	12,262	7,900	
Genzyme Corp.	1,943	165	159	
Gilead Sciences, Inc.	17,449	934	1,100	
Health Net, Inc.	40,118	1,738	539	
Humana, Inc.	33,052	1,329	1,520	

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
IMS Health, Inc.	245,272	5,588	4,590	
Johnson & Johnson	435,836	30,787	32,164	
King Pharmaceuticals, Inc.	144,514	2,537	1,889	
Life Technologies Corp.	40,950	1,066	1,174	
Medco Health Solutions, Inc.	141,596	6,966	7,326	
Medtronic, Inc.	160,118	6,448	6,209	
Merck & Co., Inc.	274,888	10,648	10,309	
Mylan, Inc.	103,909	1,087	1,267	
Pfizer, Inc.	1,640,345	48,718	35,863	
Schering-Plough Corp.	111,922	2,094	2,352	
Sepracor, Inc.	3,146	52	43	
St. Jude Medical, Inc.	203,220	8,743	8,251	
UnitedHealth Group, Inc.	112,853	5,270	3,697	
Universal Health Services-Class B	24,857	1,431	1,149	
Vertex Pharmaceuticals, Inc.	2,247	66	84	
WellCare Health Plans, Inc.	21,325	1,300	339	
WellPoint, Inc.	96,609	4,897	5,023	
Wyeth	69,840	2,915	3,234	
		282,627	261,353	15.4
Industrials				
3M Co.	151,745	11,441	10,779	
AGCO Corp.	3,515	98	102	
AMR Corp.	42,396	1,551	557	
Burlington Northern Santa Fe Corp.	76,409	7,252	7,141	
Continental Airlines-Class B	16,104	233	359	
Crown Holdings, Inc.	21,603	563	510	
Cummins, Inc.	39,157	1,410	1,290	
Danaher Corp.	17,344	1,146	1,212	
Deluxe Corp.	5,035	165	93	
Dover Corp.	180,945	9,291	7,354	
Dresser-Rand Group, Inc.	19,612	671	416	
Emerson Electric Co.	315,453	16,571	14,257	
FedEx Corp.	62,405	5,456	4,940	
Fluor Corp.	89,662	6,141	4,967	
Gardner Denver, Inc.	13,002	546	375	
General Dynamics Corp.	121,580	10,719	8,644	
General Electric Co.	1,630,093	50,787	32,540	
Goodrich Corp.	96,273	5,249	4,400	
Honeywell International, Inc.	176,012	10,352	7,125	
Illinois Tool Works, Inc.	11,528	456	499	
ITT Corp.	6,223	324	353	
Jacobs Engineering Group, Inc.	6,047	407	359	
Landstar System, Inc.	21,458	1,035	1,018	
Lennox International, Inc.	21,545	720	859	
Lockheed Martin Corp.	16,219	1,548	1,683	
Manitowoc Co. (The), Inc.	97,049	2,198	1,033	
Manpower, Inc.	53,353	3,599	2,235	
Masco Corp.	125,538	1,453	1,723	

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
McDermott International, Inc.	71,497	651	872	
National Oilwell Varco, Inc.	6,461	158	195	
Norfolk Southern Corp.	121,892	6,808	7,080	
Northrop Grumman Corp.	206,180	15,911	11,464	
Oil States International, Inc.	6,611	340	153	
Parker Hannifin Corp.	31,359	1,825	1,647	
Precision Castparts Corp.	2,167	149	159	
Raytheon Co.	24,846	1,542	1,565	
Reliance Steel & Aluminum Co.	43,148	2,583	1,062	
Republic Services, Inc.	88,769	2,833	2,713	
Southwest Airlines Co.	75,929	937	807	
Terex Corp.	46,696	2,132	993	
Timken Co. (The)	54,001	1,623	1,305	
TRW Automotive Holdings Corp.	10,140	210	44	
Tyco International, Ltd.	149,794	5,212	3,985	
Union Pacific Corp.	136,470	8,330	8,051	
United Parcel Service, Inc.-Class B	71,429	4,718	4,864	
United Technologies Corp.	120,935	7,303	8,001	
W.W. Grainger, Inc.	51,051	4,519	4,957	
WABCO Holdings, Inc.	38,416	1,441	749	
Waste Management, Inc.	35,044	1,251	1,432	
WESCO International, Inc.	1,833	66	43	
YRC Worldwide, Inc.	31,052	1,193	110	
		223,117	179,074	10.6
Information Technology				
Accenture, Ltd.-Class A	279,572	9,542	11,306	
Adobe Systems, Inc.	339,244	12,590	8,916	
Adtran, Inc.	24,093	547	442	
Agilent Technologies, Inc.	336,071	12,145	6,485	
Akamai Technologies, Inc.	2,004	36	37	
Apple, Inc.	130,069	12,266	13,705	
Atmel Corp.	21,747	107	83	
Autodesk, Inc.	189,768	7,840	4,606	
Broadcom Corp.-Class A	10,063	210	210	
CA, Inc.	32,741	665	748	
Ciena Corp.	24,493	506	202	
Cisco Systems, Inc.	1,023,740	24,702	20,575	
Dell, Inc.	50,262	804	634	
Dun & Bradstreet Corp.	30,642	2,710	2,909	
eBay, Inc.	465,907	15,075	8,029	
Flextronics International, Ltd.	102,613	1,216	324	
Google, Inc.-Class A	59,931	27,953	22,741	
Harris Corp.	33,111	1,539	1,553	
Hewlett-Packard Co.	396,764	17,207	17,755	
Integrated Device Tech, Inc.	120,748	1,528	836	
Intel Corp.	1,423,330	33,462	25,777	
International Business Machines Corp.	235,995	26,911	24,513	
Jabil Circuit, Inc.	157,660	2,314	1,310	

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Lexmark International, Inc.	25,390	832	842	
LSI Corp.	539,436	3,750	2,184	
Marvell Technology Group Ltd.	82,252	869	675	
MasterCard, Inc.-Class A	29,103	5,532	5,135	
MEMC Electronic Materials, Inc.	58,285	1,399	1,026	
Metavante Technologies, Inc.	37,982	884	753	
Mettler-Toledo International, Inc.	1,571	128	130	
Microsoft Corp.	1,535,002	47,707	36,838	
Millicom International Cellular S.A. Foreign	8,291	645	460	
Motorola, Inc.	443,718	3,587	2,421	
Nvidia Corp.	102,926	1,841	1,027	
Oracle Corp.	550,764	11,299	12,035	
Paychex, Inc.	44,133	1,470	1,430	
QLogic Corp.	41,086	653	682	
Qualcomm, Inc.	210,605	8,807	9,308	
Seagate Technology	333,901	6,972	1,818	
Sun Microsystems, Inc.	182,903	2,312	863	
Symantec Corp.	319,364	6,595	5,326	
Tellabs, Inc.	42,831	214	217	
Teradata Corp.	198,832	4,748	3,630	
Western Digital Corp.	16,901	302	238	
Western Union Co.	124,921	3,133	2,210	
		325,554	262,944	15.5
Materials				
Air Products & Chemicals, Inc.	12,238	910	759	
Airgas, Inc.	41,884	2,262	2,015	
Ashland, Inc.	45,093	2,436	583	
Century Aluminum Company	10,063	88	124	
CF Industries Holdings, Inc.	24,062	2,833	1,459	
Cytec Industries, Inc.	84,615	4,409	2,216	
Ecolab, Inc.	1,550	64	67	
El Du Pont de Nemours & Co.	9,001	264	281	
FMC Corp.	13,052	563	719	
Freeport-McMoran Copper & Gold, Inc.	118,731	3,217	3,576	
International Paper Co.	179,601	5,685	2,614	
Lubrizol Corp.	121,271	7,173	5,436	
Monsanto Co.	92,812	10,252	8,055	
Mosaic Co. (The)	17,970	1,803	768	
Newmont Mining Corp.	107,866	4,002	5,420	
Nucor Corp.	24,121	1,194	1,375	
Owens-Illinois, Inc.	53,843	2,625	1,816	
Packaging Corp of America	5,729	158	95	
Praxair, Inc.	1,995	137	146	
Sonoco Products Co.	92,830	3,265	2,645	
Terra Industries, Inc.	24,467	983	502	
Vulcan Materials Co.	27,554	1,577	2,362	
		55,900	43,033	2.5

PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Telecommunication Services				
AT&T, Inc.	950,879	35,708	33,455	
Embarq Corp.	87,577	4,048	3,859	
Esc Telecorp Pcs Escrow Cusip	260	0	0	
Sprint Nextel Corp.	1,292,761	19,213	2,920	
Telephone & Data-Special Shs	12,863	779	441	
US Cellular Corp.	3,634	298	194	
Verizon Communications, Inc.	407,195	16,584	17,041	
		76,630	57,910	3.4
Transportation				
CSX Corp.	87,253	5,299	3,497	
Uti Worldwide, Inc.	8,330	131	147	
		5,430	3,644	0.2
Utilities				
AES Corp. (The)	555,163	10,162	5,640	
Allegheny Energy, Inc.	38,970	1,455	1,627	
Alliant Energy Corp.	9,101	318	327	
American Electric Power Co., Inc.	16,934	641	695	
Constellation Energy Group, Inc.	30,780	816	950	
DTE Energy Co.	31,276	1,349	1,377	
Duke Energy Corp.	94,715	1,778	1,755	
Edison International	365,703	18,246	14,474	
Entergy Corp.	101,928	10,233	10,460	
Exelon Corp.	92,339	5,927	6,338	
FirstEnergy Corp.	252,778	17,356	15,135	
FPL Group, Inc.	9,372	539	582	
Pepco Holdings, Inc.	109,519	2,739	2,400	
PG&E Corp.	11,053	452	527	
Pinnacle West Capital Corp.	10,485	376	416	
Progress Energy, Inc.	4,220	199	208	
Public Service Enterprise Group, Inc.	61,720	2,674	2,221	
Questar Corp.	66,123	2,354	2,664	
Sempra Energy	27,733	1,388	1,458	
Southern Co. (The)	71,869	3,138	3,277	
UGI Corp.	98,583	2,690	2,962	
		84,830	75,493	4.5
Total Common Stocks		2,037,458	1,676,510	98.8
Transaction Costs (Note 2)		(188)		
Total Investments		2,039,467	1,678,730	98.9
Other Assets and Liabilities			17,948	1.1
Net Assets			1,696,678	100.0

Open futures contracts held by the Fund as at December 31, 2008 are shown in Note 4.

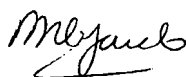
HEDGED PENSION U.S. ALPHA TILTS FUND

STATEMENT OF NET ASSETS

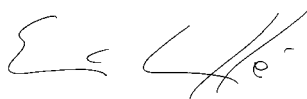
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 198,302,529	\$ 274,143,475
Cash	962,873	74,646
Net unrealized gain on forward currency contracts (Note 5)	2,894,608	6,213,754
Interest receivable	78	37
Accounts receivable from issue of units	7,469,703	28,627,705
	209,629,791	309,059,617
Liabilities		
Operating expenses payable	18,764	16,171
Payables for investment purchases	-	10,000,000
Net unrealized loss on forward currency contracts (Note 5)	3,752,038	6,031,663
	3,770,802	16,047,834
Net Assets	\$ 205,858,989	\$ 293,011,783
Number of Units Issued and Outstanding (Note 8)	28,417,669	24,709,247
Net Assets per Unit	\$ 7.24	\$ 11.86
Investments at Cost	\$ 273,656,359	\$ 303,683,342

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

HEDGED PENSION U.S. ALPHA TILTS FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 5,181,886	\$ 5,261,623
Interest income	2,949	1,257
Net gain from futures contracts	323,429	-
Foreign exchange gain	94,522	1,232,843
	<u>5,602,786</u>	<u>6,495,723</u>
Expenses		
Trustee fees	1,570	1,593
Custodian fees	21	-
Fund accounting expenses	13,590	11,804
Unitholder communication costs	1,075	-
Audit fees	19,480	14,222
Securities filing fees	452	4,705
Other operating expenses	886	2,540
	<u>37,074</u>	<u>34,864</u>
Net Investment Income for the Year	<u>5,565,712</u>	<u>6,460,859</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(14,232,154)	914,724
Net realized gain (loss) from forward currency contracts	(56,647,252)	29,854,611
Capital gains distribution received from other funds	-	3,932,739
Transaction costs (Note 2)	(312)	-
Net change in unrealized depreciation in value of investments	(45,813,963)	(51,376,779)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(1,039,521)	8,043,394
Net Loss on Investments	<u>(117,733,202)</u>	<u>(8,631,311)</u>
Decrease in Net Assets from Operations	<u>\$ (112,167,490)</u>	<u>\$ (2,170,452)</u>
Decrease in Net Assets from Operations per Unit	<u>\$ (4.44)</u>	<u>\$ (0.10)</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	<u>\$ 293,011,783</u>	<u>\$ 221,993,966</u>
Decrease in Net Assets from Operations	<u>(112,167,490)</u>	<u>(2,170,452)</u>
Capital Transactions		
Proceeds from issue of units	47,862,928	102,593,401
Reinvestment of distributions	5,444,843	41,169,589
Redemption of units	(22,848,232)	(29,405,132)
Net capital transactions	<u>30,459,539</u>	<u>114,357,858</u>
Distributions		
From net investment income	(5,444,843)	(5,228,152)
From capital gains	-	(35,941,437)
Total distributions	<u>(5,444,843)</u>	<u>(41,169,589)</u>
Increase (Decrease) in Net Assets for the Year	<u>(87,152,794)</u>	<u>71,017,817</u>
Net Assets - End of Year	<u>\$ 205,858,989</u>	<u>\$ 293,011,783</u>

HEDGED PENSION U.S. ALPHA TILTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Foreign Index Equivalents				
Pension U.S. Alpha Tilts Fund	28,323,871	273,656	198,303	
Total Foreign Index Equivalents		<u>273,656</u>	<u>198,303</u>	<u>96.3</u>
Total Investments		<u>273,656</u>	<u>198,303</u>	<u>96.3</u>
Other Assets and Liabilities			<u>7,556</u>	<u>3.7</u>
Net Assets			<u>205,859</u>	<u>100.0</u>

Forward currency contracts held by the Fund as at December 31, 2008 are shown in Note 5.

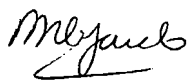
ACTIVE CANADIAN EQUITY FUND

STATEMENT OF NET ASSETS

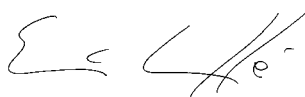
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 1,306,710,519	\$ 2,026,190,944
Cash	8,998,192	8,439,572
Interest receivable	6,432	3,573
Securities lending income receivable	5,867	24,514
Dividends and distributions from underlying trust units receivable	4,577,375	5,802,806
Accounts receivable from issue of units	31,378,794	11,827,864
Accounts receivable for investment sales	55,117	871,825
	1,351,732,296	2,053,161,098
Liabilities		
Operating expenses payable	56,393	78,865
Payables for investment purchases	1,119,639	-
	1,176,032	78,865
Net Assets	\$ 1,350,556,264	\$ 2,053,082,233
Number of Units Issued and Outstanding (Note 8)	65,484,960	70,235,200
Net Assets per Unit	\$ 20.62	\$ 29.23
Investments at Cost	\$ 1,601,877,247	\$ 1,722,640,700

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

ACTIVE CANADIAN EQUITY FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income and distributions from underlying trust units	\$ 89,793,889	\$ 51,798,937
Interest income	324,184	379,057
Securities lending income	398,829	762,331
Foreign exchange loss	(944,504)	(1,099,797)
Withholding taxes	(51,475)	(17,124)
	<u>89,520,923</u>	<u>51,823,404</u>
Expenses		
Trustee fees	1,570	1,589
Custodian fees	125,362	124,267
Fund accounting expenses	77,640	80,086
Unitholder communication costs	1,076	-
Audit fees	16,048	14,703
Securities filing fees	11,077	4,268
Other operating expenses	2,386	7,605
	<u>235,159</u>	<u>232,518</u>
Net Investment Income for the Year	<u>89,285,764</u>	<u>51,590,886</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(66,215,562)	194,385,261
Transaction costs (Note 2)	(2,052,683)	(2,242,492)
Net change in unrealized depreciation in value of investments	(598,716,972)	(14,126,774)
Net Gain (Loss) on Investments	<u>(666,985,217)</u>	<u>178,015,995</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (577,699,453)</u>	<u>\$ 229,606,881</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (8.46)</u>	<u>\$ 3.08</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	<u>\$ 2,053,082,233</u>	<u>\$ 1,941,767,144</u>
Increase (Decrease) in Net Assets from Operations	<u>(577,699,453)</u>	<u>229,606,881</u>
Capital Transactions		
Proceeds from issue of units	119,616,032	170,904,267
Reinvestment of distributions	90,084,402	235,733,513
Redemption of units	(244,442,548)	(289,196,059)
Net capital transactions	<u>(34,742,114)</u>	<u>117,441,721</u>
Distributions		
From net investment income	(90,084,402)	(52,943,002)
From capital gains	-	(161,672,191)
From capital gains redemption in kind (Note 9)	-	(21,118,320)
Total distributions	<u>(90,084,402)</u>	<u>(235,733,513)</u>
Increase (Decrease) in Net Assets for the Year	<u>(702,525,969)</u>	<u>111,315,089</u>
Net Assets - End of Year	<u>\$ 1,350,556,264</u>	<u>\$ 2,053,082,233</u>

ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Common Stocks and Income Trusts				
Consumer Discretionary				
Ballard Power Systems, Inc.	2,285	11	3	
Canadian Tire Corp.-Class A	193,130	12,846	8,391	
Cineplex Galaxy Income Fund	65,957	1,106	902	
Consumers' Waterheater Income Fund (The)	38,150	465	355	
Dorel Industries, Inc.-Class B	82,432	2,540	2,235	
Forzani Group, Ltd. (The)-Class A	10,871	193	78	
Groupe Aeroplan, Inc.	88,335	753	766	
Linamar Corp.	165,504	2,914	611	
Magna International, Inc.-Class A	262,312	22,716	9,606	
Sears Canada, Inc.	58,339	1,613	1,021	
Shaw Communications, Inc.-Class B	737,082	12,429	15,914	
Thomson Reuters PLC	325,000	8,579	8,681	
Tim Hortons, Inc.	452,316	14,340	15,768	
Torstar Corp.-Class B	49,566	718	407	
Yellow Pages Income Fund	597,400	5,533	3,961	
		86,756	68,699	5.1
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	304,053	4,439	4,266	
Empire Co., Ltd.-Class A	136,669	6,332	6,628	
George Weston, Ltd.	626	32	37	
Jean Coutu Group, Inc.-Class A	2,042	30	17	
Loblaws Cos., Ltd.	245,109	7,656	8,564	
Maple Leaf Foods, Inc.	15,933	144	176	
Metro, Inc.-Class A	396,014	12,158	14,633	
North West Co. Fund	2,800	50	47	
Shoppers Drug Mart Corp.	38,203	1,683	1,835	
Viterra, Inc.	179,943	1,681	1,706	
		34,205	37,909	2.8
Energy				
Addax Petroleum Corp.	148,187	4,403	3,125	
Advantage Energy Income Fund	151,488	1,878	764	
AltaGas Income Trust	407	10	7	
ARC Energy Trust	188,200	4,671	3,773	
Baytex Energy Trust	67,800	1,106	982	
Bonavista Energy Trust	9,400	147	159	
Calfrac Well Services, Ltd.	930	27	8	
Cameco Corp.	334,038	12,844	6,998	
Canadian Natural Resources, Ltd.	819,947	48,996	39,972	
Canadian Oil Sands Trust	983,566	35,255	20,684	
Crescent Point Energy Trust	224,187	5,887	5,380	
Daylight Resources Trust	435,057	3,691	3,354	
Enbridge, Inc.	270,529	11,129	10,686	
EnCana Corp.	1,191,088	58,193	67,594	
Enerflex Systems Income Fund	235,669	2,966	2,439	
Enerplus Resources Fund	276,148	11,953	6,589	
Ensign Energy Services, Inc.	286,478	5,903	3,773	

ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fairborne Energy, Ltd.	123,723	1,491	724	
Fort Chicago Energy Partners, LP	308,311	3,295	2,195	
Harvest Energy Trust	202,149	2,712	2,106	
Highpine Oil & Gas, Ltd.	308,008	3,456	1,589	
Husky Energy, Inc.	180,924	6,010	5,582	
Imperial Oil, Ltd.	427,183	17,287	17,502	
Inter Pipeline Fund	342,524	3,277	2,415	
Keyera Facilities Income Fund	262,213	4,916	4,657	
Major Drilling Group International	130,818	5,820	1,608	
Mullen Group Income Fund	144,973	2,707	1,841	
NAL Oil & Gas Trust	22,924	343	180	
Nexen, Inc.	787,168	22,320	16,782	
NuVista Energy, Ltd.	900	14	7	
Paramount Energy Trust	52,517	264	259	
Paramount Resources, Ltd.-Class A	79,305	1,089	536	
Pason Systems, Inc.	241,776	3,860	3,373	
Pembina Pipeline Income Fund	120,000	1,762	1,810	
Pengrowth Energy Trust	357,420	6,484	3,295	
Penn West Energy Trust	653,352	13,208	8,833	
Petro-Canada	845,149	35,288	22,489	
Precision Drilling Trust	4,800	113	48	
Savanna Energy Services Corp.	3,885	79	31	
Suncor Energy, Inc.	972,710	35,691	23,073	
Talisman Energy, Inc.	2,579,123	41,051	31,414	
TransCanada Corp.	936,309	35,703	30,973	
Trinidad Drilling, Ltd.	201,518	2,776	879	
Vermilion Energy Trust	69,738	1,669	1,746	
		461,744	362,234	26.8
Financials				
AGF Management, Ltd.-Class B	2,515	57	24	
Bank of Montreal	858,150	41,380	26,791	
Bank of Nova Scotia	1,405,182	63,352	46,582	
Boardwalk REIT	11,876	263	303	
Brookfield Asset Management, Inc.-Class A	126,829	4,630	2,351	
Brookfield Properties Co.	355,965	3,188	3,310	
Canadian Apartment Properties REIT	155,728	2,454	2,446	
Canadian Imperial Bank of Commerce	455,567	29,388	23,220	
Canadian REIT	301,317	8,934	6,801	
Canadian Western Bank	6,800	111	84	
Chartwell Seniors Housing REIT	69,085	285	371	
CI Financial Income Fund	60,200	916	872	
Cominar REIT	115,226	2,254	1,845	
Davis + Henderson Income Fund	20,900	318	349	
Dundee Corp.-Class A	1,100	16	7	
Extencicare REIT	165,756	748	958	
Fairfax Financial Holdings, Ltd.	34,078	9,283	13,013	
FirstService Corp.	113,272	1,781	1,804	
Great-West Lifeco, Inc.	707,793	21,855	14,644	

ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
H&R REIT	170,339	1,670	1,261	
IGM Financial, Inc.	49,580	1,605	1,756	
Industrial Alliance Insurance and Financial Services, Inc.	287,909	9,323	6,608	
ING Canada, Inc.	1,000	40	32	
InnVest REIT	73,801	596	283	
Laurentian Bank of Canada	110,072	3,822	3,777	
Manulife Financial Corp.	1,748,844	53,719	36,306	
National Bank of Canada	506,865	26,054	15,860	
Northbridge Financial Corp.	29,068	941	1,129	
Onex Corp.	439,910	12,481	7,923	
Power Corp. of Canada	173,660	4,976	3,857	
Power Financial Corp.	313,310	9,996	7,422	
RioCan REIT	50,346	838	688	
Royal Bank of Canada	1,551,107	67,173	55,840	
Sun Life Financial, Inc.	719,308	26,099	20,392	
Toronto-Dominion Bank	1,202,198	71,081	52,199	
		481,627	361,108	26.7
Health Care				
Biovail Corp.	709,681	7,698	8,168	
CML Healthcare Income Fund	38,400	523	493	
MDS, Inc.	302,851	6,097	2,271	
		14,318	10,932	0.8
Industrials				
BFI Canada, Ltd.	2,955	44	31	
Bombardier, Inc.-Class B	3,633,123	21,412	16,058	
Canadian National Railway Co.	761,128	34,901	34,053	
Canadian Pacific Railway, Ltd.	95,100	4,118	3,886	
Jazz Air Income Fund	216,800	815	696	
Russel Metals, Inc.	226,621	6,533	4,299	
SNC-Lavalin Group, Inc.	11,200	414	444	
Superior Plus Income Fund	466,041	6,160	5,047	
Toromont Industries, Ltd.	226,708	5,825	5,192	
Transcontinental, Inc.-Class A	160,941	3,164	1,582	
TransForce, Inc.	388,041	2,954	1,603	
		86,340	72,891	5.4
Information Technology				
Celestica, Inc.	857,942	5,819	4,736	
CGI Group, Inc.-Class A	834,586	8,105	7,929	
MacDonald Dettwiler & Associates, Ltd.	17,700	366	382	
Open Text Corp.	255,782	5,073	9,377	
Research In Motion, Ltd.	574,161	40,200	28,398	
		59,563	50,822	3.8
Materials				
Aecon Group, Inc.	2,200	34	24	
Agnico-Eagle Mines, Ltd.	137,643	7,725	8,640	
Agrium, Inc.	144,269	7,802	5,983	
Alamos Gold, Inc.	535,098	3,460	4,623	

ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Barrick Gold Corp.	1,248,158	44,185	55,768	
Canfor Corp.	463,607	4,750	3,477	
Cascades, Inc.	4,666	62	16	
Centerra Gold, Inc.	366,815	4,283	1,599	
Eldorado Gold Corp.	561,656	3,789	5,409	
First Quantum Minerals, Ltd.	32,125	582	565	
FNX Mining Co., Inc.	182,338	489	551	
Franco-Nevada Corp.	158,700	2,412	3,377	
Gammon Gold, Inc.	616,338	5,768	4,148	
Gerdau AmeriSteel Corp.	779,083	10,385	5,789	
Goldcorp, Inc.	1,093,096	35,132	41,931	
Harry Winston Diamond Corp.	339,470	6,787	1,884	
High River Gold Mines, Ltd.	41,443	125	6	
Iamgold Corp.	859,638	6,384	6,404	
Inmet Mining Corp.	127,086	6,221	2,465	
Ivanhoe Mines, Ltd.	626,938	4,790	1,987	
Kinross Gold Corp.	936,428	18,002	20,976	
Labrador Iron Ore Royalty Income Fund	659	26	14	
Methanex Corp.	244,755	5,633	3,341	
Northgate Minerals Corp.	366,070	1,515	373	
NOVA Chemicals Corp.	40,901	1,119	239	
Potash Corp. of Saskatchewan	526,130	50,075	47,099	
Quadra Mining, Ltd.	364,862	4,565	989	
Red Back Mining, Inc.	400,204	2,793	3,406	
Shore Gold, Inc.	4,072	18	2	
Silver Wheaton Corp.	60,533	907	478	
Silvercorp Metals, Inc.	9,353	63	24	
Tanzanian Royalty Exploration Corp.	14,378	66	73	
Teck Cominco, Ltd.-Class B	772,451	21,560	4,627	
Thompson Creek Metals Co., Inc.	431,815	2,820	2,077	
West Fraser Timber Co., Ltd.	32,706	1,041	1,040	
Yamana Gold, Inc.	60,500	400	569	
		265,768	239,973	17.8
Telecommunication Services				
BCE, Inc.	1,054,649	30,290	26,419	
Bell Aliant Regional Communications Income Fund	326,113	8,738	7,654	
Manitoba Telecom Services, Inc.	91,774	3,933	3,255	
Rogers Communications, Inc.-Class B	503,496	19,033	18,418	
TELUS Corp.	555,753	22,772	20,652	
		84,766	76,398	5.7
Utilities				
Atco, Ltd.-Class I	183,923	6,631	6,928	
Canadian Utilities, Ltd.-Class A	151,333	6,157	6,115	
Emera, Inc.	4,806	106	107	
EPCOR Power, LP	1,000	26	18	
Fortis, Inc.	509,245	13,702	12,522	
Northland Power Income Fund	3,100	39	36	

ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
TransAlta Corp.	776	18	19	
		26,679	25,745	1.9
Total Canadian Common Stocks and Income Trusts		1,601,766	1,306,711	96.8
Transaction Costs (Note 2)		111		
Total Investments		1,601,877	1,306,711	96.8
Other Assets and Liabilities			43,845	3.2
Net Assets			1,350,556	100.0

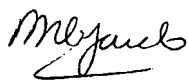
ACTIVE CANADIAN EQUITY EX-INCOME TRUSTS FUND

STATEMENT OF NET ASSETS

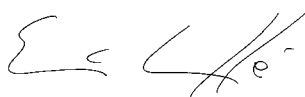
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 1,379,110,861	\$ 2,078,611,983
Cash	5,258,519	8,560,478
Interest receivable	6,115	4,892
Securities lending income receivable	2,272	29,993
Dividends receivable	3,789,542	4,522,629
Accounts receivable from issue of units	14,831,528	-
Accounts receivable for investment sales	2,465	488,111
	1,403,001,302	2,092,218,086
Liabilities		
Operating expenses payable	41,823	64,953
Payables for investment purchases	1,191,871	-
	1,233,694	64,953
Net Assets	\$ 1,401,767,608	\$ 2,092,153,133
Number of Units Issued and Outstanding (Note 8)	66,821,949	68,997,163
Net Assets per Unit	\$ 20.98	\$ 30.32
Investments at Cost	\$ 1,695,095,110	\$ 1,823,650,222

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

ACTIVE CANADIAN EQUITY EX-INCOME TRUSTS FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 38,870,997	\$ 41,167,291
Interest income	226,812	340,531
Securities lending income	270,259	508,995
Foreign exchange loss	(140,376)	(1,075,698)
Withholding taxes	(9,805)	(1,818)
	<u>39,217,887</u>	<u>40,939,301</u>
Expenses		
Trustee fees	1,570	1,593
Custodian fees	108,517	113,293
Fund accounting expenses	77,350	82,011
Audit fees	15,436	14,613
Securities filing fees	10	-
Other operating expenses	2,481	5,383
	<u>205,364</u>	<u>216,893</u>
Net Investment Income for the Year	<u>39,012,523</u>	<u>40,722,408</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(56,366,091)	362,889,143
Transaction costs (Note 2)	(1,846,209)	(2,389,397)
Net change in unrealized depreciation in value of investments	(570,946,010)	(154,053,965)
Net Gain (Loss) on Investments	<u>(629,158,310)</u>	<u>206,445,781</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (590,145,787)</u>	<u>\$ 247,168,189</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (8.94)</u>	<u>\$ 3.15</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 2,092,153,133	\$ 3,115,819,587
Increase (Decrease) in Net Assets from Operations	<u>(590,145,787)</u>	<u>247,168,189</u>
Capital Transactions		
Proceeds from issue of units	130,666,392	23,266,927
Reinvestment of distributions	39,816,219	397,470,010
Redemption of units	(230,906,130)	(1,294,101,570)
Net capital transactions	<u>(60,423,519)</u>	<u>(873,364,633)</u>
Distributions		
From net investment income	(39,816,219)	(42,905,675)
From capital gains	-	(182,248,838)
From capital gains redemption in kind (Note 9)	-	(172,315,497)
Total distributions	<u>(39,816,219)</u>	<u>(397,470,010)</u>
Decrease in Net Assets for the Year	<u>(690,385,525)</u>	<u>(1,023,666,454)</u>
Net Assets - End of Year	<u>\$ 1,401,767,608</u>	<u>\$ 2,092,153,133</u>

ACTIVE CANADIAN EQUITY EX-INCOME TRUSTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Common Stocks				
Consumer Discretionary				
Canadian Tire Corp.-Class A	183,254	12,383	7,962	
Dorel Industries, Inc.-Class B	104,288	3,137	2,827	
Forzani Group, Ltd. (The)-Class A	2,189	39	16	
Groupe Aeroplan, Inc.	56,600	402	491	
Linamar Corp.	163,615	3,103	604	
Magna International, Inc.-Class A	314,002	26,175	11,499	
Quebecor, Inc.-Class B	1,388	43	27	
Sears Canada, Inc.	86,814	2,345	1,519	
Shaw Communications, Inc.-Class B	957,644	18,435	20,675	
Thomson Reuters PLC	291,000	7,612	7,773	
Tim Hortons, Inc.	652,570	20,460	22,749	
Torstar Corp.-Class B	55,963	787	459	
Transcontinental, Inc.-Class A	218,202	4,001	2,145	
		98,922	78,746	5.6
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	345,097	4,939	4,842	
Empire Co., Ltd.-Class A	143,626	6,737	6,966	
Loblaw Cos., Ltd.	182,095	5,711	6,362	
Maple Leaf Foods, Inc.	1,629	17	18	
Metro, Inc.-Class A	473,361	14,849	17,491	
Saputo, Inc.	40,536	1,055	894	
Shoppers Drug Mart Corp.	6,300	338	303	
		33,646	36,876	2.6
Energy				
Addax Petroleum Corp.	164,787	4,426	3,475	
Calfrac Well Services, Ltd.	3,633	105	32	
Cameco Corp.	341,054	14,220	7,145	
Canadian Natural Resources, Ltd.	994,546	62,634	48,484	
Enbridge, Inc.	247,356	9,623	9,770	
EnCana Corp.	1,448,335	79,719	82,193	
Ensign Energy Services, Inc.	438,095	8,773	5,770	
Fairborne Energy, Ltd.	124,086	1,492	726	
Highpine Oil & Gas, Ltd.	373,407	3,612	1,927	
Husky Energy, Inc.	220,304	7,837	6,796	
Imperial Oil, Ltd.	652,595	26,752	26,737	
Major Drilling Group International	164,397	6,750	2,020	
Nexen, Inc.	942,512	26,914	20,094	
Paramount Resources, Ltd.-Class A	149,305	2,102	1,009	
Pason Systems, Inc.	303,033	4,726	4,227	
Petro-Canada	1,076,679	45,355	28,650	
Suncor Energy, Inc.	1,065,007	41,405	25,262	
Talisman Energy, Inc.	2,852,862	51,520	34,748	
TransCanada Corp.	984,152	37,823	32,556	
Trinidad Drilling, Ltd.	150,956	2,049	658	
TriStar Oil & Gas, Ltd.	1,848	23	21	
		437,860	342,300	24.4

ACTIVE CANADIAN EQUITY EX-INCOME TRUSTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Financials				
AGF Management, Ltd.-Class B	4,610	103	43	
Bank of Montreal	1,064,537	49,753	33,235	
Bank of Nova Scotia	1,606,583	74,714	53,258	
Brookfield Asset Management, Inc.-Class A	64,395	2,204	1,194	
Brookfield Properties Co.	371,192	3,242	3,452	
Canadian Imperial Bank of Commerce	522,813	33,158	26,648	
Canadian Western Bank	446	8	5	
Fairfax Financial Holdings, Ltd.	45,417	12,969	17,343	
FirstService Corp.	131,103	2,279	2,088	
Great-West Lifeco, Inc.	776,412	25,163	16,064	
IGM Financial, Inc.	30,395	942	1,077	
Industrial Alliance Insurance and Financial Services, Inc.	315,495	10,619	7,241	
Laurentian Bank of Canada	132,791	4,552	4,556	
Manulife Financial Corp.	1,848,166	60,720	38,368	
National Bank of Canada	642,339	33,970	20,099	
Northbridge Financial Corp.	76,240	2,463	2,962	
Onex Corp.	512,419	14,496	9,229	
Power Corp. of Canada	55,262	1,533	1,227	
Power Financial Corp.	360,518	11,285	8,541	
Royal Bank of Canada	1,756,089	80,180	63,219	
Sun Life Financial, Inc.	834,745	30,304	23,665	
Toronto-Dominion Bank	1,499,576	92,591	65,112	
		547,248	398,626	28.4
Health Care				
Biovail Corp.	830,376	9,005	9,558	
MDS, Inc.	176,616	3,413	1,325	
		12,418	10,883	0.8
Industrials				
BFI Canada, Ltd.	1,267	18	13	
Bombardier, Inc.-Class B	4,723,007	26,624	20,876	
Canadian National Railway Co.	853,025	41,783	38,164	
Canadian Pacific Railway, Ltd.	37,900	1,503	1,549	
Russel Metals, Inc.	248,709	6,904	4,718	
SNC-Lavalin Group, Inc.	3,800	140	151	
Toromont Industries, Ltd.	286,109	7,747	6,552	
TransForce, Inc.	457,024	3,280	1,887	
		87,999	73,910	5.3
Information Technology				
Celestica, Inc.	1,128,105	7,472	6,227	
CGI Group, Inc.-Class A	919,602	9,142	8,736	
MacDonald Dettwiler & Associates, Ltd.	52,289	1,033	1,128	
Nortel Networks Corp.	6,601	46	2	
Open Text Corp.	322,581	7,652	11,826	
Research In Motion, Ltd.	664,015	43,257	32,842	
		68,602	60,761	4.3

ACTIVE CANADIAN EQUITY EX-INCOME TRUSTS FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Materials				
Agnico-Eagle Mines, Ltd.	145,153	8,070	9,111	
Agrium, Inc.	111,327	5,342	4,617	
Alamos Gold, Inc.	614,572	4,021	5,310	
Barrick Gold Corp.	1,451,128	52,504	64,836	
Canfor Corp.	550,396	5,841	4,128	
CCL Industries-Class B	794	28	20	
Centerra Gold, Inc.	408,877	4,538	1,783	
Eldorado Gold Corp.	621,055	4,513	5,981	
FNX Mining Co., Inc.	132,750	346	401	
Franco-Nevada Corp.	175,700	2,671	3,739	
Gammon Gold, Inc.	666,548	5,989	4,486	
Gerdau AmeriSteel Corp.	907,890	13,426	6,746	
Goldcorp, Inc.	1,289,585	41,459	49,468	
Harry Winston Diamond Corp.	391,322	7,681	2,172	
Iamgold Corp.	1,200,947	6,696	8,947	
Inmet Mining Corp.	125,565	5,506	2,436	
Ivanhoe Mines, Ltd.	929,321	5,828	2,946	
Kinross Gold Corp.	1,093,572	20,114	24,496	
Methanex Corp.	165,643	3,720	2,261	
Northgate Minerals Corp.	38,801	165	40	
Potash Corp. of Saskatchewan	641,998	60,515	57,472	
Quadra Mining, Ltd.	377,503	4,273	1,023	
Red Back Mining, Inc.	552,420	3,755	4,701	
Tanzanian Royalty Exploration Corp.	35,474	256	180	
Teck Cominco, Ltd.-Class B	724,044	24,335	4,337	
Thompson Creek Metals Co., Inc.	412,800	1,772	1,986	
West Fraser Timber Co., Ltd.	28,263	905	899	
		294,269	274,522	19.6
Telecommunication Services				
BCE, Inc.	1,157,928	32,212	29,006	
Manitoba Telecom Services, Inc.	96,831	3,992	3,435	
Rogers Communications, Inc.-Class B	527,255	19,570	19,287	
TELUS Corp.	480,195	21,624	17,844	
		77,398	69,572	5.0
Utilities				
Atco, Ltd.-Class I	207,205	8,849	7,805	
Canadian Utilities, Ltd.-Class A	241,244	10,633	9,749	
Emera, Inc.	12,329	264	273	
Fortis, Inc.	613,574	16,601	15,088	
		36,347	32,915	2.4
Total Canadian Common Stocks		1,694,709	1,379,111	98.4
Transaction Costs (Note 2)		386		
Total Investments		1,695,095	1,379,111	98.4
Other Assets and Liabilities			22,657	1.6
Net Assets			1,401,768	100.0

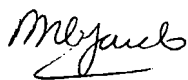
DAILY ACTIVE CANADIAN EQUITY FUND

STATEMENT OF NET ASSETS

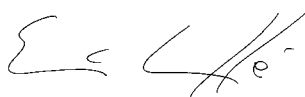
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 334,452,044	\$ 398,501,031
Cash	7,980,731	1,367,279
Interest receivable	5,317	3,311
Securities lending income receivable	135	8,642
Dividends and distributions from underlying trust units receivable	916,342	852,050
Accounts receivable from issue of units	2,658,622	-
Accounts receivable for investment sales	1,108	91,074
	346,014,299	400,823,387
Liabilities		
Operating expenses payable	37,152	46,087
Payables for investment purchases	288,938	-
	326,090	46,087
Net Assets	\$ 345,688,209	\$ 400,777,300
Number of Units Issued and Outstanding (Note 8)	22,477,973	18,013,509
Net Assets per Unit	\$ 15.38	\$ 22.25
Investments at Cost	\$ 401,043,278	\$ 330,976,927

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

DAILY ACTIVE CANADIAN EQUITY FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income and distributions from underlying trust units	\$ 8,464,933	\$ 6,648,396
Interest income	122,600	103,224
Securities lending income	48,236	74,562
Foreign exchange loss	(33,200)	(196,129)
Withholding taxes	(2,427)	(224)
	<u>8,600,142</u>	<u>6,629,829</u>
Expenses		
Trustee fees	1,570	1,593
Custodian fees	61,762	56,279
Fund accounting expenses	51,227	49,343
Unitholder communication costs	1,075	-
Audit fees	13,117	14,637
Securities filing fees	5,367	2,053
Other operating expenses	994	3,998
	<u>135,112</u>	<u>127,903</u>
Net Investment Income for the Year	<u>8,465,030</u>	<u>6,501,926</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(9,273,472)	44,640,125
Transaction costs (Note 2)	(403,801)	(406,075)
Net change in unrealized depreciation in value of investments	(134,115,338)	(12,384,575)
Net Gain (Loss) on Investments	<u>(143,792,611)</u>	<u>31,849,475</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (135,327,581)</u>	<u>\$ 38,351,401</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (6.91)</u>	<u>\$ 2.23</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	<u>\$ 400,777,300</u>	<u>\$ 318,985,543</u>
Increase (Decrease) in Net Assets from Operations	<u>(135,327,581)</u>	<u>38,351,401</u>
Capital Transactions		
Proceeds from issue of units	109,614,513	82,488,875
Reinvestment of distributions	8,435,163	50,254,660
Redemption of units	(29,376,023)	(39,048,519)
Net capital transactions	<u>88,673,653</u>	<u>93,695,016</u>
Distributions		
From net investment income	(8,435,163)	(6,343,304)
From capital gains	-	(43,911,356)
Total distributions	<u>(8,435,163)</u>	<u>(50,254,660)</u>
Increase (Decrease) in Net Assets for the Year	<u>(55,089,091)</u>	<u>81,791,757</u>
Net Assets - End of Year	<u>\$ 345,688,209</u>	<u>\$ 400,777,300</u>

DAILY ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Common Stocks				
Consumer Discretionary				
Canadian Tire Corp.-Class A	44,515	2,536	1,934	
Dorel Industries, Inc.-Class B	25,309	790	686	
Forzani Group, Ltd. (The)-Class A	563	10	4	
Groupe Aeroplan, Inc.	14,100	100	122	
Linamar Corp.	42,977	784	159	
Magna International, Inc.-Class A	76,594	6,185	2,805	
Quebecor, Inc.-Class B	328	7	6	
Sears Canada, Inc.	18,401	500	322	
Shaw Communications, Inc.-Class B	232,401	4,610	5,018	
Thomson Reuters PLC	67,000	1,770	1,790	
Tim Hortons, Inc.	155,974	4,824	5,437	
Torstar Corp.-Class B	14,128	195	116	
Transcontinental, Inc.-Class A	55,392	1,045	545	
		23,356	18,944	5.5
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	83,396	1,200	1,170	
Empire Co., Ltd.-Class A	35,040	1,627	1,699	
Loblaw Cos., Ltd.	43,723	1,359	1,528	
Maple Leaf Foods, Inc.	3,187	49	35	
Metro, Inc.-Class A	113,423	3,534	4,191	
Saputo, Inc.	12,012	316	265	
Shoppers Drug Mart Corp.	2,500	118	120	
		8,203	9,008	2.6
Energy				
Addax Petroleum Corp.	42,912	1,155	905	
Calfrac Well Services, Ltd.	1,404	40	12	
Cameco Corp.	82,899	3,348	1,737	
Canadian Natural Resources, Ltd.	241,416	14,296	11,769	
Enbridge, Inc.	59,519	2,313	2,351	
EnCana Corp.	351,530	17,927	19,949	
Ensign Energy Services, Inc.	106,288	2,151	1,400	
Fairborne Energy, Ltd.	33,228	376	194	
Highpine Oil & Gas, Ltd.	79,237	825	409	
Husky Energy, Inc.	54,969	2,046	1,696	
Imperial Oil, Ltd.	158,359	6,706	6,488	
Major Drilling Group International	39,154	1,658	481	
Nexen, Inc.	228,406	6,083	4,870	
Paramount Resources, Ltd.-Class A	25,700	421	174	
Pason Systems, Inc.	76,559	1,182	1,068	
Petro-Canada	260,938	9,976	6,944	
Suncor Energy, Inc.	255,073	9,880	6,050	
Talisman Energy, Inc.	690,938	10,861	8,416	
TransCanada Corp.	238,520	9,073	7,890	
Trinidad Drilling, Ltd.	41,349	546	180	
		100,863	82,983	24.0

DAILY ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Financials				
AGF Management, Ltd.-Class B	1,217	27	11	
Bank of Montreal	257,751	11,786	8,047	
Bank of Nova Scotia	388,669	17,331	12,884	
Brookfield Asset Management, Inc.-Class A	15,610	549	289	
Brookfield Properties Corp.	90,411	801	841	
Canadian Imperial Bank of Commerce	126,746	7,833	6,460	
Canadian Western Bank	2,119	42	26	
Fairfax Financial Holdings, Ltd.	10,991	3,094	4,197	
FirstService Corp.	32,181	560	513	
Great-West Lifeco, Inc.	188,443	5,652	3,899	
IGM Financial, Inc.	6,538	204	232	
Industrial Alliance Insurance and Financial Services, Inc.	76,467	2,559	1,755	
Laurentian Bank of Canada	33,489	1,190	1,149	
Manulife Financial Corp.	446,835	13,726	9,276	
National Bank of Canada	153,855	7,423	4,814	
Northbridge Financial Corp.	19,515	636	758	
Onex Corp.	125,320	3,575	2,257	
Power Corp. of Canada	12,868	358	286	
Power Financial Corp.	88,450	2,776	2,095	
Royal Bank of Canada	426,202	18,643	15,343	
Sun Life Financial, Inc.	202,326	7,139	5,736	
Toronto-Dominion Bank	363,966	21,621	15,803	
		127,525	96,671	27.9
Health Care				
Biovail Corp.	201,433	2,178	2,319	
MDS, Inc.	44,936	887	337	
		3,065	2,656	0.8
Industrials				
BFI Canada, Ltd.	8,110	110	84	
Bombardier, Inc.-Class B	1,156,958	6,572	5,114	
Canadian National Railway Co.	206,972	9,585	9,260	
Canadian Pacific Railway, Ltd.	9,000	357	368	
Russel Metals, Inc.	64,329	1,769	1,220	
Toromont Industries, Ltd.	72,740	1,896	1,666	
TransForce, Inc.	111,051	779	459	
		21,068	18,171	5.2
Information Technology				
Celestica, Inc.	270,138	1,809	1,491	
CGI Group, Inc.-Class A	220,818	2,187	2,098	
MacDonald Dettwiler & Associates, Ltd.	12,388	244	267	
Nortel Networks Corp.	7,500	21	2	
Open Text Corp.	79,825	2,056	2,926	
Research In Motion, Ltd.	161,069	11,632	7,967	
		17,949	14,751	4.3
Materials				
Agnico-Eagle Mines, Ltd.	35,231	1,891	2,211	

DAILY ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Agrium, Inc.	27,049	1,284	1,122	
Alamos Gold, Inc.	148,876	949	1,286	
Barrick Gold Corp.	352,153	12,681	15,734	
Canfor Corp.	133,482	1,353	1,001	
CCL Industries-Class B	500	17	13	
Centerra Gold, Inc.	93,413	1,044	407	
Eldorado Gold Corp.	158,454	1,136	1,526	
FNX Mining Co., Inc.	25,000	57	76	
Franco-Nevada Corp.	41,900	668	892	
Gammon Gold, Inc.	159,140	1,407	1,071	
Gerdau AmeriSteel Corp.	224,476	3,230	1,668	
Goldcorp, Inc.	312,101	10,057	11,972	
Harry Winston Diamond Corp.	94,476	1,809	524	
Iamgold Corp.	290,435	1,548	2,164	
Inmet Mining Corp.	32,163	1,333	624	
Ivanhoe Mines, Ltd.	247,459	1,526	784	
Kinross Gold Corp.	264,863	4,732	5,933	
Methanex Corp.	42,512	951	580	
Northgate Minerals Corp.	21,018	63	21	
Potash Corp. of Saskatchewan	154,749	16,000	13,853	
Quadra Mining, Ltd.	97,984	1,003	266	
Red Back Mining, Inc.	134,062	892	1,141	
Tanzanian Royalty Exploration Corp.	10,879	56	55	
Teck Cominco, Ltd.-Class B	175,100	5,663	1,049	
Thompson Creek Metals Co., Inc.	98,872	419	476	
West Fraser Timber Co., Ltd.	6,913	222	220	
		71,991	66,669	19.3
Telecommunication Services				
BCE, Inc.	281,019	8,364	7,040	
Manitoba Telecom Services, Inc.	23,330	969	828	
Rogers Communications, Inc.-Class B	126,337	4,686	4,621	
TELUS Corp.	113,448	4,607	4,216	
		18,626	16,705	4.8
Utilities				
Atco, Ltd.-Class I	48,800	1,896	1,838	
Canadian Utilities, Ltd.-Class A	58,717	2,458	2,373	
Emera, Inc.	3,200	70	71	
Fortis, Inc.	146,898	3,990	3,612	
		8,414	7,894	2.3
Total Canadian Common Stocks		401,060	334,452	96.7
Transaction Costs (Note 2)		(17)		
Total Investments		401,043	334,452	96.7
Other Assets and Liabilities			11,236	3.3
Net Assets			345,688	100.0

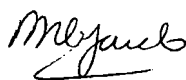
LARGE CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF NET ASSETS

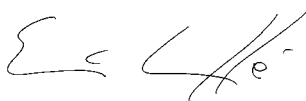
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 664,316,871	\$ 787,039,520
Cash	2,210,792	1,046,801
Interest receivable	3,975	2,479
Securities lending income receivable	354	5,482
Dividends and distributions from underlying trust units receivable	1,907,658	2,256,324
	668,439,650	790,350,606
Liabilities		
Operating expenses payable	30,855	45,493
	30,855	45,493
Net Assets	\$ 668,408,795	\$ 790,305,113
Number of Units Issued and Outstanding (Note 8)	48,234,695	40,322,743
Net Assets per Unit	\$ 13.86	\$ 19.60
Investments at Cost	\$ 762,725,503	\$ 630,809,607

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

LARGE CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income and distributions from underlying trust units	\$ 33,968,796	\$ 17,541,030
Interest income	104,200	38,921
Securities lending income	75,184	121,378
Foreign exchange loss	(331,677)	(657,511)
Other income	14,837	-
Withholding taxes	(4,357)	(316)
	<u>33,826,983</u>	<u>17,043,502</u>
Expenses		
Trustee fees	1,570	1,593
Custodian fees	45,832	45,942
Fund accounting expenses	60,770	60,648
Unitholder communication costs	1,075	-
Audit fees	12,170	13,539
Other operating expenses	351	2,202
	<u>121,768</u>	<u>123,924</u>
Net Investment Income for the Year	<u>33,705,215</u>	<u>16,919,578</u>
Gain (Loss) on Investments		
Net realized gain on sale of investments	1,859,802	94,727,776
Transaction costs (Note 2)	(559,289)	(617,096)
Net change in unrealized depreciation in value of investments	(254,638,545)	(29,686,776)
Net Gain (Loss) on Investments	<u>(253,338,032)</u>	<u>64,423,904</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (219,632,817)</u>	<u>\$ 81,343,482</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (5.41)</u>	<u>\$ 1.93</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 790,305,113	\$ 774,302,039
Increase (Decrease) in Net Assets from Operations	<u>(219,632,817)</u>	<u>81,343,482</u>
Capital Transactions		
Proceeds from issue of units	131,400,000	-
Reinvestment of distributions	33,992,222	112,463,758
Redemption of units	(33,663,501)	(65,340,408)
Net capital transactions	<u>131,728,721</u>	<u>47,123,350</u>
Distributions		
From net investment income	(33,992,222)	(16,914,665)
From capital gains	-	(95,549,093)
Total distributions	<u>(33,992,222)</u>	<u>(112,463,758)</u>
Increase (Decrease) in Net Assets for the Year	<u>(121,896,318)</u>	<u>16,003,074</u>
Net Assets - End of Year	<u>\$ 668,408,795</u>	<u>\$ 790,305,113</u>

LARGE CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Common Stocks and Income Trusts				
Consumer Discretionary				
Canadian Tire Corp.-Class A	56,574	3,418	2,458	
Groupe Aeroplan, Inc.	34,847	306	302	
Magna International, Inc.-Class A	135,189	10,124	4,951	
Shaw Communications, Inc.-Class B	477,607	9,462	10,312	
Thomson Reuters PLC	159,000	4,196	4,247	
Tim Hortons, Inc.	288,771	9,105	10,067	
Yellow Pages Income Fund	82,700	746	548	
		37,357	32,885	4.9
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	123,238	1,812	1,729	
Loblaw Companies, Ltd.	121,951	3,790	4,261	
Metro, Inc.-Class A	163,653	5,285	6,047	
		10,887	12,037	1.8
Energy				
Addax Petroleum Corp.	573	16	12	
Cameco Corp.	205,500	8,114	4,305	
Canadian Natural Resources, Ltd.	507,738	27,907	24,752	
Canadian Oil Sands Trust	520,450	18,498	10,945	
Enbridge, Inc.	128,357	5,017	5,070	
EnCana Corp.	783,952	33,480	44,489	
Enerplus Resources Fund	180,458	7,314	4,306	
Harvest Energy Trust	18,514	249	193	
Husky Energy, Inc.	80,084	2,703	2,471	
Imperial Oil, Ltd.	266,698	11,630	10,927	
Nexen, Inc.	426,855	10,906	9,101	
Pengrowth Energy Trust	2,463	43	23	
Penn West Energy Trust	106,594	1,995	1,441	
Petro-Canada	488,582	18,610	13,001	
Suncor Energy, Inc.	532,472	17,343	12,630	
Talisman Energy, Inc.	1,684,699	26,172	20,520	
TransCanada Corp.	660,006	24,810	21,833	
Vermilion Energy Trust	37,000	879	926	
		215,686	186,945	28.0
Financials				
AGF Management, Ltd.-Class B	1,583	35	15	
Bank of Montreal	619,917	28,614	19,354	
Bank of Nova Scotia	993,582	42,734	32,937	
Brookfield Asset Management, Inc.-Class A	27,623	889	512	
Brookfield Properties Corp.	60,411	586	562	
Canadian Imperial Bank of Commerce	228,815	13,324	11,663	
Fairfax Financial Holdings, Ltd.	9,805	3,057	3,744	
Great-West Lifeco, Inc.	306,861	10,035	6,349	
Industrial Alliance Insurance and Financial Services, Inc.	9,639	340	221	
Manulife Financial Corp.	1,020,769	27,268	21,191	
National Bank of Canada	364,224	16,543	11,397	

LARGE CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Power Financial Corp.	38,055	1,162	901	
Royal Bank of Canada	973,690	39,762	35,053	
Sun Life Financial, Inc.	304,945	10,601	8,645	
TMX Group, Inc.	206	10	5	
Toronto-Dominion Bank	730,401	42,804	31,714	
		237,764	184,263	27.6
Health Care				
Biovail Corp.	571,881	6,073	6,582	
		6,073	6,582	1.0
Industrials				
Bombardier, Inc.-Class B	2,409,097	13,688	10,648	
Canadian National Railway Co.	535,600	24,855	23,963	
Canadian Pacific Railway, Ltd.	4,463	179	182	
Jazz Air Income Fund	2,149	18	7	
		38,740	34,800	5.2
Information Technology				
Celestica, Inc.	600,413	4,862	3,314	
CGI Group, Inc.-Class A	235,118	2,215	2,234	
Onex Corp.	125,764	3,097	2,265	
Open Text Corp.	45,989	1,189	1,686	
Research In Motion, Ltd.	357,045	22,150	17,659	
		33,513	27,158	4.1
Materials				
Agnico-Eagle Mines, Ltd.	103,446	5,170	6,493	
Agrium, Inc.	46,950	2,848	1,947	
Barrick Gold Corp.	842,810	28,330	37,657	
Franco-Nevada Corp.	63,000	958	1,341	
Goldcorp, Inc.	748,424	23,336	28,710	
Harry Winston Diamond Corp.	109,929	1,441	610	
Hudbay Minerals, Inc.	5,400	56	16	
Iamgold Corp.	98,200	454	732	
Inmet Mining Corp.	82,171	3,335	1,594	
Ivanhoe Mines, Ltd.	19,415	67	62	
Kinross Gold Corp.	601,792	10,680	13,480	
Potash Corp. of Saskatchewan	359,403	32,382	32,174	
Teck Cominco, Ltd.-Class B	477,699	13,243	2,861	
		122,300	127,677	19.1
Telecommunication Services				
BCE, Inc.	573,414	17,511	14,364	
Bell Aliant Regional Communications Income Fund	232,318	6,146	5,452	
Manitoba Telecom Services, Inc.	48,229	2,027	1,711	
Rogers Communications, Inc.-Class B	302,200	10,994	11,054	
TELUS Corp.	278,871	12,188	10,363	
		48,866	42,944	6.4

LARGE CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Utilities				
Atco, Ltd.-Class I	141,716	7,540	5,338	
Emera, Inc.	25,500	543	566	
Fortis, Inc.	126,948	3,463	3,122	
		11,546	9,026	1.3
Total Canadian Common Stocks and Income Trusts		762,732	664,317	99.4
Transaction Costs (Note 2)		(6)		
Total Investments		762,726	664,317	99.4
Other Assets and Liabilities			4,092	0.6
Net Assets			668,409	100.0

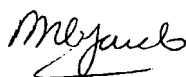
SMALL CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF NET ASSETS

AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 193,352,063	\$ 316,475,185
Cash	2,661,949	3,049,273
Interest receivable	1,943	4,023
Securities lending income receivable	4,207	6,533
Dividends receivable	490,094	305,219
Accounts receivable for investment sales	7,056,244	1,145,000
	<u>203,566,500</u>	<u>320,985,233</u>
Liabilities		
Operating expenses payable	30,316	42,688
Payables for investment purchases	6,419,493	-
	<u>6,449,809</u>	<u>42,688</u>
Net Assets	<u>\$ 197,116,691</u>	<u>\$ 320,942,545</u>
Number of Units Issued and Outstanding (Note 8)	<u>7,962,975</u>	<u>7,676,923</u>
Net Assets per Unit	<u>\$ 24.75</u>	<u>\$ 41.81</u>
Investments at Cost	<u>\$ 269,478,886</u>	<u>\$ 275,725,851</u>

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

SMALL CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 4,335,978	\$ 4,294,915
Interest income	74,644	121,163
Securities lending income	211,811	305,093
Foreign exchange gain (loss)	(69,996)	52,678
	<u>4,552,437</u>	<u>4,773,849</u>
Expenses		
Trustee fees	1,570	1,593
Custodian fees	46,912	39,703
Fund accounting expenses	47,404	48,352
Unitholder communication costs	1,075	-
Audit fees	12,071	13,515
Other operating expenses	820	3,482
	<u>109,852</u>	<u>106,645</u>
Net Investment Income for the Year	<u>4,442,585</u>	<u>4,667,204</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(9,497,238)	57,129,927
Transaction costs (Note 2)	(453,500)	(605,033)
Net change in unrealized depreciation in value of investments	(116,876,157)	(23,378,116)
Net Gain (Loss) on Investments	<u>(126,826,895)</u>	<u>33,146,778</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (122,384,310)</u>	<u>\$ 37,813,982</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (16.45)</u>	<u>\$ 4.64</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 320,942,545	\$ 320,270,628
Increase (Decrease) in Net Assets from Operations	<u>(122,384,310)</u>	<u>37,813,982</u>
Capital Transactions		
Proceeds from issue of units	20,400,000	-
Reinvestment of distributions	4,303,994	60,382,262
Redemption of units	(21,841,544)	(37,142,065)
Net capital transactions	<u>2,862,450</u>	<u>23,240,197</u>
Distributions		
From net investment income	(4,303,994)	(4,787,401)
From capital gains	-	(55,594,861)
Total distributions	<u>(4,303,994)</u>	<u>(60,382,262)</u>
Increase (Decrease) in Net Assets for the Year	<u>(123,825,854)</u>	<u>671,917</u>
Net Assets - End of Year	<u>\$ 197,116,691</u>	<u>\$ 320,942,545</u>

SMALL CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Common Stocks				
Commercial Services				
Garda World Security Corp.	1,800	31	3	
		31	3	0.0
Consumer Discretionary				
Astral Media, Inc.-Class A	19,000	415	459	
CanWest Global Communications Corp.	116,000	70	70	
Cogeco Cable, Inc.	27,411	1,056	945	
Corus Entertainment, Inc.-Class B	91,006	1,483	1,250	
Dorel Industries, Inc.-Class B	116,130	3,538	3,148	
Forzani Group, Ltd. (The)-Class A	63,265	1,045	452	
Linamar Corp.	179,361	2,554	662	
Quebecor, Inc.-Class B	89,644	2,385	1,760	
Reitman's (Canada), Ltd.-Class A	10,266	181	119	
RONA, Inc.	36,268	451	435	
Sears Canada, Inc.	107,715	2,947	1,885	
Torstar Corp.-Class B	21,551	300	177	
		16,425	11,362	5.8
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	195,646	2,794	2,745	
Cott Corp.	30,800	97	46	
Empire Co., Ltd.-Class A	72,282	3,202	3,506	
Jean Coutu Group, Inc.-Class A	71,111	911	582	
Maple Leaf Foods, Inc.	3,792	36	42	
Saputo, Inc.	161,979	4,087	3,573	
Viterra, Inc.	290,100	3,049	2,750	
		14,176	13,244	6.7
Energy				
Addax Petroleum Corp.	257,394	8,284	5,428	
Bankers Petroleum, Ltd.	9,783	23	7	
Birchcliff Energy, Ltd.	201,257	2,129	990	
Bow Valley Energy, Ltd.	12,800	59	5	
Breaker Energy, Ltd.	23,600	168	121	
Calfrac Well Services, Ltd.	67,198	1,431	585	
Celtic Exploration, Ltd.	9,500	100	117	
Compton Petroleum Corp.	112,929	1,207	104	
Connacher Oil and Gas, Ltd.	32,669	131	24	
Crew Energy, Inc.	19,800	342	104	
Ensign Energy Services, Inc.	301,076	5,177	3,965	
Fairborne Energy, Ltd.	176,700	1,626	1,034	
Galleon Energy, Inc.-Class A	900	13	5	
Highpine Oil & Gas, Ltd.	242,000	2,403	1,249	
InterOil Corp.	44,220	1,154	714	
Major Drilling Group International	75,722	2,637	931	
Niko Resources, Ltd.	42,737	3,491	1,812	
Oilsexco, Inc.	211,900	2,448	58	
OPTI Canada, Inc.	53,400	973	95	
Paramount Resources, Ltd.-Class A	135,200	1,877	914	

SMALL CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Pason Systems, Inc.	178,788	2,612	2,494	
Petrobank Energy & Resources, Ltd.	33,811	1,132	680	
ProEx Energy, Ltd.	20,600	353	227	
Savanna Energy Services Corp.	128,638	2,314	1,024	
ShawCor, Ltd.-Class A	101,178	2,806	1,846	
Storm Exploration, Inc.	4,200	56	58	
Trican Well Service, Ltd.	196,731	3,844	1,556	
Trinidad Drilling, Ltd.	208,964	2,354	911	
UEX Corp.	118,400	607	77	
UTS Energy Corp.	564,538	2,092	435	
Verenex Energy, Inc.	100	1	1	
Vero Energy, Inc.	18,600	114	101	
West Energy, Ltd.	177,942	605	329	
		54,563	28,001	14.2
Financials				
AGF Management, Ltd.-Class B	94,050	1,922	882	
Brookfield Properties Co.	234,322	4,366	2,179	
Canadian Western Bank	55,600	1,259	686	
Dundee Corp.-Class A	56,034	738	336	
Fairfax Financial Holdings, Ltd.	28,479	7,816	10,875	
FirstService Corp.	69,736	1,545	1,111	
Great-West Lifeco, Inc.	441,213	13,761	9,129	
Home Capital Group, Inc.	30,853	990	601	
IGM Financial, Inc.	140,911	5,137	4,991	
Industrial Alliance Insurance and Financial Services, Inc.	161,890	4,842	3,715	
ING Canada, Inc.	12,500	439	395	
Kingsway Financial Services, Inc.	2,700	18	17	
Laurentian Bank of Canada	66,787	2,419	2,291	
MI Developments, Inc.-Class A	2,600	35	23	
Northbridge Financial Corp.	23,537	748	914	
Onex Corp.	251,317	6,152	4,526	
Power Corp. of Canada	423,213	10,571	9,400	
Power Financial Corp.	323,144	8,955	7,655	
Sprott Resource Corp.	18,300	38	51	
TMX Group, Inc.	65,600	1,674	1,651	
		73,425	61,428	31.2
Health Care				
Angiotech Pharmaceuticals, Inc.	10,600	30	4	
Cardiome Pharma Corp.	7,500	44	41	
Labopharm, Inc.	74,800	172	168	
Patheon, Inc.	145,041	543	319	
QLT, Inc.	175,200	626	491	
		1,415	1,023	0.5
Industrials				
ATS Automation Tooling Systems, Inc.	218,700	1,257	1,093	
BFI Canada, Ltd.	26,800	373	278	
CAE, Inc.	225,000	2,390	1,813	
Evertz Technologies, Ltd.	2,300	35	31	

SMALL CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Finning International, Inc.	128,100	2,043	1,822	
Flint Energy Services, Ltd.	16,000	193	112	
Russel Metals, Inc.	139,196	3,720	2,641	
Stantec, Inc.	20,481	526	612	
Toromont Industries, Ltd.	206,252	5,735	4,723	
Transat AT, Inc.-Class B	9,345	252	111	
Transcontinental, Inc.-Class A	127,667	2,267	1,255	
TransForce, Inc.	248,182	1,793	1,025	
Westjet Airlines, Ltd.	84,698	1,001	1,109	
		21,585	16,625	8.4
Information Technology				
Aastra Technologies, Ltd.	325	12	4	
Celestica, Inc.	369,970	2,644	2,042	
CGI Group, Inc.-Class A	383,128	3,838	3,640	
MacDonald Dettwiler & Associates, Ltd.	11,600	225	250	
Miranda Technologies, Inc.	2,050	26	14	
Open Text Corp.	102,200	3,114	3,747	
		9,859	9,697	4.9
Materials				
Aecon Group, Inc.	18,200	152	200	
Alamos Gold, Inc.	262,994	1,807	2,272	
Altius Minerals Corp.	16,700	79	77	
Amerigo Resources, Ltd.	281,733	687	101	
Anvil Mining, Ltd.	25,600	357	27	
Aurizon Mines, Ltd.	84,299	389	336	
Canam Group, Inc.-Class A	52,452	520	349	
Canfor Corp.	195,593	2,008	1,467	
Capstone Mining Corp.	8,600	11	8	
Catalyst Paper Corp.	600,332	1,009	177	
CCL Industries-Class B	600	21	15	
Centerra Gold, Inc.	100,059	1,200	436	
Corriente Resources, Inc.-Class A	18,000	89	69	
Eldorado Gold Corp.	560,060	3,871	5,393	
Equinox Minerals, Ltd.	476,529	1,545	634	
FNX Mining Co., Inc.	139,618	1,829	422	
Forsys Metals Corp.	41,600	221	242	
Fronteer Development Group, Inc.	2,900	13	7	
Frontera Copper Corp.	65,734	416	29	
Gabriel Resources, Ltd.	113,110	289	170	
Gammon Gold, Inc.	315,025	2,590	2,120	
Gerdau AmeriSteel Corp.	410,933	4,691	3,053	
Goldcorp, Inc.	9,620	345	369	
Hanfeng Evergreen, Inc.	6,700	75	38	
Harry Winston Diamond Corp.	220,319	4,369	1,223	
High River Gold Mines, Ltd.	130,375	388	18	
Hudbay Minerals, Inc.	202,736	3,260	620	
Iamgold Corp.	460,386	3,591	3,430	
Ivanhoe Mines, Ltd.	394,508	4,310	1,251	

SMALL CAP ACTIVE CANADIAN EQUITY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Methanex Corp.	217,598	4,647	2,970	
Moto Goldmines, Ltd.	3,516	16	6	
North American Palladium, Ltd.	37,500	74	76	
Northgate Minerals Corp.	206,541	758	211	
PAN American Silver Corp.	94,373	2,871	1,959	
Quadra Mining, Ltd.	157,400	2,395	427	
Red Back Mining, Inc.	227,472	1,550	1,936	
Sherritt International Corp.	30,730	457	95	
Shore Gold, Inc.	87,800	371	38	
Silver Standard Resources, Inc.	34,143	700	652	
Silver Wheaton Corp.	317,889	4,230	2,508	
Silvercorp Metals, Inc.	3,566	22	9	
Sino-Forest Corp.-Class A	206,450	1,785	1,990	
Tanzanian Royalty Exploration Corp.	77,692	567	395	
Taseko Mines, Ltd.	205,800	569	146	
Thompson Creek Metals Co., Inc.	229,597	2,701	1,104	
West Fraser Timber Co., Ltd.	30,760	1,224	978	
		65,069	40,053	20.3
Telecommunication Services				
Manitoba Telecom Services, Inc.	87,544	3,801	3,105	
		3,801	3,105	1.6
Utilities				
Atco, Ltd.-Class I	132,386	5,267	4,987	
Canadian Utilities, Ltd.-Class A	62,453	2,594	2,524	
Emera, Inc.	58,600	1,243	1,300	
		9,104	8,811	4.5
Total Canadian Common Stocks		269,453	193,352	98.1
Transaction Costs (Note 2)		26		
Total Investments		269,479	193,352	98.1
Other Assets and Liabilities			3,765	1.9
Net Assets			197,117	100.0

CANADA MARKET NEUTRAL FUND

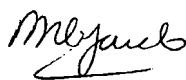
STATEMENT OF NET ASSETS

AS AT DECEMBER 31

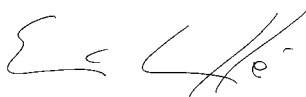
	2008	2007
Assets		
Investments - at fair value* (Note 2)	\$ 1,516,138,145	\$ 1,293,706,053
Cash	34,055,540	16,755,611
Interest receivable	15,136	51,796
Dividends receivable	2,735,877	1,154,893
Accounts receivable for investment sales	19,820	2,543,906
Accounts receivable for short sales	-	3,514,939
	1,552,964,518	1,317,727,198
Liabilities		
Investments sold short (2008 proceeds - \$951,324,415; 2007 proceeds - \$657,982,435) (Note 2)	774,950,768	613,852,276
Dividends payable on securities sold short	2,323,577	855,748
Operating expenses payable	61,190	64,172
Payables for investment purchases	-	836,489
Payables for short sales repurchased	246,586	1,426,432
	777,582,121	617,035,117
Net Assets	\$ 775,382,397	\$ 700,692,081
Net Assets per Class		
Class A	\$ 775,382,397	\$ 700,692,081
	\$ 775,382,397	\$ 700,692,081
Number of Units Issued and Outstanding (Note 8)		
Class A	50,557,781	49,539,992
Net Assets per Unit		
Class A	\$ 15.34	\$ 14.14
Investments at Cost*	\$ 1,667,815,888	\$ 1,270,880,285

* Includes short-term investments

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

CANADA MARKET NEUTRAL FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 15,859,513	\$ 9,511,513
Interest income	20,466,037	25,235,481
Foreign exchange gain (loss)	4,611,992	(413,310)
Withholding taxes	-	(264)
	40,937,542	34,333,420
Expenses		
Trustee fees	1,565	1,597
Custodian fees	2,050,937	1,566,353
Fund accounting expenses	84,647	80,917
Unitholder communication costs	1,075	-
Audit fees	19,480	22,670
Securities filing fees	308	289
Other operating expenses	2,237	3,357
Dividends from short sales	15,667,969	7,669,354
	17,828,218	9,344,537
Net Investment Income for the Year	23,109,324	24,988,883
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	87,404,771	(31,827,975)
Transaction costs (Note 2)	(4,057,920)	(2,849,990)
Net change in unrealized appreciation (depreciation) in value of investments	(44,222,160)	65,154,236
Net Gain on Investments	39,124,691	30,476,271
Increase in Net Assets from Operations	\$ 62,234,015	\$ 55,465,154
Increase in Net Assets from Operations per Class		
Class A	\$ 62,234,015	\$ 55,465,154
	\$ 62,234,015	\$ 55,465,154
Increase in Net Assets from Operations per Unit		
Class A	\$ 1.17	\$ 1.22

CANADA MARKET NEUTRAL FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>	
Net Assets - Beginning of Year (Note 11)	\$ 700,692,081	\$ 417,187,389	\$ 700,692,081	\$ 417,187,389
Increase in Net Assets from Operations	62,234,015	55,465,154	62,234,015	55,465,154
Capital Transactions				
Proceeds from issue of units	123,284,685	234,134,033	123,284,685	234,134,033
Reinvestment of distributions	92,512,063	-	92,512,063	-
Redemption of units	(110,828,384)	(6,094,495)	(110,828,384)	(6,094,495)
Net capital transactions	104,968,364	228,039,538	104,968,364	228,039,538
Distributions				
From net investment income	(92,512,063)	-	(92,512,063)	-
Total distributions	(92,512,063)	-	(92,512,063)	-
Increase in Net Assets for the Year	74,690,316	283,504,692	74,690,316	283,504,692
Net Assets - End of Year	\$ 775,382,397	\$ 700,692,081	\$ 775,382,397	\$ 700,692,081

CANADA MARKET NEUTRAL FUND

STATEMENT OF CASH FLOW

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Cash Provided by (Used in)		
Operating Activities		
Net investment income for the year	\$ 23,109,324	\$ 24,988,883
Charges (Credits) not Affecting Cash		
Unrealized gain (loss) short-term investments	(1,962,138)	1,664
	21,147,186	24,990,547
Changes in Working Capital Balances Relating to Operations		
Purchase of investment securities	(2,947,194,120)	(3,283,672,946)
Proceeds from disposition of investment securities	2,502,176,896	2,867,570,375
Proceeds of investment sold short	1,316,550,299	874,497,400
Purchase from investment sold short	(887,721,926)	(703,142,038)
Transaction costs	(4,057,920)	(2,849,990)
Decrease (increase) in interest receivable	36,660	63,011
Decrease (increase) in dividends receivable	(1,580,984)	(120,580)
Decrease (increase) in accounts receivable for investment sales	2,524,086	(2,510,827)
Decrease (increase) in accounts receivable for short sales	3,514,939	(3,514,939)
Increase (decrease) in dividends payable on securities sold short	1,467,829	98,737
Increase (decrease) in operating expenses payable	(2,982)	21,871
Increase (decrease) in payables for investment purchases	(836,489)	836,489
Increase (decrease) in payables for short sales repurchased	(1,179,846)	1,269,470
	(16,303,558)	(251,453,967)
Net Cash Provided by (Used in) Operating Activities	4,843,628	(226,463,420)
Financing Activities		
Proceeds from issuance of units	123,284,685	234,134,033
Payments on redemption of units	(110,828,384)	(6,094,495)
Net Cash Provided by (Used in) Financing Activities	12,456,301	228,039,538
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 17,299,929	\$ 1,576,118
Cash - Beginning of Year	\$ 16,755,611	\$ 15,179,493
Cash - End of Year	\$ 34,055,540	\$ 16,755,611

CANADA MARKET NEUTRAL FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security - Long positions	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Short-term Investments				
Government				
Federal Non-Agency				
Government of Canada				
1.80% January 08, 2009	200,000	199,390	199,966	
2.68% January 22, 2009	86,978	84,999	86,937	
1.81% February 05, 2009	251,000	249,886	250,805	
1.23% March 19, 2009	200,000	199,344	199,637	
		733,619	737,345	95.1
Total Government		733,619	737,345	95.1
Total Short-term Investments		733,619	737,345	95.1
 Canadian Common Stocks				
Consumer Discretionary				
Canadian Tire Corp.-Class A	391,733	21,897	17,021	
Cogeco Cable, Inc.	126,403	5,203	4,356	
Dorel Industries, Inc.-Class B	537,293	16,664	14,566	
Magna International, Inc.-Class A	386,507	27,327	14,154	
Quebecor, Inc.-Class B	244,316	5,502	4,796	
Sears Canada, Inc.	61,938	1,700	1,084	
Shaw Communications, Inc.-Class B	1,066,539	22,581	23,027	
Thomson Reuters Corp.	90,408	3,129	3,218	
Transcontinental, Inc.-Class A	681,831	11,096	6,702	
		115,099	88,924	11.5
 Consumer Staples				
Empire Co., Ltd.-Class A	473,955	22,005	22,987	
Metro, Inc.-Class A	600,670	17,820	22,195	
Saputo, Inc.	811,860	21,000	17,910	
Viterra, Inc.	823,014	6,798	7,802	
		67,623	70,894	9.1
 Energy				
Bankers Petroleum, Ltd.	1,154	3	1	
Birchcliff Energy, Ltd.	667,085	4,937	3,282	
Calfrac Well Services, Ltd.	154,098	3,289	1,341	
Canadian Natural Resources, Ltd.	349,055	20,207	17,016	
Compton Petroleum Corp.	6,765	68	6	
EnCana Corp.	423,543	25,991	24,036	
Ensign Energy Services, Inc.	443,738	7,989	5,844	
Fairborne Energy, Ltd.	157,788	1,242	923	
Highpine Oil & Gas, Ltd.	953,410	7,342	4,920	
Husky Energy, Inc.	325,021	12,915	10,027	
Imperial Oil, Ltd.	454,030	19,713	18,602	
InterOil Corp.	50,665	807	818	
Major Drilling Group International	343,556	8,926	4,222	
Nexen, Inc.	450,211	11,490	9,598	
Paramount Resources, Ltd.-Class A	491,863	5,775	3,325	
Pason Systems, Inc.	530,577	7,849	7,402	
Petro-Canada	657,594	22,516	17,499	

CANADA MARKET NEUTRAL FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security - Long positions	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Talisman Energy, Inc.	2,047,310	28,855	24,936	
Trinidad Drilling, Ltd.	186,860	1,984	815	
		191,898	154,613	19.9
Financials				
AGF Management, Ltd.-Class B	318,005	4,782	2,983	
Dundee Corp.-Class A	346,398	3,416	2,078	
Fairfax Financial Holdings, Ltd.	19,406	5,812	7,411	
FirstService Corp.	384,572	8,033	6,126	
Great-West Lifeco, Inc.	1,100,090	30,478	22,761	
Home Capital Group, Inc.	318,179	10,094	6,195	
Industrial Alliance Insurance and Financial Services, Inc.	681,311	22,494	15,636	
Laurentian Bank of Canada	461,642	18,670	15,839	
National Bank of Canada	783,541	35,196	24,517	
Northbridge Financial Corp.	366,318	11,740	14,231	
Onex Corp.	687,955	18,369	12,390	
Toronto-Dominion Bank	550,110	32,289	23,886	
		201,373	154,053	19.9
Health Care				
Biovail Corp.	821,879	8,679	9,460	
MDS, Inc.	499,178	8,624	3,744	
		17,303	13,204	1.7
Industrials				
BFI Canada, Ltd.	112,262	1,411	1,163	
Bombardier, Inc.-Class B	3,125,891	16,894	13,816	
CAE, Inc.	446,355	3,571	3,598	
Canadian National Railway Co.	339,668	16,344	15,197	
Linamar Corp.	528,888	6,743	1,952	
Toromont Industries, Ltd.	413,164	11,104	9,461	
TransForce, Inc.	1,033,556	6,555	4,269	
		62,622	49,456	6.4
Information Technology				
Aastra Technologies, Ltd.	30,273	947	358	
Celestica, Inc.	2,383,217	16,262	13,155	
Open Text Corp.	453,880	14,042	16,639	
		31,251	30,152	3.9
Materials				
Alamos Gold, Inc.	1,058,673	6,327	9,147	
Barrick Gold Corp.	127,816	4,383	5,711	
Canfor Corp.	871,805	6,941	6,539	
Centerra Gold, Inc.	259,018	2,628	1,129	
Eldorado Gold Corp.	270,204	1,839	2,602	
First Quantum Minerals, Ltd.	123,844	1,961	2,180	
FNX Mining Co., Inc.	187,449	526	566	
Franco-Nevada Corp.	287,700	4,861	6,122	
Gammon Gold, Inc.	883,942	5,783	5,949	
Gerdau AmeriSteel Corp.	1,291,156	13,676	9,593	
Goldcorp, Inc.	235,078	7,628	9,018	

CANADA MARKET NEUTRAL FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security - Long positions	Par value (in 000s)/ Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Harry Winston Diamond Corp.	578,611	7,198	3,211	
Hudbay Minerals, Inc.	47,006	289	144	
Iamgold Corp.	1,028,707	5,502	7,664	
Inmet Mining Corp.	161,197	4,974	3,127	
Ivanhoe Mines, Ltd.	576,068	1,443	1,826	
Methanex Corp.	547,069	10,147	7,467	
Northgate Minerals Corp.	369,925	1,281	377	
NOVA Chemicals Corp.	542,315	7,514	3,167	
Potash Corp. of Saskatchewan	160,109	19,513	14,333	
Quadra Mining, Ltd.	757,490	7,084	2,053	
Red Back Mining, Inc.	793,131	4,999	6,750	
Russel Metals, Inc.	348,782	7,544	6,616	
Silver Standard Resources, Inc.	87,300	1,123	1,668	
Silver Wheaton Corp.	104,682	493	826	
Tanzanian Royalty Exploration Corp.	15,588	74	79	
Thompson Creek Metals Co., Inc.	730,238	4,501	3,512	
West Fraser Timber Co., Ltd.	138,809	4,855	4,414	
		145,087	125,790	16.2
Telecommunication Services				
Manitoba Telecom Services, Inc.	301,296	12,649	10,687	
TELUS Corp.	474,800	19,103	17,644	
TELUS Corp.-Non-Voting	62,461	2,910	2,155	
		34,662	30,486	3.9
Utilities				
Atco, Ltd.-Class I	412,136	18,722	15,525	
Canadian Utilities, Ltd.-Class A	583,468	25,581	23,578	
Fortis, Inc.	899,493	23,420	22,118	
		67,723	61,221	7.9
Total Canadian Common Stocks		934,641	778,793	100.4
Transaction Costs (Note 2)		(444)		
Total Investments		1,667,816	1,516,138	195.5
Other Assets and Liabilities			(740,756)	(95.5)
Net Assets			775,382	100.0

CANADA MARKET NEUTRAL FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security - Short positions	Holdings	Proceeds received (in \$000s)	Market value (in \$000s)	Percentage of net assets %
Canadian Common Stocks and Income Trusts				
Energy				
Crew Energy, Inc.	(1,011,955)	(5,081)	(5,363)	
		(5,081)	(5,363)	(0.7)
Total Canadian Common Stocks and Income Trusts		(5,081)	(5,363)	(0.7)
Canadian Common Stocks				
Consumer Discretionary				
Astral Media, Inc.-Class A	(701,936)	(23,769)	(17,141)	
Corus Entertainment, Inc.-Class B	(747,275)	(12,694)	(10,499)	
Forzani Group, Ltd. (The)-Class A	(348,076)	(4,516)	(2,551)	
Gildan Activewear, Inc.	(489,072)	(11,255)	(7,052)	
Great Canadian Gaming Corp.	(219,251)	(1,657)	(802)	
Groupe Aeroplan, Inc.	(1,089,281)	(12,320)	(9,455)	
Reitman's (Canada), Ltd.-Class A	(338,474)	(5,049)	(3,943)	
RONA, Inc.	(1,277,234)	(19,678)	(15,327)	
Tim Hortons, Inc.	(319,442)	(9,638)	(11,145)	
Torstar Corp.-Class B	(329,128)	(5,256)	(2,765)	
		(105,832)	(80,680)	(10.4)
Consumer Staples				
Alimentation Couche Tard, Inc.-Class B	(537,696)	(7,227)	(7,775)	
George Weston, Ltd.	(362,371)	(20,770)	(21,724)	
Jean Coutu Group, Inc.-Class A	(1,143,424)	(8,639)	(9,490)	
Loblaw Cos., Ltd.	(409,636)	(13,486)	(14,325)	
Maple Leaf Foods, Inc.	(819,643)	(8,571)	(9,172)	
Shoppers Drug Mart Corp.	(527,694)	(25,230)	(25,382)	
		(83,923)	(87,868)	(11.3)
Energy				
Addax Petroleum Corp.	(470,950)	(8,499)	(9,956)	
Cameco Corp.	(346,697)	(9,801)	(7,298)	
Connacher Oil and Gas, Ltd.	(742,901)	(2,406)	(550)	
Enbridge, Inc.	(338,382)	(13,027)	(13,386)	
Galleon Energy, Inc.-Class A	(1,250,645)	(10,591)	(6,441)	
Iteration Energy, Ltd.	(1,829,182)	(10,635)	(2,506)	
Niko Resources, Ltd.	(371,867)	(24,509)	(15,801)	
NuVista Energy, Ltd.	(528,036)	(7,182)	(4,647)	
Oilexco, Inc.	(357,823)	(2,950)	(102)	
OPTI Canada, Inc.	(561,901)	(8,200)	(1,023)	
Petrobank Energy & Resources, Ltd.	(514,798)	(18,208)	(10,456)	
ProEx Energy, Ltd.	(607,865)	(8,028)	(6,808)	
Savanna Energy Services Corp.	(396,342)	(3,592)	(3,171)	
ShawCor, Ltd.-Class A	(514,650)	(9,966)	(9,485)	
Suncor Energy, Inc.	(763,153)	(19,640)	(18,140)	
TransCanada Corp.	(395,200)	(13,576)	(13,109)	
Trican Well Service, Ltd.	(1,034,588)	(9,846)	(8,246)	
TriStar Oil & Gas, Ltd.	(1,974,723)	(26,784)	(22,532)	
UEX Corp.	(294,147)	(1,223)	(197)	

CANADA MARKET NEUTRAL FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security - Short positions	Holdings	Proceeds received (in \$000s)	Market value (in \$000s)	Percentage of net assets %
Uranium One, Inc.	(645,328)	(3,636)	(1,155)	
		(212,299)	(155,009)	(20.0)
Financials				
Bank of Montreal	(262,289)	(10,208)	(8,197)	
Bank of Nova Scotia	(555,326)	(23,628)	(18,498)	
Brookfield Asset Management, Inc.-Class A	(686,000)	(13,418)	(12,725)	
Brookfield Properties Co.	(1,268,914)	(20,873)	(11,953)	
Canadian Imperial Bank of Commerce	(231,500)	(13,900)	(11,827)	
Canadian Western Bank	(149,749)	(3,339)	(1,854)	
DundeeWealth, Inc.	(53,684)	(413)	(319)	
IGM Financial, Inc.	(437,168)	(18,500)	(15,498)	
ING Canada, Inc.	(206,707)	(7,010)	(6,569)	
Kingsway Financial Services, Inc.	(264,855)	(1,785)	(1,753)	
Manulife Financial Corp.	(587,200)	(18,417)	(12,214)	
Power Corp. of Canada	(950,124)	(27,198)	(21,302)	
Power Financial Corp.	(714,805)	(24,389)	(17,084)	
Royal Bank of Canada	(656,029)	(28,485)	(23,683)	
Sun Life Financial, Inc.	(301,539)	(11,478)	(8,576)	
TMX Group, Inc.	(415,618)	(14,897)	(10,469)	
		(237,938)	(182,521)	(23.5)
Health Care				
Cardiome Pharma Corp.	(338,452)	(2,905)	(1,895)	
		(2,905)	(1,895)	(0.2)
Industrials				
Canadian Pacific Railway, Ltd.	(351,652)	(21,839)	(14,411)	
Finning International, Inc.	(1,243,923)	(28,187)	(17,776)	
Flint Energy Services, Ltd.	(370,393)	(4,132)	(2,656)	
SNC-Lavalin Group, Inc.	(360,556)	(14,042)	(14,314)	
Stantec, Inc.	(284,215)	(7,075)	(8,623)	
Transat AT, Inc.-Class B	(207,260)	(4,054)	(2,539)	
Westjet Airlines, Ltd.	(632,203)	(8,218)	(8,295)	
		(87,547)	(68,614)	(8.9)
Information Technology				
CGI Group, Inc.-Class A	(1,325,451)	(13,435)	(12,724)	
MacDonald Dettwiler & Associates, Ltd.	(402,191)	(15,210)	(8,768)	
Research In Motion, Ltd.	(82,966)	(7,124)	(4,107)	
		(35,769)	(25,599)	(3.3)
Materials				
Aecon Group, Inc.	(391,855)	(4,237)	(4,310)	
Agnico-Eagle Mines, Ltd.	(67,147)	(2,713)	(4,218)	
Agrium, Inc.	(194,500)	(7,765)	(8,118)	
Cascades, Inc.	(525,526)	(3,113)	(1,813)	
CCL Industries-Class B	(214,324)	(6,735)	(5,358)	
Equinox Minerals, Ltd.	(1,182,170)	(4,791)	(1,620)	
European Goldfields, Ltd.	(679,245)	(3,267)	(2,221)	
Fronteer Development Group, Inc.	(43,632)	(312)	(105)	
Jaguar Mining, Inc.	(145,132)	(1,114)	(906)	

CANADA MARKET NEUTRAL FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security - Short positions	Holdings	Proceeds received (in \$000s)	Market value (in \$000s)	Percentage of net assets %
Kinross Gold Corp.	(334,149)	(5,988)	(7,518)	
Norbord, Inc.	(16,870)	(107)	(12)	
PAN American Silver Corp.	(743,325)	(13,888)	(15,617)	
Sherritt International Corp.	(2,839,445)	(21,428)	(9,001)	
Silvercorp Metals, Inc.	(558,361)	(2,123)	(1,457)	
Sino-Forest Corp.-Class A	(568,621)	(4,481)	(5,612)	
Yamana Gold, Inc.	(1,963,590)	(14,219)	(18,556)	
		<u>(96,281)</u>	<u>(86,442)</u>	(11.2)
Telecommunication Services				
BCE, Inc.	(176,500)	(3,766)	(4,435)	
Rogers Communications, Inc.-Class B	(681,714)	(26,133)	(24,985)	
		<u>(29,899)</u>	<u>(29,420)</u>	(3.8)
Utilities				
Canadian Hydro Developers, Inc.	(1,274,773)	(6,044)	(3,875)	
Emera, Inc.	(976,210)	(19,810)	(21,691)	
TransAlta Corp.	(1,062,325)	(27,996)	(25,974)	
		<u>(53,850)</u>	<u>(51,540)</u>	(6.6)
Total Canadian Common Stocks		<u>(946,243)</u>	<u>(769,588)</u>	(99.2)
Total Investments		<u>(951,324)</u>	<u>(774,951)</u>	(99.9)
Other Assets and Liabilities			<u>1,550,333</u>	199.9
Net Assets			<u>775,382</u>	100.0

EQUITIZED CANADA MARKET NEUTRAL FUND

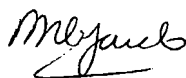
STATEMENT OF NET ASSETS

AS AT DECEMBER 31

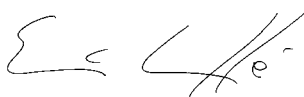
	2008	2007
Assets		
Investments - at fair value* (Note 2)	\$ 93,151,199	\$ 66,472,689
Cash	5,043,116	983,833
Margin due from brokers	11,836,258	1,234,513
Interest receivable	1,358	260
Unrealized gain on swaps (Note 6)	3,656,583	419,964
	113,688,514	69,111,259
Liabilities		
Operating expenses payable	12,879	15,979
Unrealized loss on swaps (Note 6)	1,364,351	-
	1,377,230	15,979
Net Assets	\$ 112,311,284	\$ 69,095,280
Number of Units Issued and Outstanding (Note 8)	13,600,361	6,040,562
Net Assets per Unit	\$ 8.26	\$ 11.44
Investments at Cost*	\$ 98,423,263	\$ 63,316,540

* Includes short-term investments

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

EQUITIZED CANADA MARKET NEUTRAL FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 11,114,012	\$ -
Interest income	339,928	286,385
Net realized loss on swaps	(37,831,904)	(500,413)
Net gain (loss) from futures contracts	(14,222,611)	3,992,193
Withholding taxes	-	(169)
	(40,600,575)	3,777,996
Expenses		
Trustee fees	1,564	1,630
Custodian fees	6,442	979
Fund accounting expenses	17,693	17,176
Unitholder communication costs	1,075	-
Audit fees	15,521	13,669
Securities filing fees	25,629	-
Other operating expenses	43	1,612
	67,967	35,066
Net Investment Income (Loss) for the Year	(40,668,542)	3,742,930
Gain (Loss) on Investments		
Net realized gain on sale of investments	5,035,839	166,320
Transaction costs (Note 2)	(25,644)	(9,177)
Net change in unrealized appreciation in value of swap contracts	1,872,268	419,964
Net change in unrealized appreciation (depreciation) in value of investments	(8,428,213)	4,644,900
	(1,545,750)	5,222,007
Net Gain (Loss) on Investments	(1,545,750)	5,222,007
Increase (Decrease) in Net Assets from Operations	\$ (42,214,292)	\$ 8,964,937
Increase (Decrease) in Net Assets from Operations per Unit	\$ (3.45)	\$ 1.48

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 69,095,280	\$ 60,130,343
Increase (Decrease) in Net Assets from Operations	(42,214,292)	8,964,937
Capital Transactions		
Proceeds from issue of units	85,430,296	-
Reinvestment of distributions	-	3,289,737
Net capital transactions	85,430,296	3,289,737
Distributions		
From net investment income	-	(3,289,737)
Total distributions	-	(3,289,737)
Increase in Net Assets for the Year	43,216,004	8,964,937
Net Assets - End of Year	\$ 112,311,284	\$ 69,095,280

EQUITIZED CANADA MARKET NEUTRAL FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
Canada Market Neutral Class A	6,073,800	98,423	93,151	
Total Canadian Index Equivalents		98,423	93,151	82.9
Total Investments		98,423	93,151	82.9
Other Assets and Liabilities			19,160	17.1
Net Assets			112,311	100.0

Open futures contracts and swap contracts held by the Fund as at December 31, 2008 are shown in Notes 4 and 6 respectively.

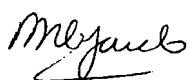
UNIVERSE BOND INDEX FUND

STATEMENT OF NET ASSETS

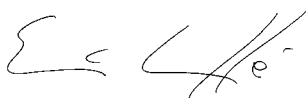
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 4,345,506,567	\$ 5,043,516,556
Cash	6,844,993	4,901,867
Interest receivable	39,213,297	47,391,438
Securities lending income receivable	11,678	10,807
Accounts receivable from issue of units	-	64,348
	4,391,576,535	5,095,885,016
Liabilities		
Operating expenses payable	125,759	89,857
Payables for redemption of units	35,729,232	1,665,637
	35,854,991	1,755,494
Net Assets	\$ 4,355,721,544	\$ 5,094,129,522
Net Assets per Class		
Class A	\$ 2,688,099,512	\$ 3,228,019,540
Class D	1,667,622,032	1,866,109,982
	\$ 4,355,721,544	\$ 5,094,129,522
Number of Units Issued and Outstanding (Note 8)		
Class A	125,137,077	159,535,803
Class D	90,760,304	107,690,567
	125,137,077	159,535,803
Net Assets per Unit		
Class A	\$ 21.48	\$ 20.23
Class D	\$ 18.37	\$ 17.33
	\$ 21.48	\$ 20.23
Investments at Cost	\$ 4,287,532,174	\$ 5,017,691,043

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

UNIVERSE BOND INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income	\$ 237,862,049	\$ 243,832,666
Securities lending income	131,470	183,579
	237,993,519	244,016,245
Expenses		
System application fees	154,554	-
Trustee fees	1,570	1,593
Custodian fees	139,004	147,316
Fund accounting expenses	127,994	128,566
Unitholder communication costs	1,075	-
Audit fees	24,998	18,558
Securities filing fees	21,470	70,520
Other operating expenses	5,585	14,332
	476,250	380,885
Net Investment Income for the Year	237,517,269	243,635,360
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	1,259,395	(11,737,907)
Net change in unrealized appreciation (depreciation) in value of investments	32,148,880	(50,734,237)
Net Gain (Loss) on Investments	33,408,275	(62,472,144)
Increase in Net Assets from Operations	\$ 270,925,544	\$ 181,163,216
Increase in Net Assets from Operations per Class		
Class A	\$ 168,814,717	\$ 116,896,809
Class D	102,110,827	64,266,407
	\$ 270,925,544	\$ 181,163,216
Increase in Net Assets from Operations per Unit		
Class A	\$ 1.16	\$ 0.74
Class D	\$ 1.00	\$ 0.57

UNIVERSE BOND INDEX FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>		<i>Class D</i>	
Net Assets - Beginning of Year (Note 11)	\$ 5,094,129,522	\$ 4,800,288,741	\$ 3,228,019,540	\$ 3,104,740,366	\$ 1,866,109,982	\$ 1,695,548,375
Increase in Net Assets from Operations	270,925,544	181,163,216	168,814,717	116,896,809	102,110,827	64,266,407
Capital Transactions						
Proceeds from issue of units	537,504,848	1,256,237,043	163,431,554	651,433,546	374,073,294	604,803,497
Reinvestment of distributions	238,723,523	243,646,224	148,713,094	152,494,039	90,010,429	91,152,185
Redemption of units	(1,546,838,370)	(1,143,559,478)	(872,166,299)	(645,051,181)	(674,672,071)	(498,508,297)
Net capital transactions	(770,609,999)	356,323,789	(560,021,651)	158,876,404	(210,588,348)	197,447,385
Distributions						
From net investment income	(237,538,482)	(243,646,224)	(147,978,951)	(152,494,039)	(89,559,531)	(91,152,185)
From capital gains redemption in kind (Note 9)	(1,185,041)	-	(734,143)	-	(450,898)	-
Total distributions	(238,723,523)	(243,646,224)	(148,713,094)	(152,494,039)	(90,010,429)	(91,152,185)
Increase (Decrease) in Net Assets for the Year	(738,407,978)	293,840,781	(539,920,028)	123,279,174	(198,487,950)	170,561,607
Net Assets - End of Year	\$ 4,355,721,544	\$ 5,094,129,522	\$ 2,688,099,512	\$ 3,228,019,540	\$ 1,667,622,032	\$ 1,866,109,982

UNIVERSE BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value <small>(in 000s)</small>	Average cost <small>(in \$000s)</small>	Fair value <small>(in \$000s)</small>	Percentage of net assets %
Fixed Income Investments				
Government				
Federal Non-Agency				
Government of Canada				
4.00% September 01, 2010	35,500	36,336	37,235	
6.00% June 01, 2011	4,350	4,780	4,843	
3.75% September 01, 2011	36,460	37,236	38,759	
3.75% June 01, 2012	32,150	32,890	34,537	
3.50% June 01, 2013	89,130	91,250	95,956	
5.25% June 01, 2013	75,168	81,617	86,496	
5.00% June 01, 2014	52,180	56,482	60,365	
4.50% June 01, 2015	62,825	64,258	71,731	
4.00% June 01, 2016	65,710	64,947	73,109	
4.00% June 01, 2017	86,008	87,788	95,685	
9.75% June 01, 2021	5,729	8,770	9,607	
8.00% June 01, 2023	35,024	48,642	53,691	
9.00% June 01, 2025	21,091	31,662	35,648	
8.00% June 01, 2027	22,586	32,023	36,083	
5.75% June 01, 2029	59,754	70,582	78,640	
5.75% June 01, 2033	67,061	82,427	91,242	
5.00% June 01, 2037	58,741	65,704	75,104	
4.00% June 01, 2041	8,000	7,854	8,855	
		905,248	987,586	22.7
Federal Agency				
Canada Housing Trust				
3.75% March 15, 2010	76,060	75,548	78,466	
3.55% September 15, 2010	83,380	82,806	86,444	
4.05% March 15, 2011	164,305	163,640	173,263	
4.60% September 15, 2011	111,002	112,727	119,304	
3.95% December 15, 2011	50,000	50,824	53,001	
4.00% June 15, 2012	17,095	16,706	18,202	
4.80% June 15, 2012	149,480	154,237	163,109	
4.55% December 15, 2012	159,100	161,624	173,429	
3.95% June 15, 2013	25,680	26,102	27,573	
		844,214	892,791	20.5
Government Guaranteed				
Milit-Air, Inc., Secured Note				
5.75% June 30, 2019	13,804	14,499	15,330	
		14,499	15,330	0.4
Provincial				
Alberta Treasury Branch				
4.10% December 01, 2011	8,200	8,179	8,607	
Financement-Quebec				
5.25% December 01, 2011	5,250	5,633	5,672	
Hydro Quebec				
9.63% July 15, 2022	7,570	10,927	11,153	

UNIVERSE BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Hydro Quebec, Note, (MTN)				
6.00% February 15, 2040	32,930	38,625	38,480	
Hydro Quebec, Series 19, Note				
6.50% February 15, 2035	24,859	30,165	30,238	
Hydro Quebec, Series HL, Note				
11.00% August 15, 2020	14,590	23,482	22,782	
Hydro Quebec, Series JM, Note				
5.00% February 15, 2045	23,550	24,304	23,896	
Province of British Columbia				
5.75% January 09, 2012	16,130	16,855	17,738	
7.50% June 09, 2014	7,000	8,478	8,478	
4.70% December 01, 2017	5,000	4,989	5,255	
8.00% September 08, 2023	2,717	3,634	3,693	
9.00% August 23, 2024	2,550	3,764	3,768	
5.70% June 18, 2029	13,356	15,206	14,868	
6.35% June 18, 2031	13,870	15,740	16,701	
4.70% June 18, 2037	4,600	4,576	4,611	
Province of British Columbia, (MTN)				
4.95% June 18, 2040	3,600	3,594	3,765	
Province of British Columbia, Series BCCD				
8.50% August 23, 2013	10,079	12,592	12,497	
Province of Manitoba				
5.85% January 25, 2011	4,530	4,825	4,894	
5.05% December 03, 2013	6,145	6,294	6,691	
4.80% December 03, 2014	2,050	2,046	2,196	
7.75% December 22, 2025	3,565	4,478	4,694	
5.70% March 05, 2037	10,600	12,269	11,940	
4.60% March 05, 2038	2,600	2,593	2,489	
Province of Manitoba, (MTN)				
6.50% September 22, 2017	10,370	12,008	12,184	
Province of New Brunswick				
6.38% June 15, 2010	4,300	4,744	4,592	
5.85% December 01, 2011	9,650	10,249	10,593	
8.50% June 28, 2013	3,300	4,133	4,064	
6.00% December 27, 2017	6,000	6,473	6,833	
4.45% March 26, 2018	5,000	4,961	5,104	
4.65% September 26, 2035	8,395	7,949	8,016	
4.55% March 26, 2037	7,000	6,661	6,652	
4.80% September 26, 2039	7,000	6,998	6,920	
Province of Newfoundland				
5.25% June 04, 2014	8,500	8,947	9,329	
10.95% April 15, 2021	1,350	2,094	2,140	
5.60% October 17, 2033	6,079	6,110	6,574	
4.65% October 17, 2040	9,900	9,558	9,511	
Province of Nova Scotia				
4.50% June 01, 2037	11,840	11,249	11,168	
Province of Nova Scotia, (MTN)				
6.25% June 01, 2011	7,280	8,086	7,971	

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Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Province of Ontario				
4.00% May 19, 2010	25,170	24,826	26,005	
5.38% December 02, 2012	25,840	27,608	28,409	
5.00% March 08, 2014	23,552	24,213	25,620	
4.50% March 08, 2015	29,550	30,349	31,225	
4.40% March 08, 2016	15,440	15,370	16,070	
4.30% March 08, 2017	27,520	26,673	28,235	
8.10% September 08, 2023	4,619	6,041	6,321	
8.50% December 02, 2025	13,825	18,995	19,587	
7.60% June 02, 2027	19,590	26,225	26,068	
6.20% June 02, 2031	8,999	10,351	10,622	
5.85% March 08, 2033	34,414	38,713	39,308	
4.70% June 02, 2037	36,205	36,500	36,219	
4.60% June 02, 2039	11,900	11,749	11,733	
Province of Ontario, (MTN)				
5.50% June 02, 2018	19,900	21,271	21,953	
5.60% June 02, 2035	9,694	10,789	10,889	
Province of Ontario, Series HC				
9.50% July 13, 2022	9,200	13,383	13,700	
Province of Prince Edward Island				
6.10% July 29, 2027	2,740	2,849	3,079	
5.70% June 15, 2035	3,400	3,724	3,755	
Province of Quebec				
6.25% December 01, 2010	16,388	17,776	17,746	
6.00% October 01, 2012	39,848	43,003	44,508	
5.25% October 01, 2013	10,230	10,343	11,247	
5.00% December 01, 2015	39,950	41,862	42,832	
4.50% December 01, 2016	5,470	5,489	5,634	
4.50% December 01, 2017	11,500	11,280	11,734	
9.38% January 16, 2023	4,350	6,262	6,339	
8.50% April 01, 2026	10,300	14,008	14,349	
6.25% June 01, 2032	16,079	18,080	18,626	
Province of Quebec, Series OS				
6.00% October 01, 2029	15,961	17,340	17,908	
Province of Saskatchewan				
6.15% September 01, 2010	4,921	5,371	5,278	
4.90% December 03, 2013	6,240	6,338	6,771	
4.65% September 05, 2017	5,300	5,274	5,561	
9.60% February 04, 2022	3,000	4,357	4,468	
6.40% September 05, 2031	11,050	12,645	13,380	
4.75% June 01, 2040	2,700	2,778	2,731	
		945,303	964,667	22.1
Municipal				
City of Edmonton Canada				
9.00% March 25, 2013	6,619	8,503	8,166	
City of Montreal				
6.00% June 01, 2043	5,266	5,444	5,628	
City of Toronto				
4.85% July 28, 2016	12,300	12,414	12,677	

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Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
City of Winnipeg				
9.13% May 12, 2015	3,800	5,178	4,885	
Municipal Finance Authority of British Columbia				
5.90% June 01, 2011	4,300	4,598	4,664	
4.65% April 19, 2016	11,950	12,020	12,310	
4.95% December 01, 2027	6,800	6,777	6,504	
Municipality of Ottawa-Carleton Regional				
10.75% February 28, 2011	3,620	4,870	4,278	
Regional Municipality of York				
7.25% June 19, 2017	2,931	3,526	3,503	
		63,330	62,615	1.4
Total Government		2,772,594	2,922,989	67.1
Corporate				
407 International, Inc., (MTN)				
5.00% January 31, 2011	7,710	7,833	7,763	
407 International, Inc., Note				
5.75% February 14, 2036	6,000	5,992	4,348	
407 International, Inc., Series 99A2, Senior Note				
6.47% July 27, 2029	2,562	2,763	2,463	
Aeroports De Montreal, Note				
5.17% September 17, 2035	3,976	3,882	3,163	
5.67% October 16, 2037	5,550	5,744	4,717	
Alberta Capital Finance Authority, Note				
4.35% June 15, 2016	19,300	19,193	19,991	
Algonquin Credit Card Trust, Note				
4.89% July 15, 2011	9,000	8,998	9,066	
4.56% June 15, 2012	6,400	6,400	6,242	
Alliance Pipeline, LP, Senior Note				
5.55% December 31, 2023	9,462	9,489	9,427	
6.77% December 31, 2025	2,558	2,793	2,890	
AltaLink, LP, (MTN)				
5.24% May 29, 2018	5,100	5,100	4,860	
AltaLink, LP, Series 032, Senior Note				
5.43% June 05, 2013	2,218	2,250	2,301	
American Express Canada, Guaranteed Note, (MTN)				
5.90% April 02, 2013	5,000	4,994	4,691	
Asian Development Bank, Series MPLE, Senior Unsubordinated Note				
4.65% February 16, 2027	15,000	14,624	14,417	
Bank Nederlandse Gemeenten, Note, Series MPLE				
4.75% June 11, 2014	11,150	11,137	11,690	
Bank of Montreal				
6.17% March 28, 2023	2,100	1,944	1,917	
Bank of Montreal, DPNT				
7.00% January 28, 2010	24,360	25,707	25,469	
5.04% September 04, 2012	11,423	11,484	11,717	
5.05% September 03, 2013	20,100	19,695	20,534	
5.18% June 10, 2015	5,500	5,508	5,505	
6.02% May 02, 2018	14,000	13,995	14,287	

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Bank of Nova Scotia, DPNT				
4.56% October 30, 2013	30,352	29,690	30,876	
Bank of Nova Scotia, DPNT, Senior Unsecured Note				
4.58% February 15, 2011	20,000	20,198	20,482	
Bank of Nova Scotia, Note				
4.99% March 27, 2018	10,750	10,748	10,374	
8.90% June 20, 2025	2,745	3,615	2,930	
Bank of Nova Scotia, Note, DPNT				
5.00% September 13, 2010	13,000	13,076	13,368	
BC Tel, Note				
9.65% April 08, 2022	5,000	7,441	5,724	
BC Tel, Series 3, Note				
10.65% June 19, 2021	2,850	4,093	3,486	
BCE, Inc., Series C, Note				
7.35% October 30, 2009	6,400	7,151	6,579	
Bcimc Realty Corp., Note, (MTN)				
5.25% September 19, 2012	3,700	3,695	3,811	
Bell Aliant Regional Communications, Note				
5.41% September 26, 2016	17,700	17,730	15,249	
Bell Canada, Note, (MTN)				
6.90% December 15, 2011	3,450	3,915	3,512	
7.85% April 02, 2031	6,246	7,145	5,079	
7.30% February 23, 2032	5,350	5,990	4,336	
BMO Capital Trust II, Series A, Note				
10.22% December 31, 2107	3,000	3,000	3,116	
Borealis Infrastructure Trust, Note				
6.27% May 03, 2011	3,902	4,160	4,110	
Borealis Infrastructure Trust, Series N, Secured Note				
6.35% December 01, 2020	7,395	8,287	8,480	
British Columbia Ferry Services, Inc., Note				
5.02% March 20, 2037	2,700	2,700	1,926	
British Columbia Ferry Services, Inc., Series 08-1, Senior Secured Note				
5.58% January 11, 2038	2,450	2,450	1,905	
Broadcast Centre Trust, Secured Note				
7.53% May 01, 2027	2,555	3,313	3,347	
Broadway Credit Card Trust				
5.23% June 17, 2011	8,400	8,400	8,535	
Broadway Credit Card Trust, Series A, Note				
4.80% March 17, 2014	4,370	4,309	4,238	
Brookfield Asset Management, Inc., Note				
5.95% June 14, 2035	2,150	2,146	1,339	
Brookfield Renewable Power, (MTN)				
4.65% December 16, 2009	8,000	8,126	8,090	
Cameco Corp.				
4.70% September 16, 2015	4,950	4,966	4,504	
Canada Life Capital Trust, Series A, Secured Note				
6.68% June 30, 2012	3,964	4,318	3,809	

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Canadian Imperial Bank of Commerce, Note				
3.75% September 09, 2015	32,800	31,942	31,636	
4.55% March 28, 2016	6,500	6,519	6,341	
Canadian Imperial Bank of Commerce, Series DPNT				
4.40% March 07, 2011	12,000	11,986	12,141	
Canadian Imperial Bank, Note, (MTN)				
5.15% June 06, 2018	8,600	8,588	8,230	
Canadian Pacific RR Co., Senior Unsecured Note, (MTN)				
6.25% June 01, 2018	5,300	5,265	4,684	
Canadian Revolving Auto Floorplan Trust, Series 07D3				
5.68% November 15, 2012	3,400	3,400	3,361	
Canadian Tire Corp., Ltd., Note, (MTN)				
6.32% February 24, 2034	8,508	8,609	6,454	
Canadian Utilities, Ltd., Series 1992, Note				
9.40% May 01, 2023	2,070	2,901	2,606	
Caterpillar Financial Services, Ltd., Note, (MTN)				
4.94% June 01, 2012	4,900	4,916	4,796	
Chip Mortgage Trust, Guaranteed, (MTN)				
4.54% August 01, 2031	5,000	5,000	4,880	
Citigroup Finance Canada, Inc., Note, (MTN)				
5.50% May 21, 2013	5,000	4,918	4,432	
Claret Trust, Series 2006-1, Class A				
4.71% May 15, 2033	3,024	3,040	3,045	
Clarica Life Insurance Co., Series 3, Note				
6.65% October 12, 2015	14,295	15,353	14,802	
Consumer Gas Co Ltd., Note				
10.80% April 15, 2011	4,204	5,669	4,812	
CU, Inc., Note				
6.15% November 22, 2017	4,150	4,502	4,364	
CU, Inc., Note, (MTN)				
6.80% August 13, 2019	3,500	3,873	3,736	
5.18% November 21, 2035	2,640	2,646	2,133	
Enbridge Gas Distribution, Inc., Note, (MTN)				
5.16% September 24, 2014	2,350	2,347	2,380	
Enbridge Pipelines Inc., Note, (MTN)				
6.55% November 17, 2027	5,269	6,024	5,153	
Enbridge Pipelines, Inc., Note, (MTN)				
4.46% December 17, 2012	2,200	2,200	2,206	
Enbridge, Inc., Note, (MTN)				
7.20% June 18, 2032	14,982	17,223	13,301	
Encana Corp., Note, (MTN)				
5.80% January 18, 2018	6,800	6,782	6,402	
EPCOR Power LP, (MTN)				
5.95% June 23, 2036	1,600	1,462	1,263	
EPCOR Utilities, Inc., Note, (MTN)				
6.95% June 28, 2010	3,175	3,537	3,281	
5.65% November 16, 2035	2,500	2,487	1,804	
First Capital Realty, Inc., Series E, Note				
5.36% January 31, 2014	4,000	4,001	3,319	

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FortisAlberta, Inc., (MTN)				
4.99% January 03, 2047	2,500	2,497	1,842	
FortisAlberta, Inc., Senior Note				
6.22% October 31, 2034	4,886	5,327	4,477	
FortisBC, Inc., Note				
5.60% November 09, 2035	2,000	2,007	1,558	
GAZ Metro, LP, Series D, Note				
10.45% October 31, 2016	5,220	7,511	6,819	
Gaz Metropolitan, Inc., Guaranteed Note				
5.45% July 12, 2021	4,200	4,186	3,854	
GE Capital Canada Funding Co., Note, (MTN)				
3.65% June 07, 2010	11,300	11,056	11,162	
4.75% May 02, 2011	17,900	17,984	17,661	
5.15% June 06, 2013	9,000	9,303	8,685	
4.40% June 01, 2014	6,000	5,991	5,473	
5.53% August 17, 2017	9,600	9,470	8,830	
5.73% October 22, 2037	5,400	5,397	4,193	
Genesis Trust, Series 052A, Note				
4.00% March 15, 2010	9,645	9,563	9,691	
George Weston, Ltd., Note, (MTN)				
6.45% October 24, 2011	3,900	4,283	3,948	
Glacier Credit Card Trust				
5.03% February 20, 2013	7,000	6,942	6,947	
Golden Credit Card Trust, Senior Note				
5.42% April 15, 2013	8,950	8,950	9,300	
Greater Toronto Airport Authority, Note				
6.45% December 03, 2027	3,125	3,004	2,857	
Greater Toronto Airport Authority, Note, (MTN)				
6.25% December 13, 2012	5,896	6,336	6,140	
4.70% February 15, 2016	8,360	8,313	7,811	
7.05% June 12, 2030	11,000	11,563	10,702	
7.10% June 04, 2031	5,000	6,147	4,895	
Great-West Lifeco, Inc., Note				
6.67% March 21, 2033	4,800	5,606	4,486	
Honda Canada Finance Inc				
4.73% May 09, 2011	6,400	6,400	6,264	
5.61% September 12, 2013	4,000	4,000	3,886	
Honda Canada Finance Inc., (MTN)				
5.68% September 26, 2012	4,180	4,180	4,118	
HSBC Bank of Canada				
4.80% April 10, 2022	5,425	5,419	4,588	
HSBC Financial Corp., Ltd., Note, (MTN)				
4.00% May 03, 2010	17,150	17,090	16,939	
Hydro One, Inc., Note				
7.15% June 03, 2010	3,000	3,158	3,159	
Hydro One, Inc., Note, (MTN)				
5.77% November 15, 2012	5,000	5,234	5,309	
6.35% January 31, 2034	3,000	2,915	3,000	
5.36% May 20, 2036	10,330	10,883	9,063	

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Hydro Ottawa Holdings, Inc., Senior Unsecured Note 4.93% February 09, 2015	1,900	1,899	1,896	
IGM Financial, Inc., Note 6.75% May 09, 2011	3,255	3,576	3,397	
7.00% December 31, 2032	6,500	7,720	5,781	
Industrial Alliance Capital Trust, Note 5.13% June 30, 2019	6,900	6,958	6,379	
ING Bank of Canada, Guaranteed 4.30% December 05, 2016	5,500	5,494	5,248	
Inter-American Development Bank, Note 4.40% January 26, 2026	14,900	14,310	13,910	
International Finance Corp., Series MPLE 4.70% December 15, 2012	13,600	14,178	14,643	
Landwirtschaftliche Rentenbank, Senior Note 4.30% January 24, 2016	5,718	5,603	5,938	
Loblaw Cos., Ltd., Note, (MTN) 7.10% May 11, 2010	1,925	2,163	2,000	
6.45% February 09, 2028	1,988	2,081	1,569	
6.54% February 17, 2033	14,650	15,193	11,399	
Manitoba Telecom Services, Inc., Note, (MTN) 6.15% June 10, 2014	2,200	2,159	2,100	
Manulife Financial Capital Trust, Series B, Note 6.70% June 30, 2012	8,500	9,350	8,399	
Manulife Financial Corp., Note, (MTN) 4.67% March 28, 2013	4,550	4,548	4,377	
5.51% June 26, 2018	15,500	15,500	13,854	
Master Credit Card Trust, Note 5.30% August 21, 2012	12,000	12,052	12,114	
Merrill Lynch Canada Finance Co., Note, (MTN) 5.00% February 18, 2014	5,000	4,912	4,699	
Metro, Inc., Note, (MTN) 5.97% October 15, 2035	3,500	3,498	2,558	
Molson Coors Capital Finance, ULC 5.00% September 22, 2015	6,800	6,783	6,142	
National Bank Of Canada, Note 4.46% November 02, 2016	3,500	3,500	3,369	
National Bank Of Canada, Note, (MTN) 4.93% December 22, 2019	5,275	5,210	4,686	
National Grid PLC, Series E, Note, (MTN) 4.98% June 22, 2011	12,000	11,997	11,803	
NAV Canada, Note 7.56% March 01, 2027	6,983	8,337	7,980	
NBC Asset Trust 7.45% June 30, 2020	3,000	3,000	2,292	
Northwestconnect Group 5.95% April 30, 2041	5,000	5,033	5,399	
Nova Gas Transmission, Ltd., Series 21, Note 12.20% February 28, 2016	6,975	10,981	9,514	

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Ontario Electricity Financial Corp., Note				
10.00% February 06, 2020	9,000	13,852	13,341	
8.25% June 22, 2026	13,253	18,750	18,440	
Ontario Electricity Financial Corp., Series DJ5, Note				
10.00% October 17, 2014	17,300	22,829	23,341	
Ontario Electricity Financial Corp., Series FV6, Note				
8.90% August 18, 2022	6,920	9,612	9,891	
Ontario School Boards Financing Corp.				
6.30% September 22, 2010	19,045	20,332	20,385	
5.90% October 19, 2011	4,300	4,607	4,693	
5.38% June 25, 2032	5,820	5,820	5,877	
Ontario School Boards Financing Corp., Note				
5.48% November 26, 2029	8,961	9,218	9,314	
5.07% April 18, 2031	4,733	4,733	4,699	
Ontario School Boards Financing Corp., Series 01A2				
6.25% October 19, 2016	8,700	9,429	9,734	
Ottawa MacDonald-Cartier International Airport Authority, Note				
4.73% May 02, 2017	6,800	6,800	6,228	
Power Financial Corp., Note				
6.90% March 11, 2033	3,600	3,966	3,256	
PSP Capital, Inc.				
4.57% December 09, 2013	4,600	4,600	4,713	
RBC Capital Trust Capital Securities, Series 2011, Secured Note				
7.18% June 30, 2011	16,630	17,936	16,600	
RBC Subordinated Notes Trust, Note				
4.58% April 30, 2017	19,750	19,629	19,012	
Reliance LP				
7.30% April 03, 2013	2,000	2,000	2,022	
RioCan Real Estate Investment, Series H, Unsecured Note				
4.70% June 15, 2012	3,000	2,771	2,749	
Riocan REIT				
5.70% September 11, 2012	2,900	2,899	2,734	
RONA, Inc., Note				
5.40% October 20, 2016	5,000	4,990	3,754	
Royal Bank of Canada, DPNT				
4.53% May 07, 2012	13,800	13,655	14,089	
Royal Bank of Canada, Note, (MTN)				
7.10% January 25, 2015	9,060	9,865	9,233	
6.30% April 12, 2016	6,290	6,897	6,418	
Royal Bank of Canada, Note, DPNT				
5.20% August 15, 2012	13,950	14,012	14,557	
Royal Bank of Canada, Series 2014, Subordinated Note				
5.95% June 18, 2014	12,500	12,781	11,226	
Royal Bank of Canada, Subordinated Note, (MTN)				
5.00% June 06, 2018	11,900	11,845	11,456	

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Royal Bank of Scotland PLC, Subordinated Note 5.37% November 29, 2049	10,200	10,195	7,096	
Royal Office Finance LP, Series A, Note 5.21% November 12, 2032	9,785	9,785	9,677	
Score Trust, Series 2004-1, Note 4.95% February 20, 2014	6,970	6,996	6,767	
Scotiabank Capital Trust, Note 6.63% June 30, 2052	14,126	15,461	13,643	
Shaw Communications, Inc., Series N, Senior Note 6.15% May 09, 2016	2,000	1,811	1,860	
Shaw Communications, Inc., Unsecured Note 7.50% November 20, 2013	2,000	2,021	2,050	
Sherritt International Corp., Senior Note 7.75% October 15, 2015	7,300	7,300	5,555	
Shoppers Drug Mart Corp., (MTN) 4.99% June 03, 2013	2,200	2,199	2,205	
SNC-Lavalin Group, Inc., Note 7.70% September 20, 2010	3,522	3,945	3,726	
Summit Real Estate Investment Trust REIT, Note 5.38% March 01, 2012	3,700	3,695	3,598	
Sun Life Financial, Inc., Note, (MTN) 5.40% May 29, 2042	12,430	12,454	8,267	
Sun Life Financial, Inc., Senior Note, (MTN) 5.00% July 11, 2031	5,000	4,992	4,924	
4.80% November 23, 2035	5,290	5,278	4,662	
Suncor Energy, Inc., Note, (MTN) 6.70% August 22, 2011	5,346	5,764	5,546	
5.39% March 26, 2037	6,600	6,551	4,278	
Talisman Energy, Inc., Note, (MTN) 4.44% January 27, 2011	2,400	2,279	2,352	
TD Capital Trust II 6.79% December 31, 2049	1,000	1,003	973	
Telus Corp. 5.95% April 15, 2015	4,000	3,996	3,875	
Terasen Pipelines Corridor, Inc., Series A, Senior Unsecured Note 4.24% February 02, 2010	2,625	2,618	2,636	
Thomson Reuters Corp. 5.20% December 01, 2014	3,900	3,890	3,690	
5.70% July 15, 2015	2,700	2,695	2,591	
Thomson Reuters Corp., (MTN) 6.85% June 01, 2011	3,134	3,464	3,236	
Toronto Hydro 5.15% November 14, 2017	4,950	4,945	4,907	
Toronto-Dominion Bank 5.38% November 01, 2017	2,700	2,742	2,661	
Toronto-Dominion Bank, DPNT 4.85% February 13, 2013	22,890	22,923	23,679	

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STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Toronto-Dominion Bank, Note 10.05% August 04, 2014	6,180	8,444	7,231	
Toronto-Dominion Bank, Note, (MTN) 4.97% October 30, 2015	11,400	11,561	9,393	
5.48% April 02, 2020	8,700	8,701	8,215	
4.78% December 14, 2105	36,659	33,269	28,390	
Toyota Credit Canada Inc., (EMTN) 5.05% July 27, 2012	3,100	3,098	3,104	
TransAlta Corp. 7.30% October 22, 2029	3,900	4,673	3,185	
TransCanada PipeLines, Ltd., Note, (MTN) 4.65% October 03, 2016	8,612	8,601	7,835	
8.29% February 05, 2026	2,309	2,775	2,369	
TransCanada Pipelines, Ltd., Note, (MTN) 7.90% April 15, 2027	8,412	10,243	8,298	
TransCanada PipeLines, Ltd., Note, (MTN) 6.50% December 09, 2030	2,000	2,016	1,682	
Union Gas, Ltd., Senio Unsecured Note, (MTN) 6.65% May 04, 2011	4,929	5,385	5,184	
Union Gas, Ltd., Series 1992, Note 9.70% November 06, 2017	4,825	6,561	6,073	
Union Gas, Ltd., Series 1993, Note 8.75% August 03, 2018	3,360	4,263	3,963	
Wachovia Capital Finance Corp. Canada, Guaranteed Note, (MTN) 4.00% February 01, 2010	10,161	10,132	10,042	
Wells Fargo Financial Canada Corp., (MTN) 4.45% February 28, 2011	8,100	8,054	8,005	
Wells Fargo Financial Canada Corp., Note, (MTN) 5.10% June 26, 2012	6,100	6,090	6,027	
4.38% June 30, 2015	7,200	7,159	6,529	
Westcoast Energy, Inc., Note, (MTN) 7.15% March 20, 2031	3,700	3,933	3,624	
YPG Holdings, Inc., Note, (MTN) 5.71% April 21, 2014	14,556	15,023	13,825	
Total Corporate		<u>1,514,938</u>	<u>1,422,518</u>	<u>32.7</u>
Total Fixed Income Investments		<u>4,287,532</u>	<u>4,345,507</u>	<u>99.8</u>
Total Investments		<u>4,287,532</u>	<u>4,345,507</u>	<u>99.8</u>
Other Assets and Liabilities			<u>10,215</u>	<u>0.2</u>
Net Assets			<u>4,355,722</u>	<u>100.0</u>

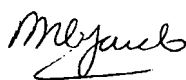
EX BBB UNIVERSE BOND INDEX FUND

STATEMENT OF NET ASSETS

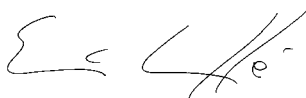
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 383,836,191	\$ 412,282,798
Cash	1,099,394	956,212
Interest receivable	3,272,424	3,885,974
Securities lending income receivable	1,407	295
Accounts receivable from issue of units	-	125,590
	388,209,416	417,250,869
Liabilities		
Operating expenses payable	22,896	29,993
Payables for redemption of units	7,451,292	163,800
	7,474,188	193,793
Net Assets	\$ 380,735,228	\$ 417,057,076
Number of Units Issued and Outstanding (Note 8)	25,497,459	29,743,339
Net Assets per Unit	\$ 14.93	\$ 14.02
Investments at Cost	\$ 376,466,897	\$ 408,406,450

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

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STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income	\$ 18,892,662	\$ 23,493,494
Securities lending income	11,022	15,741
	18,903,684	23,509,235
Expenses		
System application fees	9,715	-
Trustee fees	1,570	1,593
Custodian fees	15,442	20,136
Fund accounting expenses	44,011	48,999
Unitholder communication costs	1,075	-
Audit fees	16,340	16,853
Securities filing fees	3,570	2,400
Other operating expenses	193	2,928
	91,916	92,909
Net Investment Income for the Year	18,811,768	23,416,326
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	1,849,527	(913,121)
Net change in unrealized appreciation (depreciation) in value of investments	3,492,946	(6,657,165)
Net Gain (Loss) on Investments	5,342,473	(7,570,286)
Increase in Net Assets from Operations	\$ 24,154,241	\$ 15,846,040
Increase in Net Assets from Operations per Unit	\$ 0.90	\$ 0.45

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 417,057,076	\$ 521,104,500
Increase in Net Assets from Operations	24,154,241	15,846,040
Capital Transactions		
Proceeds from issue of units	25,578,536	49,988,016
Reinvestment of distributions	19,780,099	23,417,310
Redemption of units	(86,054,625)	(169,881,480)
Net capital transactions	(40,695,990)	(96,476,154)
Distributions		
From net investment income	(18,810,109)	(23,417,310)
From capital gains	(39,828)	-
From capital gains redemption in kind (Note 9)	(930,162)	-
Total distributions	(19,780,099)	(23,417,310)
Decrease in Net Assets for the Year	(36,321,848)	(104,047,424)
Net Assets - End of Year	\$ 380,735,228	\$ 417,057,076

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STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value <small>(in 000s)</small>	Average cost <small>(in \$000s)</small>	Fair value <small>(in \$000s)</small>	Percentage of net assets %
Fixed Income Investments				
Government				
Federal Non-Agency				
Government of Canada				
4.00% September 01, 2010	9,750	9,986	10,227	
3.75% September 01, 2011	10,540	10,711	11,205	
3.75% June 01, 2012	750	782	806	
3.50% June 01, 2013	4,620	4,724	4,974	
5.25% June 01, 2013	12,352	13,367	14,213	
5.00% June 01, 2014	5,650	6,119	6,536	
4.50% June 01, 2015	4,160	4,342	4,750	
4.00% June 01, 2016	2,760	2,669	3,071	
4.00% June 01, 2017	6,930	7,113	7,710	
4.25% June 01, 2018	3,750	3,976	4,235	
3.75% June 01, 2019	600	594	647	
8.00% June 01, 2023	3,220	4,516	4,936	
9.00% June 01, 2025	2,700	4,413	4,563	
8.00% June 01, 2027	2,170	2,902	3,467	
5.75% June 01, 2029	5,435	6,490	7,153	
5.75% June 01, 2033	5,878	7,204	7,998	
5.00% June 01, 2037	6,360	7,240	8,132	
		97,148	104,623	27.5
Federal Agency				
Canada Housing Trust				
3.75% March 15, 2010	6,150	6,102	6,345	
3.55% September 15, 2010	8,740	8,554	9,061	
4.05% March 15, 2011	9,320	9,363	9,828	
4.60% September 15, 2011	9,860	10,073	10,597	
3.95% December 15, 2011	5,300	5,387	5,618	
4.80% June 15, 2012	6,420	6,622	7,005	
4.55% December 15, 2012	13,800	14,039	15,043	
3.95% June 15, 2013	1,480	1,492	1,589	
3.55% September 15, 2013	3,600	3,736	3,810	
		65,368	68,896	18.1
Government Guaranteed				
Milit-Air, Inc., Secured Note				
5.75% June 30, 2019	1,411	1,506	1,567	
		1,506	1,567	0.4
Provincial				
Alberta Treasury Branch				
4.10% December 01, 2011	1,100	1,098	1,155	
Hydro Quebec, Note				
6.50% February 15, 2011	2,000	2,160	2,192	
Hydro Quebec, Note, (MTN)				
6.00% February 15, 2040	1,700	1,993	1,987	
Hydro Quebec, Series 19, Note				
6.50% February 15, 2035	1,980	2,389	2,408	

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STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Hydro Quebec, Series HL, Note 11.00% August 15, 2020	2,500	4,091	3,904	
Hydro Quebec, Series JM, Note 5.00% February 15, 2045	1,650	1,707	1,674	
Province of British Columbia 6.38% August 23, 2010	600	638	646	
4.70% December 01, 2017	400	399	420	
5.70% June 18, 2029	820	894	913	
6.35% June 18, 2031	1,440	1,652	1,734	
5.40% June 18, 2035	1,000	1,123	1,096	
4.70% June 18, 2037	400	398	401	
Province of British Columbia, (MTN) 4.95% June 18, 2040	400	399	418	
Province of British Columbia, Series BCCD 8.50% August 23, 2013	1,850	2,301	2,294	
Province of Manitoba 5.85% January 25, 2011	1,070	1,121	1,156	
4.80% December 03, 2014	800	796	857	
6.50% September 22, 2017	1,087	1,247	1,277	
7.75% December 22, 2025	625	736	823	
5.70% March 05, 2037	700	833	789	
Province of New Brunswick 5.85% December 01, 2011	1,650	1,727	1,811	
8.50% June 28, 2013	1,000	1,204	1,231	
6.00% December 27, 2017	650	650	740	
4.55% March 26, 2037	1,300	1,228	1,235	
4.80% September 26, 2039	700	700	692	
Province of Newfoundland 5.25% June 04, 2014	500	538	549	
6.15% April 17, 2028	925	988	1,053	
4.65% October 17, 2040	800	765	769	
Province of Nova Scotia 4.60% August 18, 2016	1,000	994	1,045	
4.90% June 01, 2035	500	514	497	
Province of Nova Scotia, (MTN) 6.25% June 01, 2011	1,400	1,540	1,533	
Province of Ontario 4.40% December 02, 2011	700	720	741	
5.38% December 02, 2012	2,810	3,008	3,089	
4.75% June 02, 2013	2,000	2,103	2,154	
5.00% March 08, 2014	1,830	1,862	1,991	
4.50% March 08, 2015	1,600	1,651	1,691	
4.40% March 08, 2016	1,950	1,933	2,030	
8.10% September 08, 2023	870	1,192	1,191	
8.50% December 02, 2025	2,000	2,699	2,834	
7.60% June 02, 2027	1,728	2,309	2,299	
6.50% March 08, 2029	1,500	1,819	1,819	
6.20% June 02, 2031	660	699	779	
5.85% March 08, 2033	2,400	2,635	2,741	
4.70% June 02, 2037	6,050	6,105	6,052	
4.60% June 02, 2039	400	399	394	

EX BBB UNIVERSE BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Province of Ontario, (MTN)				
5.50% June 02, 2018	3,200	3,497	3,530	
5.60% June 02, 2035	850	935	955	
Province of Prince Edward Island				
5.70% June 15, 2035	630	685	696	
Province of Quebec				
6.00% October 01, 2012	3,605	3,868	4,027	
5.00% December 01, 2015	3,550	3,702	3,806	
4.50% December 01, 2016	2,030	2,045	2,091	
9.38% January 16, 2023	500	676	729	
8.50% April 01, 2026	1,600	2,226	2,229	
6.25% June 01, 2032	2,235	2,455	2,589	
Province of Quebec, Series OS				
6.00% October 01, 2029	1,200	1,363	1,346	
Province of Saskatchewan				
6.15% September 01, 2010	600	652	643	
4.65% September 05, 2017	800	796	839	
9.60% February 04, 2022	500	690	745	
5.80% September 05, 2033	600	605	684	
4.75% June 01, 2040	530	549	536	
		90,701	92,549	24.3
Municipal				
City of Edmonton Canada				
9.00% March 25, 2013	300	372	370	
City of Montreal				
6.00% June 01, 2043	450	455	481	
City of Toronto				
4.55% May 20, 2015	400	404	412	
4.85% July 28, 2016	550	548	567	
City of Winnipeg				
9.13% May 12, 2015	500	672	643	
Municipal Finance Authority of British Columbia				
5.90% June 01, 2011	500	502	542	
4.65% April 19, 2016	800	803	824	
4.95% December 01, 2027	700	698	670	
Municipality of Ottawa-Carleton Regional				
6.20% September 10, 2019	500	502	563	
Ville Montreal				
5.00% December 01, 2017	500	502	508	
		5,458	5,580	1.5
Total Government		260,181	273,215	71.8
Corporate				
407 International, Inc., Series 99A2, Senior Note				
6.47% July 27, 2029	1,080	1,257	1,038	
Aéroports De Montreal, Note				
5.17% September 17, 2035	1,100	1,101	875	
5.67% October 16, 2037	400	400	340	

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STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Alberta Capital Finance Authority, Note 4.35% June 15, 2016	1,200	1,193	1,243	
Algonquin Credit Card Trust, Note 4.56% June 15, 2012	800	790	780	
Alliance Pipeline, LP, Senior Note 5.55% December 31, 2023	1,425	1,425	1,420	
AltaLink, LP, (MTN) 5.24% May 29, 2018	500	500	476	
American Express Canada, Guaranteed Note, (MTN) 5.90% April 02, 2013	500	499	469	
Bank of Montreal, DPNT 7.00% January 28, 2010	940	980	983	
5.04% September 04, 2012	910	924	933	
6.02% May 02, 2018	2,000	1,999	2,041	
Bank of Montreal, Series C, Subordinated Note 4.87% April 22, 2020	1,100	1,112	989	
Bank of Nova Scotia, DPNT 4.56% October 30, 2013	2,565	2,533	2,609	
Bank of Nova Scotia, Note 4.99% March 27, 2018	2,850	2,851	2,750	
8.90% June 20, 2025	500	618	534	
Bcimc Realty Corp., Note, (MTN) 5.25% September 19, 2012	760	759	783	
BMO Capital Trust II, Series A, Note 10.22% December 31, 2107	300	300	312	
BMO Capital Trust, Series B, Note 6.65% June 30, 2049	2,200	2,248	2,168	
British Columbia Ferry Services, Inc., Note 5.02% March 20, 2037	300	300	214	
British Columbia Ferry Services, Inc., Series 08-1, Senior Secured Note 5.58% January 11, 2038	350	350	272	
British Columbia Ferry Services, Inc., Series B, Senior Secured Note 6.25% October 13, 2034	250	250	217	
Broadway Credit Card Trust, Series A, Note 4.80% March 17, 2014	513	506	498	
Brookfield Asset Management, Inc., Note 5.95% June 14, 2035	750	761	467	
Canada Life Capital Trust, Secured Note, Series B 7.53% June 30, 2032	200	229	179	
Canadian Credit Card Master Trust, Note 4.14% April 26, 2010	1,470	1,460	1,472	
Canadian Imperial Bank of Commerce, Callable 4.50% October 15, 2014	500	499	499	
Canadian Imperial Bank of Commerce, Note 9.65% October 31, 2014	400	520	488	
3.75% September 09, 2015	750	733	723	
4.55% March 28, 2016	1,500	1,499	1,463	

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STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Imperial Bank of Commerce, Series DPNT 4.40% March 07, 2011	750	749	759	
Canadian Imperial Bank, Note, (MTN) 5.15% June 06, 2018	2,200	2,197	2,105	
Canadian Revolving Auto Floorplan Trust, Series 07D3 5.68% November 15, 2012	600	600	593	
Cards II Trust, Series 5-4A, Note 3.87% October 15, 2010	500	493	501	
Caterpillar Financial Services, Ltd., Note, (MTN) 4.94% June 01, 2012	1,000	1,003	979	
Claret Trust, Series 2006-1, Class A 4.71% May 15, 2033	1,401	1,405	1,411	
Clarica Life Insurance Co., Series 3, Note 6.65% October 12, 2015	50	54	52	
Consumers Gas Corp. Ltd., Note, (MTN) 6.10% May 19, 2028	500	444	469	
CU, Inc., Note, (MTN) 6.15% November 22, 2017	700	748	736	
5.18% November 21, 2035	300	300	242	
Enbridge Gas Distribution, Inc., Note, (MTN) 6.90% November 15, 2032	275	306	279	
5.21% February 25, 2036	1,000	1,012	808	
Enbridge, Inc., Note, (MTN) 7.20% June 18, 2032	700	860	621	
Encana Corp., Note, (MTN) 5.80% January 18, 2018	730	728	687	
France Telecom SA, Note 4.95% June 23, 2011	2,000	2,011	1,955	
Gaz Metropolitan, Inc., Guaranteed Note 5.45% July 12, 2021	500	498	459	
GE Capital Canada Funding Co., Note, (MTN) 3.65% June 07, 2010	650	650	642	
4.75% May 02, 2011	1,500	1,503	1,480	
4.40% June 01, 2014	600	599	547	
4.65% February 11, 2015	1,100	1,076	1,016	
4.55% January 17, 2017	500	497	437	
5.53% August 17, 2017	800	789	736	
5.73% October 22, 2037	400	400	311	
Genesis Trust, Series 052A, Note 4.00% March 15, 2010	400	393	402	
Golden Credit Card Trust, Senior Note 5.42% April 15, 2013	900	900	935	
Greater Toronto Airport Authority, Note, (MTN) 6.25% December 13, 2012	1,090	1,165	1,135	
4.85% June 01, 2017	450	449	411	
7.10% June 04, 2031	500	605	489	
Great-West Lifeco, Inc., Note 6.75% August 10, 2015	1,200	1,297	1,232	

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STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Great-West Lifeco, Inc., Senior Unsecured Note				
6.14% March 21, 2018	500	502	464	
Honda Canada Finance Inc				
4.73% May 09, 2011	600	600	587	
5.61% September 12, 2013	500	500	486	
Honda Canada Finance Inc., (MTN)				
5.68% September 26, 2012	300	300	296	
HSBC Bank of Canada				
4.80% April 10, 2022	500	499	423	
HSBC Bank of Canada, DPNT				
5.31% October 12, 2010	300	303	310	
HSBC Financial Corp., Ltd., Note, (MTN)				
4.35% October 06, 2011	1,200	1,205	1,168	
Hydro One, Inc., Note				
7.15% June 03, 2010	1,400	1,577	1,474	
Hydro One, Inc., Note, (MTN)				
5.36% May 20, 2036	1,000	974	877	
IGM Financial, Inc., Note				
6.75% May 09, 2011	470	537	491	
Industrial Alliance Capital Trust, Note				
5.13% June 30, 2019	600	582	555	
ING Bank of Canada, Guaranteed				
4.30% December 05, 2016	600	599	572	
Inter-American Development Bank, Note				
4.40% January 26, 2026	1,900	1,841	1,774	
International Bank Recon & Development, MPLE				
4.30% December 15, 2012	1,000	1,022	1,061	
International Finance Corp., Series MPLE				
4.70% December 15, 2012	1,000	1,043	1,077	
Landwirtschaftliche Rentenbank, Senior Note				
4.30% January 24, 2016	2,800	2,747	2,908	
Manulife Financial Corp., Note, (MTN)				
4.67% March 28, 2013	1,000	1,000	962	
5.51% June 26, 2018	1,100	1,100	983	
Merrill Lynch Canada Finance Co., Note, (MTN)				
5.00% February 18, 2014	550	550	517	
National Bank Of Canada, Note				
4.46% November 02, 2016	500	500	481	
National Bank Of Canada, Note, (MTN)				
4.93% December 22, 2019	475	475	422	
4.70% November 02, 2020	400	399	344	
NAV Canada, Note				
4.43% February 24, 2011	500	500	512	
7.56% March 01, 2027	570	664	651	
NBC Asset Trust				
7.24% June 30, 2018	300	300	239	
7.45% June 30, 2020	200	200	153	
Nova Gas Transmission, Ltd., Series 21, Note				
12.20% February 28, 2016	760	1,163	1,037	

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STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Ontario Electricity Financial Corp., Series DJ5, Note 10.00% October 17, 2014	1,700	2,244	2,294	
Ontario Electricity Financial Corp., Series FV6, Note 8.90% August 18, 2022	870	1,182	1,244	
Ontario School Boards Financing Corp. 6.30% September 22, 2010	1,800	1,886	1,927	
5.38% June 25, 2032	582	582	588	
Ontario School Boards Financing Corp., Note 5.30% November 07, 2013	1,440	1,489	1,575	
5.48% November 26, 2029	641	641	666	
5.07% April 18, 2031	473	473	470	
Ontario School Boards Financing Corp., Series 01A3 6.55% October 19, 2026	301	328	338	
Ottawa MacDonald-Cartier International Airport Authority, Note 4.73% May 02, 2017	500	500	458	
PSP Capital, Inc. 4.57% December 09, 2013	400	400	410	
RBC Capital Trust Capital Securities, Series 2010, Note 7.29% December 31, 2049	1,250	1,311	1,253	
Royal Bank of Canada, Note, (MTN) 7.10% January 25, 2015	950	1,013	968	
Royal Bank of Canada, Note, DPNT 5.13% September 27, 2010	2,350	2,349	2,424	
5.20% August 15, 2012	1,590	1,594	1,659	
Royal Bank of Canada, Series 2014, Subordinated Note 5.95% June 18, 2014	1,500	1,534	1,347	
Royal Bank of Canada, Subordinated Note, (MTN) 5.00% June 06, 2018	1,100	1,088	1,059	
Royal Bank of Scotland PLC, Subordinated Note 5.37% November 29, 2049	1,800	1,799	1,252	
Royal Office Finance LP, Series A, Note 5.21% November 12, 2032	998	998	987	
Schlumberger, Canada, Ltd. 5.14% July 12, 2010	300	300	308	
Schooner Trust, Series 2007-8, Class A2 5.19% June 12, 2022	2,000	1,979	1,861	
Scotiabank Capital Trust, Note 6.63% June 30, 2052	1,135	1,254	1,096	
Sun Life Assurance Co. of Canada, Note 6.15% June 30, 2022	900	958	900	
Sun Life Financial, Inc., Senior Note, (MTN) 4.80% November 23, 2035	1,600	1,596	1,410	
Suncor Energy, Inc., Note, (MTN) 6.70% August 22, 2011	600	644	622	
5.39% March 26, 2037	400	399	259	
TD Capital Trust, Series 2009, Note 7.60% December 31, 2009	1,575	1,791	1,591	

EX BBB UNIVERSE BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Terasen Pipelines Corridor, Inc., Series A, Senior Unsecured Note 4.24% February 02, 2010	200	199	201	
Thomson Reuters Corp. 5.70% July 15, 2015	700	699	672	
Thomson Reuters Corp., (MTN) 6.85% June 01, 2011	600	636	620	
Toronto Hydro Corp., Note 5.15% November 14, 2017	700	699	694	
Toronto-Dominion Bank 5.38% November 01, 2017	300	305	296	
Toronto-Dominion Bank, DPNT 4.85% February 13, 2013	1,310	1,311	1,355	
Toronto-Dominion Bank, Note, (MTN) 5.48% April 02, 2020	1,100	1,100	1,039	
4.78% December 14, 2105	2,350	2,337	1,820	
Toyota Credit Canada Inc., Series E, Note, (MTN) 5.05% July 27, 2012	300	300	300	
TransCanada PipeLines, Ltd., Note, (MTN) 4.65% October 03, 2016	700	700	637	
Wachovia Capital Finance Corp. Canada, Guaranteed Note, (MTN) 4.00% February 01, 2010	400	400	395	
Wells Fargo Financial Canada Corp., Note, (MTN) 4.45% February 28, 2011	500	497	494	
5.10% June 26, 2012	840	839	830	
4.38% June 30, 2015	2,000	1,923	1,814	
Total Corporate		<u>116,286</u>	<u>110,621</u>	<u>29.0</u>
Total Fixed Income Investments		<u>376,467</u>	<u>383,836</u>	<u>100.8</u>
Total Investments		<u>376,467</u>	<u>383,836</u>	<u>100.8</u>
Other Assets and Liabilities			<u>(3,101)</u>	<u>(0.8)</u>
Net Assets			<u>380,735</u>	<u>100.0</u>

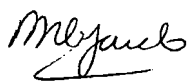
REAL RETURN BOND INDEX FUND (NOTE 1)

STATEMENT OF NET ASSETS

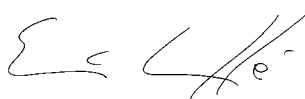
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 364,066,475	\$ 410,364,331
Cash	316,574	195,160
Interest receivable	929,445	1,015,775
Accounts receivable from issue of units	3,000,000	-
Accounts receivable for investment sales	943,698	342,160
	369,256,192	411,917,426
Liabilities		
Operating expenses payable	23,723	29,270
Payables for redemption of units	7,823,958	386,924
Payables for investment purchases	954,967	-
	8,802,648	416,194
Net Assets	\$ 360,453,544	\$ 411,501,232
Net Assets per Class		
Class A	\$ 228,933,133	\$ 270,801,720
Class D	131,520,411	140,699,512
	\$ 360,453,544	\$ 411,501,232
Number of Units Issued and Outstanding (Note 8)		
Class A	10,501,217	12,471,927
Class D	13,009,738	13,970,946
Net Assets per Unit		
Class A	\$ 21.80	\$ 21.71
Class D	\$ 10.11	\$ 10.07
Investments at Cost	\$ 372,789,289	\$ 402,204,884

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

REAL RETURN BOND INDEX FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income	\$ 19,771,350	\$ 12,793,498
	19,771,350	12,793,498
Expenses		
System application fees	9,569	-
Trustee fees	1,570	1,593
Custodian fees	12,665	9,496
Fund accounting expenses	51,886	46,961
Unitholder communication costs	1,075	-
Audit fees	11,474	11,855
Securities filing fees	-	12,306
Other operating expenses	1,201	3,109
	89,440	85,320
Net Investment Income for the Period	19,681,910	12,708,178
Gain (Loss) on Investments		
Net realized gain on sale of investments	2,802,161	5,894
Net change in unrealized depreciation in value of investments	(16,882,261)	(5,788,004)
Net Loss on Investments	(14,080,100)	(5,782,110)
Increase in Net Assets from Operations	\$ 5,601,810	\$ 6,926,068
Increase in Net Assets from Operations per Class		
Class A	\$ 3,260,115	\$ 3,520,305
Class D	2,341,695	3,405,763
	\$ 5,601,810	\$ 6,926,068
Increase in Net Assets from Operations per Unit		
Class A	\$ 0.28	\$ 0.30
Class D	\$ 0.18	\$ 0.60

REAL RETURN BOND INDEX FUND (NOTE 1)

STATEMENT OF CHANGES IN NET ASSETS

	2008		2007		2008		2007	
	Fund		Class A		Class D		Class D	
Net Assets - Beginning of Period (Note 11)	\$ 411,501,232	\$ 227,166,530	\$ 270,801,720	\$ 227,166,530	\$ 140,699,512	\$ -	\$ 140,699,512	\$ -
Increase in Net Assets from Operations	5,601,810	6,926,068	3,260,115	3,520,305	2,341,695	3,405,763	2,341,695	3,405,763
Capital Transactions								
Proceeds from issue of units	44,796,100	200,634,838	310,224	53,391,889	44,485,876	147,242,949	44,485,876	147,242,949
Reinvestment of distributions	23,574,033	13,170,376	15,502,326	10,867,819	8,071,707	2,302,557	8,071,707	2,302,557
Redemption of units	(101,445,598)	(23,226,204)	(45,438,926)	(13,277,004)	(56,006,672)	(9,949,200)	(56,006,672)	(9,949,200)
Net capital transactions	(33,075,465)	190,579,010	(29,626,376)	50,982,704	(3,449,089)	139,596,306	(3,449,089)	139,596,306
Distributions								
From net investment income	(20,158,481)	(12,709,907)	(13,316,798)	(10,541,620)	(6,841,683)	(2,168,287)	(6,841,683)	(2,168,287)
From capital gains	(3,415,552)	(392,698)	(2,185,528)	(258,428)	(1,230,024)	(134,270)	(1,230,024)	(134,270)
From capital gains redemption in kind (Note 9)	-	(67,771)	-	(67,771)	-	-	-	-
Total distributions	(23,574,033)	(13,170,376)	(15,502,326)	(10,867,819)	(8,071,707)	(2,302,557)	(8,071,707)	(2,302,557)
Increase (Decrease) in Net Assets for the Period	(51,047,688)	184,334,702	(41,868,587)	43,635,190	(9,179,101)	140,699,512	(9,179,101)	140,699,512
Net Assets - End of Period	\$ 360,453,544	\$ 411,501,232	\$ 228,933,133	\$ 270,801,720	\$ 131,520,411	\$ 140,699,512	\$ 131,520,411	\$ 140,699,512

REAL RETURN BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fixed Income Investments				
Government				
Federal Non-Agency				
Government of Canada				
4.25% December 01, 2021	56,647	71,192	69,182	
4.25% December 01, 2026	56,261	73,297	72,398	
4.00% December 01, 2031	59,436	79,183	78,948	
3.00% December 01, 2036	51,932	64,134	62,061	
2.00% December 01, 2041	33,779	33,662	33,261	
		321,468	315,850	87.6
Provincial				
Province of Manitoba				
1.74% December 01, 2018	1,233	1,186	1,118	
2.00% December 01, 2036	1,149	1,151	936	
Province of Ontario				
2.00% December 01, 2036	19,964	17,161	16,706	
Province of Quebec				
3.30% December 01, 2013	3,317	3,482	3,387	
4.50% December 01, 2021	5,323	6,700	6,079	
4.50% December 01, 2026	8,751	10,755	10,300	
4.25% December 01, 2031	8,027	10,886	9,690	
		51,321	48,216	13.4
Total Government		372,789	364,066	101.0
Total Fixed Income Investments		372,789	364,066	101.0
Total Investments		372,789	364,066	101.0
Other Assets and Liabilities			(3,612)	(1.0)
Net Assets			360,454	100.0

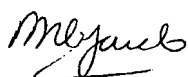
LONG BOND INDEX FUND (NOTE 1)

STATEMENT OF NET ASSETS

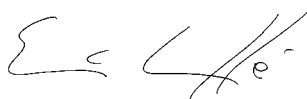
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 5,651,652,584	\$ 5,346,669,606
Cash	8,508,734	1,358,537
Interest receivable	51,539,338	47,987,844
Securities lending income receivable	1,146	-
Accounts receivable from issue of units	6,912,950	-
Accounts receivable for investment sales	-	4,886,124
	5,718,614,752	5,400,902,111
Liabilities		
Operating expenses payable	96,896	84,830
Payables for redemption of units	48,822,060	5,630,530
	48,918,956	5,715,360
Net Assets	\$ 5,669,695,796	\$ 5,395,186,751
Net Assets per Class		
Class A	\$ 5,294,703,103	\$ 5,064,324,127
Class D	374,992,693	330,862,624
	\$ 5,669,695,796	\$ 5,395,186,751
Number of Units Issued and Outstanding (Note 8)		
Class A	264,872,296	261,727,253
Class D	35,289,612	32,165,234
	264,872,296	261,727,253
Net Assets per Unit		
Class A	\$ 19.99	\$ 19.35
Class D	\$ 10.63	\$ 10.29
	\$ 19.99	\$ 19.35
Investments at Cost	\$ 5,584,426,657	\$ 5,168,697,876

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

LONG BOND INDEX FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income	\$ 292,650,152	\$ 247,100,140
Securities lending income	18,191	30,213
	292,668,343	247,130,353
Expenses		
System application fees	140,128	-
Trustee fees	1,570	1,593
Custodian fees	150,068	140,917
Fund accounting expenses	113,848	121,955
Unitholder communication costs	1,077	-
Audit fees	13,629	13,572
Securities filing fees	53,090	92,381
Other operating expenses	3,977	7,484
	477,387	377,902
Net Investment Income for the Period	292,190,956	246,752,451
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(3,441,146)	9,388,391
Net change in unrealized depreciation in value of investments	(110,745,803)	(65,646,659)
Net Loss on Investments	(114,186,949)	(56,258,268)
Increase in Net Assets from Operations	\$ 178,004,007	\$ 190,494,183
Increase in Net Assets from Operations per Class		
Class A	\$ 166,277,210	\$ 174,690,143
Class D	11,726,797	15,804,040
	\$ 178,004,007	\$ 190,494,183
Increase in Net Assets from Operations per Unit		
Class A	\$ 0.62	\$ 0.72
Class D	\$ 0.36	\$ 0.65

LONG BOND INDEX FUND (NOTE 1)

STATEMENT OF CHANGES IN NET ASSETS

	2008	2007	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>		<i>Class D</i>	
Net Assets - Beginning of Period (Note 11)	\$ 5,395,186,751	\$ 4,050,930,614	\$ 5,064,324,127	\$ 4,050,930,614	\$ 330,862,624	\$ -
Increase in Net Assets from Operations	178,004,007	190,494,183	166,277,210	174,690,143	11,726,797	15,804,040
Capital Transactions						
Proceeds from issue of units	794,991,302	1,767,621,228	732,738,546	1,444,385,549	62,252,756	323,235,679
Reinvestment of distributions	292,202,087	259,643,142	274,818,097	243,703,597	17,383,990	15,939,545
Redemption of units	(698,486,264)	(613,859,274)	(668,636,780)	(605,682,179)	(29,849,484)	(8,177,095)
Net capital transactions	388,707,125	1,413,405,096	338,919,863	1,082,406,967	49,787,262	330,998,129
Distributions						
From net investment income	(292,202,087)	(246,770,244)	(274,818,097)	(231,289,166)	(17,383,990)	(15,481,078)
From capital gains	-	(7,475,956)	-	(7,017,489)	-	(458,467)
From capital gains redemption in kind (Note 9)	-	(5,396,942)	-	(5,396,942)	-	-
Total distributions	(292,202,087)	(259,643,142)	(274,818,097)	(243,703,597)	(17,383,990)	(15,939,545)
Increase in Net Assets for the Period	274,509,045	1,344,256,137	230,378,976	1,013,393,513	44,130,069	330,862,624
Net Assets - End of Period	\$ 5,669,695,796	\$ 5,395,186,751	\$ 5,294,703,103	\$ 5,064,324,127	\$ 374,992,693	\$ 330,862,624

LONG BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fixed Income Investments				
Government				
Federal Non-Agency				
Government of Canada				
3.75% June 01, 2019	111,500	112,641	120,267	
9.75% June 01, 2021	28,900	44,489	48,462	
8.00% June 01, 2023	180,469	254,580	276,653	
9.00% June 01, 2025	109,295	165,248	184,729	
8.00% June 01, 2027	148,891	210,800	237,868	
5.75% June 01, 2029	296,814	352,020	390,626	
5.75% June 01, 2033	320,484	395,788	436,046	
5.00% June 01, 2037	257,352	288,534	329,041	
4.00% June 01, 2041	17,700	18,099	19,591	
		1,842,199	2,043,283	36.0
Government Guaranteed				
Milit-Air, Inc., Secured Note				
5.75% June 30, 2019	3,701	3,730	4,109	
		3,730	4,109	0.1
Provincial				
Hydro Quebec				
9.63% July 15, 2022	12,800	17,919	18,858	
Hydro Quebec, Note, (MTN)				
6.00% February 15, 2040	111,630	131,082	130,445	
Hydro Quebec, Series 19, Note				
6.50% February 15, 2035	114,342	139,046	139,083	
Hydro Quebec, Series HL, Note				
11.00% August 15, 2020	53,478	85,531	83,505	
Hydro Quebec, Series JM, Note				
5.00% February 15, 2045	72,780	75,189	73,850	
Province of British Columbia				
5.30% June 17, 2019	10,791	11,092	11,689	
9.95% May 15, 2021	4,500	6,844	6,769	
8.75% August 19, 2022	2,500	3,412	3,549	
8.00% September 08, 2023	9,500	12,257	12,912	
9.00% August 23, 2024	4,000	5,905	5,910	
5.70% June 18, 2029	68,607	74,320	76,372	
6.35% June 18, 2031	45,826	53,468	55,179	
4.70% June 18, 2037	55,000	55,122	55,137	
Province of British Columbia, (MTN)				
4.95% June 18, 2040	12,500	12,478	13,072	
Province of Manitoba				
7.75% December 22, 2025	6,500	7,980	8,558	
10.50% March 05, 2031	4,025	6,460	6,925	
5.70% March 05, 2037	28,388	32,269	31,978	
4.60% March 05, 2038	30,400	29,772	29,099	
4.65% March 05, 2040	8,450	8,443	8,149	
Province of Manitoba, (MTN)				
4.75% February 11, 2020	16,000	16,170	16,316	

LONG BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Province of New Brunswick				
5.65% December 27, 2028	15,000	15,583	16,189	
4.65% September 26, 2035	30,200	29,503	28,837	
4.55% March 26, 2037	30,700	29,381	29,172	
4.80% September 26, 2039	27,540	27,114	27,224	
Province of Newfoundland				
10.95% April 15, 2021	9,050	14,530	14,346	
6.15% April 17, 2028	16,516	18,013	18,808	
5.60% October 17, 2033	8,661	8,563	9,366	
5.70% October 17, 2035	3,000	3,433	3,336	
4.50% April 17, 2037	26,500	25,759	24,910	
4.65% October 17, 2040	26,000	25,163	24,979	
Province of Nova Scotia				
4.90% June 01, 2035	23,147	23,319	22,993	
4.50% June 01, 2037	17,600	17,026	16,601	
Province of Nova Scotia, (MTN)				
5.80% June 01, 2033	17,693	19,377	19,640	
Province of Nova Scotia, Series 9Z				
6.60% June 01, 2027	21,500	25,697	25,620	
Province of Ontario				
8.10% September 08, 2023	77,090	103,676	105,503	
8.50% December 02, 2025	24,600	35,266	34,852	
7.60% June 02, 2027	109,759	145,952	146,052	
6.50% March 08, 2029	35,500	43,346	43,042	
6.20% June 02, 2031	90,514	106,101	106,836	
5.85% March 08, 2033	199,422	221,820	227,782	
4.70% June 02, 2037	167,115	167,912	167,182	
4.60% June 02, 2039	34,800	34,185	34,311	
Province of Ontario, (MTN)				
5.60% June 02, 2035	134,296	150,460	150,847	
Province of Ontario, Series HC				
9.50% July 13, 2022	40,630	59,358	60,504	
Province of Prince Edward Island				
6.25% January 29, 2032	5,000	5,404	5,805	
5.70% June 15, 2035	8,990	9,997	9,928	
Province of Quebec				
9.38% January 16, 2023	23,632	35,023	34,438	
8.50% April 01, 2026	29,000	39,976	40,400	
6.25% June 01, 2032	107,268	122,315	124,261	
5.00% December 01, 2038	97,180	97,971	98,295	
Province of Quebec, Series OS				
6.00% October 01, 2029	83,634	94,103	93,839	
Province of Saskatchewan				
9.60% February 04, 2022	3,000	4,160	4,468	
5.75% March 05, 2029	13,157	14,267	14,701	
6.40% September 05, 2031	47,500	57,966	57,516	
5.80% September 05, 2033	4,500	5,240	5,127	
4.75% June 01, 2040	22,680	23,412	22,942	
		2,645,130	2,658,007	46.9

LONG BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Municipal				
City of Edmonton 8.50% September 14, 2018	5,068	6,535	6,588	
City of Montreal 6.00% June 01, 2043	13,308	14,285	14,223	
City of Toronto 5.60% December 18, 2018 6.80% July 26, 2021	4,100 3,000	3,633 3,548	4,387 3,446	
Municipal Finance Authority of British Columbia 4.98% April 06, 2025 4.95% December 01, 2027	1,864 14,000	1,864 13,953	1,893 13,391	
Municipality of Ottawa-Carleton Regional 6.20% September 10, 2019	4,030	4,068	4,537	
		47,886	48,465	0.9
Total Government		4,538,945	4,753,864	83.9
Corporate				
407 International, Inc., Series 04A3, Note 5.96% December 03, 2035	13,602	14,903	11,866	
407 International, Inc., Series 99A2, Senior Note 6.47% July 27, 2029	19,716	21,680	18,956	
Aeroports De Montreal, Note 6.55% October 11, 2033 5.17% September 17, 2035 5.67% October 16, 2037	21,197 7,900 11,220	23,616 7,710 11,328	20,444 6,284 9,536	
Alliance Pipeline, LP, Senior Note 5.55% December 31, 2023 6.77% December 31, 2025 7.22% December 31, 2025	5,389 5,891 9,161	5,386 6,331 10,283	5,369 6,656 10,104	
Alliance Pipeline, LP, Series A, Senior Note 7.18% June 30, 2023	3,914	4,346	4,056	
AltaLink, LP, Secured Note, (MTN) 5.25% September 22, 2036	3,500	3,500	2,752	
Asian Development Bank, Series MPLE, Senior Unsubordinated Note 4.65% February 16, 2027	12,000	12,199	11,533	
Bank of Nova Scotia, Note 8.90% June 20, 2025	3,015	3,764	3,218	
Bell Canada, Note, (MTN) 7.85% April 02, 2031 7.30% February 23, 2032	19,708 9,017	23,889 10,495	16,025 7,307	
British Columbia Ferry Services, Inc., Note 5.02% March 20, 2037	5,300	5,278	3,781	
British Columbia Ferry Services, Inc., Series 08-1, Senior Secured Note 5.58% January 11, 2038	4,300	4,300	3,344	
British Columbia Ferry Services, Inc., Series B, Senior Secured Note 6.25% October 13, 2034	3,505	3,522	3,040	

LONG BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Brookfield Asset Management, Inc., Note 5.95% June 14, 2035	12,780	12,908	7,959	
Canada Life Assurance Co., Series B, Note 6.40% December 11, 2028	2,500	2,484	2,136	
Canada Life Capital Trust, Secured Note, Series B 7.53% June 30, 2032	2,650	2,858	2,372	
Canadian Pacific Railway Co., Secured Note 6.91% October 01, 2024	2,404	2,353	2,290	
Canadian Utilities, Ltd., Note 11.77% November 30, 2020	1,987	3,265	2,954	
Canadian Utilities, Ltd., Series 1992, Note 9.40% May 01, 2023	5,480	7,335	6,898	
Citigroup, Inc. 5.16% May 24, 2027	13,571	12,682	8,641	
Clarica Life Insurance Co., Series 2, Note 6.30% May 15, 2028	4,843	5,155	4,181	
Consumers Gas Corp. Ltd., Note, (MTN) 6.10% May 19, 2028	7,130	7,573	6,687	
CU, Inc. 5.43% January 23, 2019	7,120	7,171	6,922	
CU, Inc., Note, (MTN) 5.90% November 20, 2034	23,312	25,185	21,021	
5.18% November 21, 2035	12,000	11,536	9,695	
5.56% October 30, 2037	10,000	10,112	8,532	
5.58% May 26, 2038	4,400	4,400	3,771	
Enbridge Gas Distribution, Inc., Note, (MTN) 4.77% December 17, 2021	8,300	8,050	7,431	
6.05% July 05, 2023	3,996	4,475	3,855	
7.60% October 29, 2026	1,298	1,621	1,428	
6.65% November 03, 2027	4,150	4,724	4,138	
6.90% November 15, 2032	4,707	5,612	4,772	
6.16% December 16, 2033	6,771	7,402	6,294	
5.21% February 25, 2036	5,300	5,260	4,284	
Enbridge Pipelines, Inc., Note, (MTN) 6.35% November 17, 2023	5,926	5,509	5,925	
6.05% February 12, 2029	4,894	4,866	4,496	
5.08% December 19, 2036	8,000	7,792	6,240	
Enbridge, Inc., Note, (MTN) 7.22% July 24, 2030	4,300	4,516	3,840	
7.20% June 18, 2032	6,360	7,273	5,646	
5.57% November 14, 2035	12,620	11,454	8,945	
GAZ Metro, LP, Note 6.30% October 31, 2033	1,358	1,363	1,300	
GAZ Metro, LP, Secured Note, Series MTNE 9.00% May 16, 2025	8,075	10,826	10,010	
GAZ Metro, LP, Secured Note, Series MTNI 7.05% October 30, 2030	5,300	5,847	5,474	
Gaz Metropolitan, Inc., Guaranteed Note 5.45% July 12, 2021	13,585	13,748	12,467	

LONG BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
GE Capital Canada Funding Co., Note, (MTN)				
5.73% October 22, 2037	27,450	27,310	21,312	
Greater Toronto Airport Authority, Note				
6.45% December 03, 2027	12,500	13,228	11,429	
Greater Toronto Airport Authority, Note, (MTN)				
6.45% July 30, 2029	28,832	31,255	28,159	
7.05% June 12, 2030	7,452	7,995	7,250	
7.10% June 04, 2031	7,000	7,858	6,853	
6.98% October 15, 2032	18,030	20,958	17,387	
6.47% February 02, 2034	14,087	15,734	12,753	
Great-West Lifeco, Inc., Note				
6.67% March 21, 2033	23,597	26,335	22,053	
Halifax International Airport Authority				
5.50% July 19, 2041	5,750	5,680	4,807	
Hydro One, Inc., Note				
7.35% June 03, 2030	20,291	24,220	22,735	
Hydro One, Inc., Note, (MTN)				
6.35% January 31, 2034	18,137	20,802	18,136	
5.36% May 20, 2036	30,547	30,678	26,800	
IGM Financial, Inc., Note				
7.45% May 09, 2031	5,000	5,507	4,804	
7.11% March 07, 2033	14,913	18,135	13,467	
Inter-American Development Bank, Note				
4.40% January 26, 2026	27,200	26,116	25,393	
NAV Canada, Note				
7.56% March 01, 2027	18,602	22,355	21,258	
7.40% June 01, 2027	9,050	10,741	10,130	
NBC Asset Trust				
7.45% June 30, 2020	8,300	8,300	6,341	
Nederlandse Waterschapsbank NV, Senior Note, (MTN)				
5.20% March 31, 2025	4,885	4,974	4,931	
Newfoundland & Labrador Hydro, Note				
5.70% July 14, 2033	2,000	2,344	2,198	
Northwestconnect Group				
5.95% April 30, 2041	8,000	8,053	8,639	
NOVA Gas Transmission, Ltd., Note				
9.90% December 16, 2024	6,728	8,747	7,873	
6.30% May 27, 2030	6,240	6,816	4,979	
Ontario Electricity Financial Corp., Note				
10.00% February 06, 2020	4,000	5,960	5,929	
8.50% May 26, 2025	10,768	14,301	15,130	
8.25% June 22, 2026	19,960	29,253	27,772	
Ontario Infrastructure Projects Corp., Note				
4.70% June 01, 2037	7,200	7,210	6,881	
Ontario School Boards Financing Corp.				
5.80% November 07, 2028	6,024	6,433	6,374	
5.38% June 25, 2032	6,111	6,111	6,171	
Ontario School Boards Financing Corp., Note				
5.48% November 26, 2029	12,451	12,643	12,942	
5.07% April 18, 2031	5,017	5,017	4,981	

LONG BOND INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Ontario School Boards Financing Corp., Series 01A3 6.55% October 19, 2026	6,331	7,093	7,115	
Power Financial Corp., Note 6.90% March 11, 2033	10,850	13,068	9,812	
Royal Office Finance LP, Series A, Note 5.21% November 12, 2032	29,455	29,455	29,131	
Scotiabank Capital Trust, Series 06-1, Note 5.65% December 31, 2036	21,815	21,725	12,534	
Sun Life Capital Trust, Series B, Secured Note 7.09% June 30, 2052	6,900	7,953	4,820	
Sun Life Financial, Inc., Note, (MTN) 5.40% May 29, 2042	15,000	14,867	9,976	
Suncor Energy, Inc., Note, (MTN) 5.39% March 26, 2037	10,250	10,212	6,644	
Terasen Gas Inc., Senior Note, (MTN) 5.80% May 13, 2038	7,000	6,977	6,018	
Terasen Gas, Inc., Note, (MTN) 6.95% September 21, 2029	557	574	565	
6.50% May 01, 2034	2,448	2,495	2,332	
5.90% February 26, 2035	5,424	5,620	4,747	
5.55% September 25, 2036	3,000	2,938	2,490	
Toronto Hospital, Series Dom1, Note 5.64% December 08, 2022	4,832	4,949	5,177	
Toronto-Dominion Bank, Note 9.15% May 26, 2025	4,601	6,298	5,087	
TransCanada PipeLines, Ltd., Note, (MTN) 8.29% February 05, 2026	5,882	7,307	6,035	
7.90% April 15, 2027	15,370	18,908	15,163	
6.28% May 26, 2028	5,318	4,852	4,329	
6.89% August 07, 2028	17,000	19,232	14,954	
6.50% December 09, 2030	3,800	4,100	3,195	
University of British Columbia, Series B, Note 4.82% July 26, 2035	1,750	1,750	1,577	
University of Toronto Governing Council, Senior Note 6.78% July 18, 2031	4,000	4,505	4,694	
University of Windsor, Series A, Note 5.37% June 29, 2046	6,000	6,000	5,719	
Vancouver International Airport Authority, Note 4.42% December 07, 2018	5,650	5,650	4,933	
Total Corporate		<u>1,045,482</u>	<u>897,789</u>	<u>15.8</u>
Total Fixed Income Investments		<u>5,584,427</u>	<u>5,651,653</u>	<u>99.7</u>
Total Investments		<u>5,584,427</u>	<u>5,651,653</u>	<u>99.7</u>
Other Assets and Liabilities			<u>18,043</u>	<u>0.3</u>
Net Assets			<u>5,669,696</u>	<u>100.0</u>

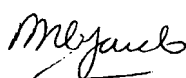
COREACTIVE UNIVERSE BOND FUND

STATEMENT OF NET ASSETS

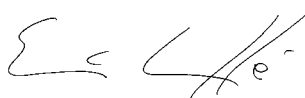
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 1,340,477,401	\$ 1,710,993,280
Cash	3,678,110	6,484,634
Margin due from brokers	3,935,459	2,223,744
Interest receivable	11,835,972	15,797,527
Interest receivable from swaps	89,982	10,490
Unrealized gain on swaps (Note 6)	8,542,891	904,282
Securities lending income receivable	1,290	1,254
Accounts receivable for investment sales	103,516,829	-
	1,472,077,934	1,736,415,211
Liabilities		
Margin due to brokers	2,200,000	-
Operating expenses payable	49,908	56,466
Payables for redemption of units	54,900,007	35,216,093
Payables for investment purchases	103,170,888	-
Options payable	1,551,419	-
Unrealized loss on swaps (Note 6)	6,515,596	404,466
	168,387,818	35,677,025
Net Assets	\$ 1,303,690,116	\$ 1,700,738,186
Net Assets per Class		
Class A	\$ 1,303,690,116	\$ 1,700,738,186
	\$ 1,303,690,116	\$ 1,700,738,186
Number of Units Issued and Outstanding (Note 8)		
Class A	79,879,845	111,353,678
Net Assets per Unit		
Class A	\$ 16.32	\$ 15.27
Investments at Cost	\$ 1,336,588,304	\$ 1,718,950,409

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income	\$ 80,587,004	\$ 84,615,516
Securities lending income	41,071	15,057
Net realized gain (loss) on swaps	879,397	(236,101)
Net gain (loss) from futures contracts	12,802,434	(5,694,092)
Foreign exchange gain	114,546	668,555
	94,424,452	79,368,935
Expenses		
System application fees	41,417	-
Trustee fees	1,570	1,593
Custodian fees	54,732	60,955
Fund accounting expenses	87,858	94,574
Unitholder communication costs	1,075	-
Audit fees	24,025	22,697
Securities filing fees	698	443
Other operating expenses	358	2,332
	211,733	182,594
Net Investment Income for the Year	94,212,719	79,186,341
Gain (Loss) on Investments		
Net realized loss on sale of investments	(9,429,930)	(7,055,620)
Transaction costs (Note 2)	(417,968)	(647,617)
Net change in unrealized appreciation in value of swap contracts	1,527,479	2,970,208
Net change in unrealized appreciation (depreciation) in value of investments	11,846,226	(25,863,865)
Net Gain (Loss) on Investments	3,525,807	(30,596,894)
Increase in Net Assets from Operations	\$ 97,738,526	\$ 48,589,447
Increase in Net Assets from Operations per Class		
Class A	\$ 97,738,526	\$ 48,589,447
	\$ 97,738,526	\$ 48,589,447
Increase in Net Assets from Operations per Unit		
Class A	\$ 0.93	\$ 0.42

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>	
Net Assets - Beginning of Year (Note 11)	\$ 1,700,738,186	\$ 1,625,067,759	\$ 1,700,738,186	\$ 1,625,067,759
Increase in Net Assets from Operations	97,738,526	48,589,447	97,738,526	48,589,447
Capital Transactions				
Proceeds from issue of units	29,860,634	161,101,741	29,860,634	161,101,741
Reinvestment of distributions	91,685,819	86,705,529	91,685,819	86,705,529
Redemption of units	(524,647,230)	(134,020,761)	(524,647,230)	(134,020,761)
Net capital transactions	(403,100,777)	113,786,509	(403,100,777)	113,786,509
Distributions				
From net investment income	(91,685,819)	(85,184,394)	(91,685,819)	(85,184,394)
From capital gains	-	(1,521,135)	-	(1,521,135)
Total distributions	(91,685,819)	(86,705,529)	(91,685,819)	(86,705,529)
Increase (Decrease) in Net Assets for the Year	(397,048,070)	75,670,427	(397,048,070)	75,670,427
Net Assets - End of Year	\$ 1,303,690,116	\$ 1,700,738,186	\$ 1,303,690,116	\$ 1,700,738,186

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF CASH FLOW

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Cash Provided by (Used in)		
Operating Activities		
Net investment income for the year	\$ 94,212,719	\$ 79,186,341
Charges (Credits) not Affecting Cash		
Accreted income	(45,588)	(49,650)
	94,167,131	79,136,691
Changes in Working Capital Balances Relating to Operations		
Purchase of investment securities	(1,920,822,741)	(5,089,667,457)
Proceeds from disposition of investment securities	2,295,371,495	4,924,125,085
Purchase of options	(2,560,767)	-
Proceeds from disposition of options	989,776	-
Proceeds from investment sold short	-	(25,684,845)
Transaction costs	(417,968)	(647,617)
Decrease (increase) in margin due from brokers	(1,711,715)	333,368
Decrease (increase) in interest receivable	3,961,555	2,526,725
Decrease (increase) in interest receivable from swaps	(79,492)	(14,987)
Decrease (increase) in securities lending income receivable	(36)	(962)
Decrease (increase) in accounts receivable from issue of units	-	11,486,221
Decrease (increase) in accounts receivable for investment sales	(103,516,829)	56,728,056
Decrease (increase) in accounts receivable for short sales	-	25,684,845
Increase (decrease) in margin due to brokers	2,200,000	-
Increase (decrease) in operating expenses payable	(6,558)	20,560
Increase (decrease) in payables for redemption of units	19,683,914	35,216,093
Increase (decrease) in payables for investment purchases	103,170,888	(51,690,974)
Increase (decrease) in options payable	1,551,419	-
	397,812,941	(111,585,889)
Net Cash Provided by (Used in) Operating Activities	491,980,072	(32,449,198)
Financing Activities		
Proceeds from issuance of units	29,860,634	161,101,741
Payments on redemption of units	(524,647,230)	(134,020,761)
Net Cash Provided by (Used in) Financing Activities	(494,786,596)	27,080,980
Net Increase (Decrease) in Cash and Cash Equivalents	\$ (2,806,524)	\$ (5,368,218)
Cash - Beginning of Year	\$ 6,484,634	\$ 11,852,852
Cash - End of Year	\$ 3,678,110	\$ 6,484,634

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fixed Income Investments				
Government				
Federal Non-Agency				
Government of Canada				
4.00% June 01, 2016	17,200	17,372	19,137	
4.00% June 01, 2017	17,507	17,872	19,477	
9.00% June 01, 2025	6,500	10,513	10,986	
8.00% June 01, 2027	4,630	6,718	7,397	
5.75% June 01, 2029	14,820	18,188	19,504	
5.75% June 01, 2033	16,735	20,871	22,769	
5.00% June 01, 2037	60,660	75,760	77,558	
		167,294	176,828	13.6
Federal Agency				
Canada Housing Trust				
3.55% September 15, 2010	6,800	6,800	7,050	
4.05% March 15, 2011	51,950	52,757	54,782	
4.60% September 15, 2011	33,800	34,877	36,328	
3.95% December 15, 2011	11,300	11,486	11,978	
4.80% June 15, 2012	72,800	75,925	79,438	
4.55% December 15, 2012	80,230	82,063	87,456	
3.95% June 15, 2013	40,970	41,409	43,991	
		305,317	321,023	24.6
Provincial				
Alberta Treasury Branch				
4.10% June 01, 2011	5,613	5,521	5,879	
Financement Quebec				
2.64% April 25, 2012	20,000	20,005	19,516	
Hydro Quebec, Note				
6.50% February 15, 2011	14,300	15,251	15,669	
Hydro Quebec, Note, (MTN)				
6.00% February 15, 2040	21,000	24,732	24,539	
Hydro Quebec, Series 19, Note				
6.50% February 15, 2035	15,330	19,194	18,647	
Province of British Columbia				
6.38% August 23, 2010	5,000	5,331	5,380	
6.35% June 18, 2031	7,670	9,194	9,235	
Province of British Columbia, Series BCCD				
8.50% August 23, 2013	6,100	7,567	7,563	
Province of Manitoba				
5.25% December 03, 2012	3,000	3,205	3,281	
5.20% December 03, 2015	2,000	2,044	2,178	
4.60% March 05, 2038	9,800	9,375	9,381	
Province of New Brunswick				
4.70% July 21, 2016	9,300	9,494	9,779	
5.65% December 27, 2028	6,350	6,772	6,853	
Province of Newfoundland				
5.25% June 04, 2014	3,000	3,196	3,293	

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Province of Nova Scotia				
4.60% August 18, 2016	3,400	3,380	3,554	
4.50% June 01, 2037	6,090	5,691	5,744	
Province of Ontario				
5.38% December 02, 2012	10,200	10,906	11,214	
4.75% June 02, 2013	7,000	7,300	7,539	
5.00% March 08, 2014	8,000	8,343	8,703	
4.40% March 08, 2016	2,360	2,367	2,456	
4.20% March 08, 2018	25,000	24,647	25,259	
8.10% September 08, 2023	8,000	11,312	10,949	
7.60% June 02, 2027	5,300	7,291	7,053	
6.20% June 02, 2031	5,200	5,945	6,138	
5.85% March 08, 2033	16,530	19,379	18,881	
4.70% June 02, 2037	15,770	14,831	15,776	
Province of Quebec				
5.25% October 01, 2013	8,040	8,446	8,839	
5.00% December 01, 2015	18,200	19,111	19,513	
9.38% January 16, 2023	7,200	10,777	10,492	
Province of Saskatchewan				
4.90% December 03, 2013	4,000	3,947	4,340	
6.40% September 05, 2031	5,500	6,206	6,660	
		310,760	314,303	24.1
Municipal				
City of Montreal				
6.00% June 01, 2043	3,000	3,032	3,206	
City of Toronto				
4.90% October 29, 2014	4,370	4,380	4,618	
City of Winnipeg				
9.13% May 12, 2015	2,980	3,927	3,831	
Municipal Finance Authority of British Columbia				
4.65% April 19, 2016	3,920	4,020	4,038	
5.35% December 02, 2024	3,000	2,985	3,057	
		18,344	18,750	1.4
Total Government				
		801,715	830,904	63.7
Corporate				
407 International, Inc., Series 06D1, Note				
5.75% February 14, 2036	9,700	9,722	7,029	
Aéroports De Montreal, Note				
5.17% September 17, 2035	2,800	2,803	2,227	
Alberta Capital Finance Authority, Note				
5.00% December 02, 2013	3,000	3,002	3,270	
Alliance Pipeline, LP, Senior Note				
5.55% December 31, 2023	2,708	2,688	2,697	
Asian Development Bank, Series MPLE, Senior Unsubordinated Note				
4.65% February 16, 2027	15,000	15,049	14,417	
Bank of Montreal, DPNT				
4.96% July 14, 2011	10,000	10,090	10,241	

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Bank of Montreal, Note				
5.20% June 21, 2017	5,000	4,938	4,869	
Bank of Nova Scotia, DPNT				
4.56% October 30, 2013	2,500	2,498	2,543	
Bank of Nova Scotia, Note				
6.00% October 03, 2018	13,560	13,744	13,510	
Bell Aliant Regional Communications, Note				
5.41% September 26, 2016	6,400	6,407	5,514	
Bell Canada, Note, (MTN)				
5.00% February 15, 2017	3,000	2,709	2,503	
Bell Canada, Series M-17, Note				
6.10% March 16, 2035	5,000	5,276	3,748	
BMO Capital Trust II, Series A, Note				
10.22% December 31, 2107	8,000	8,000	8,310	
Brookfield Renewable Power, (MTN)				
4.65% December 16, 2009	10,000	10,065	10,112	
Canada Life Capital Trust, Series A, Secured Note				
6.68% June 30, 2012	15,250	16,785	14,653	
Canadian Imperial Bank of Commerce, Note				
3.75% September 09, 2015	15,400	15,018	14,854	
Citigroup Finance Canada, Inc., Note, (MTN)				
4.54% May 16, 2013	10,500	10,496	9,263	
Citigroup Finance Canada, Inc., Series 4, Note, (MTN)				
4.37% February 03, 2011	4,000	3,966	3,897	
CLRT, Series 2006-1, A				
4.71% May 15, 2033	17,224	17,223	17,342	
DaimlerChrysler Canada Finance, Inc., Note, (MTN)				
4.70% November 10, 2009	6,500	6,493	6,450	
Enbridge Inc., (MTN)				
5.00% August 09, 2016	7,496	7,077	6,625	
Enbridge, Inc., Note, (MTN)				
3.95% February 15, 2010	1,700	1,699	1,691	
France Telecom SA, Note				
4.95% June 23, 2011	10,000	9,981	9,773	
GE Capital Canada Funding Co., Note, (MTN)				
5.29% August 17, 2012	3,200	3,279	3,148	
5.15% June 06, 2013	5,000	5,088	4,825	
5.53% August 17, 2017	7,750	7,002	7,128	
Genesis Trust, Series 052A, Note				
4.00% March 15, 2010	3,500	3,484	3,517	
Greater Toronto Airport Authority, Note, (MTN)				
5.00% June 01, 2015	2,500	2,481	2,402	
6.47% February 02, 2034	5,300	6,200	4,798	
HSBC Bank of Canada				
4.94% March 16, 2021	6,400	6,143	5,639	
HSBC Canada Asset Trust, Note				
7.78% December 31, 2049	3,651	3,821	3,833	
Hydro One, Inc., Note				
7.35% June 03, 2030	4,400	5,467	4,930	

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Hydro One, Inc., Note, (MTN)				
4.64% March 03, 2016	2,530	2,465	2,501	
5.36% May 20, 2036	8,210	8,415	7,203	
Instituto de Credito Oficial, Note				
5.00% March 31, 2020	10,000	10,492	10,508	
Inter-American Development Bank, Note				
4.75% November 17, 2014	26,000	26,345	28,102	
4.40% January 26, 2026	20,000	19,120	18,671	
International Bank Recon & Development, MPLE				
4.30% December 15, 2012	5,000	5,110	5,306	
International Finance Corp., Series MPLE				
4.70% December 15, 2012	4,000	4,170	4,307	
Loblaw Cos., Ltd., Note, (MTN)				
7.10% May 11, 2010	1,800	1,922	1,870	
6.45% February 09, 2028	6,000	6,243	4,735	
Manitoba Telecom Services, Inc., Note, (MTN)				
6.15% June 10, 2014	3,600	3,595	3,437	
Manulife Financial Capital Trust, Series B, Note				
6.70% June 30, 2012	3,980	4,215	3,933	
Master Credit Card Trust, Note				
5.30% August 21, 2012	5,000	5,022	5,048	
Metro, Inc., Note, (MTN)				
5.97% October 15, 2035	6,500	5,922	4,751	
Molson Coors Capital Finance				
5.00% September 22, 2015	2,000	1,809	1,806	
National Bank Of Canada, Note, (MTN)				
4.93% December 22, 2019	6,700	6,715	5,951	
NAV Canada, Note				
4.43% February 24, 2011	5,500	5,500	5,630	
Newfoundland & Labrador Hydro, Series X, Note				
10.25% July 14, 2017	3,300	4,744	4,761	
Nova Gas Transmission, Ltd., Series 21, Note				
12.20% February 28, 2016	13,207	20,946	18,015	
Nova Scotia PowerCorp., Note, (MTNF)				
8.85% May 19, 2025	2,931	3,940	3,271	
Ontario School Boards Financing Corp.				
6.30% September 22, 2010	5,200	5,447	5,566	
5.80% November 07, 2028	10,696	11,158	11,318	
Ontario School Boards Financing Corp., Note				
7.20% June 09, 2025	10,362	12,674	13,852	
5.48% November 26, 2029	9,157	9,157	9,518	
Ontrea, Inc., Series A, Note				
5.70% October 31, 2011	13,100	13,916	13,888	
RBC Capital Trust Capital Securities, Series 2011, Secured Note				
7.18% June 30, 2011	16,250	17,246	16,221	
Royal Bank of Canada, Subordinated Note, (MTN)				
5.00% June 06, 2018	15,952	15,905	15,356	
Royal Bank of Scotland PLC, Subordinated Note				
5.37% November 29, 2049	10,000	9,995	6,956	

COREACTIVE UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Scotiabank Capital Trust, Note 6.63% June 30, 2052	4,500	4,521	4,346	
Sherritt International Corp., Senior Note 7.75% October 15, 2015	3,000	3,000	2,283	
Shoppers Drug Mart Corp., (MTN) 4.99% June 03, 2013	3,700	3,683	3,709	
Summit Real Estate Investment Trust REIT, Note 5.38% March 01, 2012	2,700	2,696	2,626	
TD Capital Trust II 6.79% December 31, 2049	3,500	3,650	3,407	
Toronto-Dominion Bank, DPNT 4.85% February 13, 2013	8,200	8,277	8,483	
Toronto-Dominion Bank, Note, (MTN) 5.76% December 18, 2106	10,000	10,000	8,055	
TransAlta Corp., Note, (MTN) 6.90% June 01, 2011	3,000	3,292	3,050	
University of British Columbia, Series B, Note 4.82% July 26, 2035	6,250	6,250	5,632	
Wells Fargo Financial Canada Corp., Note, (MTN) 5.10% June 26, 2012	6,500	6,263	6,422	
Woodbridge Finance Corp, Note, (MTN) 5.32% October 18, 2010	8,300	8,300	8,551	
YPG Holdings, Inc., Note, (MTN) 5.71% April 21, 2014	3,000	3,100	2,849	
Total Corporate		533,914	507,652	39.0
Total Fixed Income Investments		1,335,629	1,338,556	102.7
Options Investments				
Purchased Options				
US 10 year Future Options March09 Put Expires: 2/20/09 Strike: 125	766	959	1,921	
Total Purchased Options		959	1,921	0.1
Total Investments		1,336,588	1,340,477	102.8
Written Options				
US 10 year Future Options March09 Put Expires: 2/20/09 Strike: 124	(766)		(1,551)	(0.1)
Total Written Options			(1,551)	(0.1)
Other Assets and Liabilities			(35,236)	(2.7)
Net Assets			1,303,690	100.0

Open futures contracts and swap contracts held by the Fund as at December 31, 2008 are shown in Notes 4 and 6 respectively.

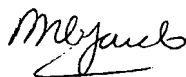
COREPLUS LONG BOND FUND (NOTE 1)

STATEMENT OF NET ASSETS

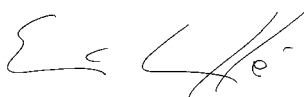
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 505,691,942	\$ 583,240,368
Cash	1,139,891	763,125
Margin due from brokers	936,554	337,244
Net unrealized gain on forward currency contracts (Note 5)	757,030	5,940,625
Interest receivable	3,607,276	3,829,475
Unrealized gain on swaps (Note 6)	2,466,057	-
	514,598,750	594,110,837
Liabilities		
Operating expenses payable	26,682	31,644
Financing charges payable	99,859	22,530
Options payable	360,513	-
Payable for repurchase agreements (Note 7)	166,612,973	192,331,047
Net unrealized loss on forward currency contracts (Note 5)	875,632	3,904,191
Unrealized loss on swaps (Note 6)	2,606,238	-
	170,581,897	196,289,412
Net Assets	\$ 344,016,853	\$ 397,821,425
Number of Units Issued and Outstanding (Note 8)	33,776,683	39,160,061
Net Assets per Unit	\$ 10.19	\$ 10.16
Investments at Cost	\$ 489,513,745	\$ 588,835,741

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

COREPLUS LONG BOND FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income	\$ 20,722,702	\$ 12,523,593
Net realized gain (loss) on swaps	(189,380)	193,876
Net gain (loss) from futures contracts	3,165,448	(279,726)
Net realized gain (loss) from forward currency contracts	(43,640,770)	10,482,481
Foreign exchange gain	450,013	-
	(19,491,987)	22,920,224
Expenses		
System application fees	9,811	-
Trustee fees	1,570	965
Custodian fees	12,572	7,592
Fund accounting expenses	60,692	38,429
Unitholder communication costs	1,532	-
Audit fees	15,384	14,210
Financing charges	5,975,494	5,025,107
Other operating expenses	22	849
	6,077,077	5,087,152
Net Investment Income (Loss) for the Period	(25,569,064)	17,833,072
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	2,380,392	(776,782)
Transaction costs (Note 2)	(94,253)	(14,265)
Net change in unrealized depreciation in value of swap contracts	(140,181)	-
Net change in unrealized appreciation (depreciation) in value of investments	21,773,570	(5,595,373)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(2,155,036)	2,036,434
Net Gain (Loss) on Investments	21,764,492	(4,349,986)
Increase (Decrease) in Net Assets from Operations	\$ (3,804,572)	\$ 13,483,086
Increase (Decrease) in Net Assets from Operations per Unit	\$ (0.10)	\$ 0.34

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 397,821,425	\$ -
Increase (Decrease) in Net Assets from Operations	(3,804,572)	13,483,086
Capital Transactions		
Proceeds from issue of units	-	384,338,339
Reinvestment of distributions	-	17,829,501
Redemption of units	(50,000,000)	-
Net capital transactions	(50,000,000)	402,167,840
Distributions		
From net investment income	-	(17,829,501)
Total distributions	-	(17,829,501)
Increase (Decrease) in Net Assets for the Period	(53,804,572)	397,821,425
Net Assets - End of Period	\$ 344,016,853	\$ 397,821,425

COREPLUS LONG BOND FUND (NOTE 1)

STATEMENT OF CASH FLOW

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Cash Provided by (Used in)		
Operating Activities		
Net investment income (loss) for the period	\$ (25,569,064)	\$ 17,833,072
Changes in Working Capital Balances Relating to Operations		
Purchase of investment securities	(162,083,813)	(639,365,492)
Proceeds from disposition of investment securities	264,143,738	49,752,969
Purchase of options	(599,209)	-
Proceeds from disposition of options	241,672	-
Transaction costs	(94,253)	(14,265)
Decrease (increase) in margin due from brokers	(599,310)	(337,244)
Decrease (increase) in interest receivable	222,199	(3,829,475)
Increase (decrease) in operating expenses payable	(4,962)	31,644
Increase (decrease) in financing charges payable	77,329	22,530
Increase (decrease) in options payable	360,513	-
	101,663,904	(593,739,333)
Net Cash Provided by (Used in) Operating Activities	76,094,840	(575,906,261)
Financing Activities		
Proceeds from issuance of units	-	384,338,339
Proceeds from repurchase agreements	(25,718,074)	192,331,047
Payments on redemption of units	(50,000,000)	-
	(75,718,074)	576,669,386
Net Cash Provided by (Used in) Financing Activities		
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 376,766	\$ 763,125
Cash - Beginning of Period	\$ 763,125	\$ -
Cash - End of Period	\$ 1,139,891	\$ 763,125

COREPLUS LONG BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fixed Income Investments				
Government				
Federal Non-Agency				
Government of Canada				
3.75% June 01, 2019	3,800	3,896	4,099	
8.00% June 01, 2023	6,380	9,006	9,780	
9.00% June 01, 2025	8,200	12,836	13,860	
8.00% June 01, 2027	6,700	9,872	10,704	
5.75% June 01, 2029	14,895	17,767	19,603	
5.75% June 01, 2033	13,375	16,534	18,198	
5.00% June 01, 2037	24,160	28,109	30,890	
		98,020	107,134	31.1
Provincial				
Hydro Quebec, Note, (MTN)				
6.00% February 15, 2040	10,400	12,336	12,153	
Hydro Quebec, Series HL, Note				
11.00% August 15, 2020	3,800	6,043	5,934	
Hydro Quebec, Series JM, Note				
5.00% February 15, 2045	6,050	6,198	6,139	
Province of British Columbia				
9.95% May 15, 2021	1,300	1,993	1,956	
8.00% September 08, 2023	1,600	2,193	2,175	
5.70% June 18, 2029	4,600	5,225	5,121	
6.35% June 18, 2031	1,700	2,065	2,047	
4.70% June 18, 2037	1,000	1,002	1,002	
Province of British Columbia, (MTN)				
4.95% June 18, 2040	900	898	941	
Province of Manitoba				
5.50% November 15, 2018	750	802	825	
7.75% December 22, 2025	1,000	1,367	1,317	
5.70% March 05, 2037	1,000	1,149	1,126	
4.60% March 05, 2038	1,000	976	957	
4.65% March 05, 2040	550	550	530	
Province of Manitoba, (MTN)				
4.75% February 11, 2020	1,000	1,007	1,020	
Province of New Brunswick				
5.65% December 27, 2028	1,000	1,118	1,079	
4.65% September 26, 2035	1,770	1,707	1,690	
4.55% March 26, 2037	1,000	966	950	
4.80% September 26, 2039	2,600	2,584	2,570	
Province of Newfoundland				
8.45% February 05, 2026	800	1,154	1,114	
6.15% April 17, 2028	2,750	3,227	3,132	
5.60% October 17, 2033	1,000	1,118	1,081	
Province of Nova Scotia				
4.50% June 01, 2037	4,690	4,449	4,424	
Province of Nova Scotia, Series 9Z				
6.60% June 01, 2027	970	1,199	1,156	

COREPLUS LONG BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Province of Ontario				
8.10% September 08, 2023	6,600	9,078	9,033	
7.60% June 02, 2027	6,400	8,689	8,516	
5.85% March 08, 2033	9,570	10,970	10,931	
4.70% June 02, 2037	3,150	3,137	3,151	
4.60% June 02, 2039	6,400	6,278	6,310	
Province of Ontario, (MTN)				
5.60% June 02, 2035	16,470	18,528	18,500	
Province of Ontario, Series HC				
9.50% July 13, 2022	3,200	4,795	4,765	
Province of Prince Edward Island				
6.25% January 29, 2032	600	724	697	
5.70% June 15, 2035	600	682	663	
Province of Quebec				
9.38% January 16, 2023	4,000	5,972	5,829	
6.25% June 01, 2032	9,660	11,501	11,190	
Province of Quebec, Series OS				
6.00% October 01, 2029	6,150	7,005	6,900	
Province of Saskatchewan				
5.75% March 05, 2029	800	907	894	
6.40% September 05, 2031	1,400	1,729	1,695	
4.75% June 01, 2040	3,350	3,363	3,389	
		154,684	152,902	44.5
Municipal				
City of Montreal				
6.00% June 01, 2043	1,200	1,409	1,283	
City of Toronto				
5.60% December 18, 2018	900	954	963	
Municipal Finance Authority of British Columbia				
4.98% April 06, 2025	444	448	451	
4.95% December 01, 2027	1,000	989	957	
		3,800	3,654	1.1
Total Government				
		256,504	263,690	76.7
Corporate				
407 International, Inc., Series 04A3, Note				
5.96% December 03, 2035	1,000	1,047	872	
407 International, Inc., Series 99A2, Senior Note				
6.47% July 27, 2029	2,000	2,330	1,923	
Aéroports De Montreal, Note				
5.17% September 17, 2035	2,200	2,172	1,750	
Alliance Pipeline, LP, Senior Note				
5.55% December 31, 2023	693	693	690	
Alliance Pipeline, LP, Series A, Senior Note				
7.18% June 30, 2023	1,906	2,194	1,975	
AltaLink, LP, Secured Note, (MTN)				
5.25% September 22, 2036	1,000	963	786	
Asian Development Bank, Series MPLE, Senior Unsubordinated Note				
4.65% February 16, 2027	5,000	4,909	4,806	

COREPLUS LONG BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Bell Aliant Regional Communications, Note 5.41% September 26, 2016	1,100	1,036	948	
Bell Aliant Regional Communications, Note, (MTN) 6.17% February 26, 2037	475	414	325	
Bell Canada, Note, (MTN) 7.30% February 23, 2032	2,300	2,269	1,864	
Bell Canada, Series M-17, Note 6.10% March 16, 2035	1,400	1,190	1,049	
British Columbia Ferry Services, Inc., Series 08-1, Senior Secured Note 5.58% January 11, 2038	400	400	311	
British Columbia Ferry Services, Inc., Series B, Senior Secured Note 6.25% October 13, 2034	1,100	1,226	954	
Brookfield Asset Management, Inc., Note 5.95% June 14, 2035	1,000	979	623	
CU, Inc. 5.43% January 23, 2019	4,030	4,065	3,918	
Enbridge Gas Distribution, Inc., Note, (MTN) 5.21% February 25, 2036	1,600	1,565	1,293	
Enbridge, Inc., Note, (MTN) 5.57% November 14, 2035	2,000	1,864	1,418	
FortisAlberta, Inc., Senior Note 6.22% October 31, 2034	1,000	1,121	916	
Gaz Metropolitan, Inc., Guaranteed Note 5.45% July 12, 2021	2,000	2,061	1,835	
GE Capital Canada Funding Co., Note, (MTN) 5.73% October 22, 2037	2,000	1,963	1,553	
Greater Toronto Airport Authority, Note, (MTN) 6.45% July 30, 2029	2,730	3,021	2,666	
6.47% February 02, 2034	2,500	2,861	2,263	
Great-West Lifeco, Inc., Note 6.67% March 21, 2033	2,200	2,603	2,056	
Hydro One, Inc., Note, (MTN) 6.93% June 01, 2032	2,000	2,039	2,142	
5.36% May 20, 2036	2,000	2,048	1,755	
IGM Financial, Inc., Note 7.00% December 31, 2032	1,300	1,568	1,156	
Inter-American Development Bank, Note 4.40% January 26, 2026	6,400	6,087	5,975	
Loblaw Cos., Ltd., Note, (MTN) 6.45% February 09, 2028	1,500	1,535	1,184	
6.54% February 17, 2033	1,900	1,968	1,478	
Metro, Inc., Note, (MTN) 5.97% October 15, 2035	1,500	1,349	1,096	
NAV Canada, Note 7.56% March 01, 2027	1,425	1,702	1,628	
NBC Asset Trust 7.45% June 30, 2020	500	500	382	

COREPLUS LONG BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Nova Scotia Power Inc., Series S, Note, (MTN) 6.95% August 25, 2033	1,000	1,165	933	
Ontario Electricity Financial Corp., Note 8.25% June 22, 2026	5,000	7,162	6,957	
Ontario Infrastructure Projects Corp., Note 4.70% June 01, 2037	700	685	669	
Power Financial Corp., Note 6.90% March 11, 2033	1,000	1,203	904	
Royal Office Finance LP, Series A, Note 5.21% November 12, 2032	2,796	2,796	2,765	
Scotiabank Capital Trust, Series 06-1, Note 5.65% December 31, 2036	2,500	2,527	1,436	
Sun Life Capital Trust, Series B, Secured Note 7.09% June 30, 2052	1,300	1,569	908	
Suncor Energy, Inc., Note, (MTN) 5.39% March 26, 2037	1,200	1,056	778	
Terasen Gas Vancouver Issue, Senior Unsecured Note 6.05% February 15, 2038	1,500	1,537	1,316	
Terasen Gas, Inc., Note, (MTN) 5.55% September 25, 2036	1,000	973	830	
TransAlta Corp., Note, (MTN) 6.90% November 15, 2030	1,000	1,071	792	
TransCanada PipeLines, Ltd., Note, (MTN) 7.31% January 15, 2027	1,226	1,472	1,145	
6.28% May 26, 2028	1,700	1,838	1,384	
6.89% August 07, 2028	800	820	704	
Vancouver International Airport Authority, Note 4.42% December 07, 2018	600	575	524	
Westcoast Energy, Inc., Note 8.85% July 21, 2025	1,000	1,378	1,151	
YPG Holdings, Inc., Note, (MTN) 6.25% February 15, 2036	1,000	896	726	
Total Corporate		<u>90,465</u>	<u>77,512</u>	<u>22.5</u>
Total Fixed Income Investments		<u>346,969</u>	<u>341,202</u>	<u>99.2</u>
Foreign Index Equivalents				
U.S. LIBOR GlobalAlpha Bond Fund Ltd.	133,833	142,322	164,044	
Total Foreign Index Equivalents		<u>142,322</u>	<u>164,044</u>	<u>47.7</u>
Options Investments				
Purchased Options				
US 10 year Future Options March09 Put Expires: 2/20/09 Strike: 125	178	223	446	
Total Purchased Options		<u>223</u>	<u>446</u>	<u>0.1</u>
Total Investments		<u>489,514</u>	<u>505,692</u>	<u>147.0</u>

COREPLUS LONG BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Written Options				
US 10 year Future Options March09 Put Expires: 2/20/09 Strike: 124	(178)		(361)	(0.1)
Total Written Options				
Other Assets and Liabilities			(161,314)	(46.9)
Net Assets			344,017	100.0

Open futures contracts, forward currency contracts, swap contracts and repurchase agreements held by the Fund as at December 31, 2008 are shown in Notes 4, 5, 6, and 7 respectively

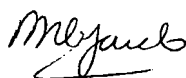
COREPLUS UNIVERSE BOND FUND (NOTE 1)

STATEMENT OF NET ASSETS


AS AT DECEMBER 31

		2008
Assets		
Investments - at fair value (Note 2)	\$	153,600,135
Cash		523,707
Margin due from brokers		255,835
Net unrealized gain on forward currency contracts (Note 5)		199,027
Interest receivable		873,955
Unrealized gain on swaps (Note 6)		1,233,029
Accounts receivable for investment sales		5,083,701
		161,769,389
Liabilities		
Operating expenses payable		28,946
Financing charges payable		13,666
Payables for investment purchases		5,066,107
Options payable		113,420
Payable for repurchase agreements (Note 7)		51,665,650
Net unrealized loss on forward currency contracts (Note 5)		267,827
Unrealized loss on swaps (Note 6)		1,303,119
		58,458,735
Net Assets	\$	103,310,654
Number of Units Issued and Outstanding (Note 8)		9,985,967
Net Assets per Unit	\$	10.35
Investments at Cost	\$	143,203,758

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

COREPLUS UNIVERSE BOND FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Revenue		
Interest income	\$	4,829,510
Net realized loss on swaps		(94,690)
Net gain from futures contracts		933,128
Net realized loss from forward currency contracts		(11,146,091)
Foreign exchange loss		(154,714)
		(5,632,857)
Expenses		
System application fees		2,559
Trustee fees		1,575
Custodian fees		7,543
Fund accounting expenses		53,892
Unitholder communication costs		1,051
Audit fees		21,317
Securities filing fees		25,000
Financing charges		1,372,377
Other operating expenses		22
		1,485,336
Net Investment Loss for the Period		(7,118,193)
Gain (Loss) on Investments		
Net realized gain on sale of investments		198,588
Transaction costs (Note 2)		(27,228)
Net change in unrealized depreciation in value of swap contracts		(70,090)
Net change in unrealized appreciation in value of investments		10,396,377
Net change in unrealized depreciation in value of forward currency contracts		(68,800)
		10,428,847
Net Gain on Investments		10,428,847
Increase in Net Assets from Operations	\$	3,310,654
Increase in Net Assets from Operations per Unit	\$	0.33

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Net Assets - Beginning of Period	\$	-
Increase in Net Assets from Operations		3,310,654
Capital Transactions		
Proceeds from issue of units		100,000,000
Net capital transactions		100,000,000
Increase in Net Assets for the Period		103,310,654
Net Assets - End of Period	\$	103,310,654

COREPLUS UNIVERSE BOND FUND (NOTE 1)

STATEMENT OF CASH FLOW

FOR THE PERIOD ENDED DECEMBER 31

2008

Cash Provided by (Used in)

Operating Activities

Net investment loss for the period	\$	(7,118,193)
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Changes in Working Capital Balances Relating to Operations

Purchase of investment securities		(282,343,584)
Proceeds from disposition of investment securities		139,454,084
Purchase of options		(177,033)
Proceeds from disposition of options		61,363
Transaction costs		(27,228)
Decrease (increase) in margin due from brokers		(255,835)
Decrease (increase) in interest receivable		(873,955)
Decrease (increase) in accounts receivable for investment sales		(5,083,701)
Increase (decrease) in operating expenses payable		28,946
Increase (decrease) in financing charges payable		13,666
Increase (decrease) in payables for investment purchases		5,066,107
Increase (decrease) in options payable		113,420

(144,023,750)

Net Cash Provided by (Used in) Operating Activities

(151,141,943)

Financing Activities

Proceeds from issuance of units		100,000,000
Proceeds from repurchase agreements		51,665,650

151,665,650

Net Cash Provided by (Used in) Financing Activities

Net Increase (Decrease) in Cash and Cash Equivalents	\$	523,707
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Cash - Beginning of Period	\$	-
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Cash - End of Period	\$	<u>523,707</u>
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COREPLUS UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fixed Income Investments				
Government				
Federal Non-Agency				
Government of Canada				
5.00% June 01, 2014	2,100	2,247	2,429	
4.50% June 01, 2015	2,500	2,642	2,854	
4.00% June 01, 2017	3,690	3,754	4,105	
8.00% June 01, 2023	1,400	2,030	2,146	
8.00% June 01, 2027	1,250	1,893	1,997	
5.75% June 01, 2029	1,550	1,920	2,040	
5.75% June 01, 2033	1,200	1,523	1,633	
5.00% June 01, 2037	4,250	5,247	5,434	
		21,256	22,638	21.9
Federal Agency				
Canada Housing Trust				
3.75% March 15, 2010	1,550	1,575	1,599	
3.55% September 15, 2010	4,350	4,314	4,510	
4.05% March 15, 2011	1,700	1,741	1,793	
4.60% September 15, 2011	5,000	5,113	5,374	
4.80% June 15, 2012	4,650	4,807	5,074	
4.55% December 15, 2012	2,900	2,992	3,161	
3.95% June 15, 2013	3,420	3,467	3,672	
		24,009	25,183	24.4
Provincial				
Hydro Quebec, Note, (MTN)				
6.00% February 15, 2040	1,200	1,427	1,402	
Hydro Quebec, Series 19, Note				
6.50% February 15, 2035	500	573	608	
Hydro Quebec, Series JM, Note				
5.00% February 15, 2045	400	404	406	
Province of British Columbia				
5.70% June 18, 2029	900	1,042	1,002	
Province of British Columbia, Series BCCD				
8.50% August 23, 2013	500	608	620	
4.65% December 18, 2018	500	506	520	
Province of Manitoba				
6.50% September 22, 2017	900	1,050	1,057	
Province of New Brunswick				
6.38% June 15, 2010	400	422	427	
4.70% July 21, 2016	300	308	315	
5.50% January 27, 2034	500	566	538	
Province of Newfoundland				
6.15% April 17, 2028	600	717	683	
Province of Nova Scotia				
4.60% August 18, 2016	800	815	836	

COREPLUS UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Province of Ontario				
5.38% December 02, 2012	1,700	1,820	1,869	
5.00% March 08, 2014	2,200	2,296	2,393	
8.50% December 02, 2025	2,400	3,542	3,400	
4.60% June 02, 2039	300	293	296	
Province of Ontario, (MTN)				
5.60% June 02, 2035	2,500	2,894	2,808	
Province of Quebec				
6.25% December 01, 2010	1,200	1,274	1,299	
6.00% October 01, 2012	1,050	1,147	1,173	
5.25% October 01, 2013	400	427	440	
4.50% December 01, 2017	1,050	1,054	1,071	
6.25% June 01, 2032	500	545	579	
Province of Quebec, Series OS				
6.00% October 01, 2029	700	822	785	
Province of Saskatchewan				
4.90% December 03, 2013	400	420	434	
5.75% March 05, 2029	450	520	503	
		25,492	25,464	24.6
Municipal				
City of Toronto				
6.25% August 03, 2010	400	421	428	
Municipal Finance Authority of British Columbia				
4.95% December 01, 2027	700	725	670	
		1,146	1,098	1.1
Total Government				
		71,903	74,383	72.0
Corporate				
407 International, Inc., Series 99A2, Senior Note				
6.47% July 27, 2029	725	826	697	
Aeroports De Montreal, Note				
5.67% October 16, 2037	200	190	170	
Alberta Capital Finance Authority, Note				
4.35% June 15, 2016	600	603	622	
Bank of Montreal, DPNT				
4.96% July 14, 2011	2,000	2,018	2,048	
Bank of Nova Scotia, DPNT, Senior Unsecured Note				
4.58% February 15, 2011	500	506	512	
Bank of Nova Scotia, Note				
6.00% October 03, 2018	1,240	1,260	1,235	
Cameco Corp.				
4.70% September 16, 2015	300	290	273	
Canadian Imperial Bank of Commerce, Note				
3.75% September 09, 2015	450	439	434	
Cards II Trust, Series 5-4A, Note				
3.87% October 15, 2010	700	691	702	
Enbridge Inc., (MTN)				
5.00% August 09, 2016	1,880	1,793	1,662	

COREPLUS UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
GE Capital Canada Funding Co., Note, (MTN) 5.29% August 17, 2012	950	970	935	
GE Capital Canada, (MTN) 5.28% October 22, 2014	350	347	335	
Genesis Trust, Series 062A, Note 4.25% September 15, 2011	800	791	794	
Golden Credit Card Trust, Senior Note 5.42% April 15, 2013	700	718	727	
Greater Toronto Airport Authority, Note, (MTN) 7.10% June 04, 2031	570	680	558	
Greater Toronto Airports, (MTN) 5.26% April 17, 2018	300	296	277	
Great-West Lifeco, Inc., Senior Unsecured Note 6.14% March 21, 2018	400	388	371	
Honda Canada Finance, Inc., Note 5.31% November 30, 2010	400	404	403	
HSBC Bank of Canada 4.94% March 16, 2021	300	288	264	
HSBC Canada Asset Trust, Note 5.15% June 30, 2015	300	293	273	
Hydro One, Inc., Note, (MTN) 4.64% March 03, 2016	470	481	465	
John Deere Credit, Inc., (MTN) 4.60% January 25, 2010	300	300	299	
Manitoba Telecom Services, Inc., Note, (MTN) 6.15% June 10, 2014	1,000	995	955	
Manufacturers Life Insurance Co. Note 6.24% February 16, 2016	500	518	512	
Master Credit Card Trust, Series 06-2 4.44% November 21, 2011	300	295	301	
Merrill Lynch Canada Finance, Note, (MTN) 5.80% May 05, 2011	300	293	300	
Metro, Inc., Note, (MTN) 5.97% October 15, 2035	900	730	658	
National Bank Of Canada, Note, (MTN) 4.70% November 02, 2020	535	485	461	
Nova Scotia PowerCorp., Note, (MTNF) 8.85% May 19, 2025	900	1,206	1,004	
RBC Capital Trust Securities, Series 2018, Note 6.82% June 30, 2018	300	303	257	
Riocan REIT, Senior Unsecured Note 4.91% March 08, 2011	300	293	287	
Royal Bank of Canada, Subordinated Note, (MTN) 5.00% June 06, 2018	2,200	2,194	2,118	
Scotiabank Capital Trust, Note 6.63% June 30, 2052	500	502	483	
Sherritt International Corp., Senior Note 7.75% October 15, 2015	100	100	76	
TD Capital Trust II 6.79% December 31, 2049	900	944	876	

COREPLUS UNIVERSE BOND FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)/ Holdings/ Contracts	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Toronto-Dominion Bank, DPNT 4.85% February 13, 2013	2,000	2,022	2,069	
TransCanada Pipelines, Ltd., Senior Unsecured Note, (MTN) 5.05% August 20, 2013	850	849	848	
Union Gas, Ltd., Senior Unsecured Note, (MTN) 6.65% May 04, 2011	1,000	1,052	1,052	
Wells Fargo Finance Canada, (MTN) 4.33% December 06, 2013	600	578	565	
YPG Holdings, Inc., Note, (MTN) 5.71% April 21, 2014	750	717	712	
Total Corporate		28,648	27,590	26.7
Total Fixed Income Investments		100,551	101,973	98.7
Foreign Index Equivalents				
U.S. LIBOR GlobalAlpha Bond Fund Ltd.	42,005	42,583	51,487	
Total Foreign Index Equivalents		42,583	51,487	49.9
Options Investments				
Purchased Options				
US 10 year Future Options March09 Put Expires: 2/20/09 Strike: 125	56	70	140	
Total Purchased Options		70	140	0.1
Total Investments		143,204	153,600	148.7
Written Options				
US 10 year Future Options March09 Put Expires: 2/20/09 Strike: 124	(56)		(113)	(0.1)
Total Written Options				
Other Assets and Liabilities			(50,176)	(48.6)
Net Assets			103,311	100.0

Open futures contracts, forward currency contracts, swap contracts and repurchase agreements held by the Fund as at December 31, 2008 are shown in Notes 4, 5, 6, and 7 respectively

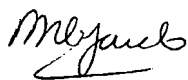
LIABILITY DURATION 2014-2018 FUND (NOTE 1)

STATEMENT OF NET ASSETS

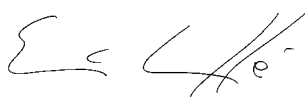
AS AT DECEMBER 31

		2008
Assets		
Investments - at fair value (Note 2)	\$	7,910,994
Cash		11,169,618
Interest receivable		2,801
Interest receivable from swaps		275,529
Unrealized gain on swaps (Note 6)		9,397,933
Expense reimbursed by manager receivable		32,254
		28,789,129
Liabilities		
Margin due to brokers		10,000,000
Operating expenses payable		32,379
Payables for redemption of units		7,500,000
		17,532,379
Net Assets	\$	11,256,750
Number of Units Issued and Outstanding (Note 8)		560,762
Net Assets per Unit	\$	20.07
Investments at Cost	\$	8,213,313

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

LIABILITY DURATION 2014-2018 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Revenue		
Interest income	\$	124,217
Net realized gain on swaps		2,714,530
		2,838,747
Expenses		
System application fees		249
Trustee fees		747
Custodian fees		21
Fund accounting expenses		24,154
Unitholder communication costs		275
Audit fees		11,512
Other operating expenses		62
Expense reimbursed by manager		(32,254)
		4,766
Net Investment Income for the Period		2,833,981
Gain (Loss) on Investments		
Net realized loss on sale of investments		(372,845)
Net change in unrealized appreciation in value of swap contracts		9,397,933
Net change in unrealized depreciation in value of investments		(302,319)
Net Gain on Investments		8,722,769
Increase in Net Assets from Operations	\$	11,556,750
Increase in Net Assets from Operations per Unit	\$	7.02

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Net Assets - Beginning of Period	\$	-
Increase in Net Assets from Operations		11,556,750
Capital Transactions		
Proceeds from issue of units		20,300,000
Reinvestment of distributions		2,834,394
Redemption of units		(20,600,000)
Net capital transactions		2,534,394
Distributions		
From net investment income		(2,834,394)
Total distributions		(2,834,394)
Increase in Net Assets for the Period		11,256,750
Net Assets - End of Period	\$	11,256,750

LIABILITY DURATION 2014-2018 FUND (NOTE 1)

STATEMENT OF CASH FLOW

FOR THE PERIOD ENDED DECEMBER 31

		2008
Cash Provided by (Used in)		
Operating Activities		
Net investment income for the period	\$	2,833,981
Changes in Working Capital Balances Relating to Operations		
Purchase of investment securities		(27,136,158)
Proceeds from disposition of investment securities		18,550,000
Decrease (increase) in interest receivable		(2,801)
Decrease (increase) in interest receivable from swaps		(275,529)
Decrease (increase) in expense reimbursed by manager receivable		(32,254)
Increase (decrease) in margin due to brokers		10,000,000
Increase (decrease) in operating expenses payable		32,379
Increase (decrease) in payables for redemption of units		7,500,000
		8,635,637
Net Cash Provided by (Used in) Operating Activities		11,469,618
Financing Activities		
Proceeds from issuance of units		20,300,000
Payments on redemption of units		(20,600,000)
Net Cash Provided by (Used in) Financing Activities		(300,000)
Net Increase (Decrease) in Cash and Cash Equivalents	\$	11,169,618
Cash - Beginning of Period	\$	-
Cash - End of Period	\$	11,169,618

LIABILITY DURATION 2014-2018 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
LDI Money Market Fund	811,901	8,213	7,911	
Total Canadian Index Equivalents		<u>8,213</u>	<u>7,911</u>	<u>70.3</u>
Total Investments		<u>8,213</u>	<u>7,911</u>	<u>70.3</u>
Other Assets and Liabilities			<u>3,346</u>	<u>29.7</u>
Net Assets			<u>11,257</u>	<u>100.0</u>

Swap contracts held by the Fund as at December 31, 2008 are shown in Note 6.

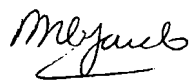
LIABILITY DURATION 2024-2028 FUND (NOTE 1)

STATEMENT OF NET ASSETS

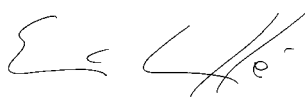
AS AT DECEMBER 31

		2008
Assets		
Investments - at fair value (Note 2)	\$	18,628,140
Cash		8,372,359
Interest receivable		2,373
Interest receivable from swaps		300,434
Unrealized gain on swaps (Note 6)		8,830,853
Expense reimbursed by manager receivable		32,259
		36,166,418
Liabilities		
Margin due to brokers		9,710,000
Operating expenses payable		32,394
Payables for redemption of units		4,900,000
		14,642,394
Net Assets	\$	21,524,024
Number of Units Issued and Outstanding (Note 8)		1,408,406
Net Assets per Unit	\$	15.28
Investments at Cost	\$	19,247,008

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

LIABILITY DURATION 2024-2028 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Revenue		
Interest income	\$	332,572
Net realized gain on swaps		37,834
		370,406
Expenses		
System application fees		250
Trustee fees		747
Custodian fees		21
Fund accounting expenses		24,154
Unitholder communication costs		275
Audit fees		11,512
Other operating expenses		62
Expense reimbursed by manager		(32,259)
		4,762
Net Investment Income for the Period		365,644
Gain (Loss) on Investments		
Net realized loss on sale of investments		(153,605)
Net change in unrealized appreciation in value of swap contracts		8,830,853
Net change in unrealized depreciation in value of investments		(618,868)
Net Gain on Investments		8,058,380
Increase in Net Assets from Operations	\$	8,424,024
Increase in Net Assets from Operations per Unit	\$	4.49

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Net Assets - Beginning of Period	\$	-
Increase in Net Assets from Operations		8,424,024
Capital Transactions		
Proceeds from issue of units		19,900,000
Reinvestment of distributions		366,004
Redemption of units		(6,800,000)
Net capital transactions		13,466,004
Distributions		
From net investment income		(366,004)
Total distributions		(366,004)
Increase in Net Assets for the Period		21,524,024
Net Assets - End of Period	\$	21,524,024

LIABILITY DURATION 2024-2028 FUND (NOTE 1)

STATEMENT OF CASH FLOW

FOR THE PERIOD ENDED DECEMBER 31

		2008
Cash Provided by (Used in)		
Operating Activities		
Net investment income for the period	\$	365,644
Changes in Working Capital Balances Relating to Operations		
Purchase of investment securities		(31,420,614)
Proceeds from disposition of investment securities		12,020,000
Decrease (increase) in interest receivable		(2,373)
Decrease (increase) in interest receivable from swaps		(300,433)
Decrease (increase) in expense reimbursed by manager receivable		(32,259)
Increase (decrease) in margin due to brokers		9,710,000
Increase (decrease) in operating expenses payable		32,394
Increase (decrease) in payables for redemption of units		4,900,000
		(5,093,285)
Net Cash Provided by (Used in) Operating Activities		(4,727,641)
Financing Activities		
Proceeds from issuance of units		19,900,000
Payments on redemption of units		(6,800,000)
Net Cash Provided by (Used in) Financing Activities		13,100,000
Net Increase (Decrease) in Cash and Cash Equivalents	\$	8,372,359
Cash - Beginning of Period	\$	-
Cash - End of Period	\$	8,372,359

LIABILITY DURATION 2024-2028 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
LDI Money Market Fund	1,911,796	19,247	18,628	
Total Canadian Index Equivalents		<u>19,247</u>	<u>18,628</u>	86.5
Total Investments		<u>19,247</u>	<u>18,628</u>	86.5
Other Assets and Liabilities			<u>2,896</u>	13.5
Net Assets			<u>21,524</u>	100.0

Swap contracts held by the Fund as at December 31, 2008 are shown in Note 6.

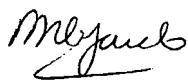
LIABILITY DURATION 2034-2038 FUND (NOTE 1)

STATEMENT OF NET ASSETS

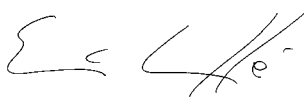
AS AT DECEMBER 31

		2008
Assets		
Investments - at fair value (Note 2)	\$	15,834,639
Cash		4,917,797
Interest receivable		2,287
Interest receivable from swaps		146,632
Unrealized gain on swaps (Note 6)		7,103,703
Expense reimbursed by manager receivable		33,168
		28,038,226
Liabilities		
Margin due to brokers		7,500,000
Operating expenses payable		32,366
Payables for redemption of units		2,400,000
		9,932,366
Net Assets	\$	18,105,860
Number of Units Issued and Outstanding (Note 8)		1,191,629
Net Assets per Unit	\$	15.19
Investments at Cost	\$	16,379,982

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

LIABILITY DURATION 2034-2038 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Revenue		
Interest income	\$	280,222
Net realized loss on swaps		(36,368)
		243,854
Expenses		
System application fees		199
Trustee fees		747
Custodian fees		21
Fund accounting expenses		24,154
Unitholder communication costs		275
Audit fees		11,512
Other operating expenses		62
Expense reimbursed by manager		(33,168)
		3,802
Net Investment Income for the Period		240,052
Gain (Loss) on Investments		
Net realized loss on sale of investments		(92,552)
Net change in unrealized appreciation in value of swap contracts		7,103,703
Net change in unrealized depreciation in value of investments		(545,343)
		6,465,808
Net Gain on Investments		6,465,808
Increase in Net Assets from Operations	\$	6,705,860
Increase in Net Assets from Operations per Unit	\$	4.38

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Net Assets - Beginning of Period	\$	-
Increase in Net Assets from Operations		6,705,860
Capital Transactions		
Proceeds from issue of units		16,300,000
Reinvestment of distributions		240,680
Redemption of units		(4,900,000)
Net capital transactions		11,640,680
Distributions		
From net investment income		(240,680)
Total distributions		(240,680)
Increase in Net Assets for the Period		18,105,860
Net Assets - End of Period	\$	18,105,860

LIABILITY DURATION 2034-2038 FUND (NOTE 1)

STATEMENT OF CASH FLOW

FOR THE PERIOD ENDED DECEMBER 31

		2008
Cash Provided by (Used in)		
Operating Activities		
Net investment income for the period	\$	240,052
Changes in Working Capital Balances Relating to Operations		
Purchase of investment securities		(23,272,534)
Proceeds from disposition of investment securities		6,800,000
Decrease (increase) in interest receivable		(2,287)
Decrease (increase) in interest receivable from swaps		(146,632)
Decrease (increase) in expense reimbursed by manager receivable		(33,168)
Increase (decrease) in margin due to brokers		7,500,000
Increase (decrease) in operating expenses payable		32,366
Increase (decrease) in payables for redemption of units		2,400,000
		(6,722,255)
Net Cash Provided by (Used in) Operating Activities		(6,482,203)
Financing Activities		
Proceeds from issuance of units		16,300,000
Payments on redemption of units		(4,900,000)
Net Cash Provided by (Used in) Financing Activities		11,400,000
Net Increase (Decrease) in Cash and Cash Equivalents	\$	4,917,797
Cash - Beginning of Period	\$	-
Cash - End of Period	\$	4,917,797

LIABILITY DURATION 2034-2038 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
LDI Money Market Fund	1,625,100	16,380	15,835	
Total Canadian Index Equivalents		<u>16,380</u>	<u>15,835</u>	<u>87.5</u>
Total Investments		<u>16,380</u>	<u>15,835</u>	<u>87.5</u>
Other Assets and Liabilities			<u>2,271</u>	<u>12.5</u>
Net Assets			<u>18,106</u>	<u>100.0</u>

Swap contracts held by the Fund as at December 31, 2008 are shown in Note 6.

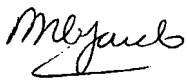
LDI MONEY MARKET FUND (NOTE 1)

STATEMENT OF NET ASSETS

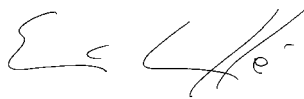
AS AT DECEMBER 31

		2008
Assets		
Investments - at fair value (Note 2)	\$	38,847,462
Cash		3,486,256
Interest receivable		49,812
		42,383,530
Liabilities		
Operating expenses payable		9,755
		9,755
Net Assets	\$	42,373,775
Number of Units Issued and Outstanding (Note 8)		4,348,797
Net Assets per Unit	\$	9.74
Investments at Cost	\$	40,547,697

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

LDI MONEY MARKET FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIOD ENDED DECEMBER 31

	2008
Revenue	
Interest income	\$ 750,375
	750,375
Expenses	
Trustee fees	789
Custodian fees	761
Fund accounting expenses	14,644
Unitholder communication costs	453
Audit fees	5,470
Other operating expenses	44
	22,161
Net Investment Income for the Period	728,214
Loss on Investments	
Net realized loss on sale of investments	(384,204)
Net change in unrealized depreciation in value of investments	(1,700,235)
	(2,084,439)
Net Loss on Investments	(2,084,439)
Decrease in Net Assets from Operations	\$ (1,356,225)
Decrease in Net Assets from Operations per Unit	\$ (0.26)

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIOD ENDED DECEMBER 31

	2008
Net Assets - Beginning of Period	\$ -
Decrease in Net Assets from Operations	(1,356,225)
Capital Transactions	
Proceeds from issue of units	81,100,000
Reinvestment of distributions	729,305
Redemption of units	(37,370,000)
Net capital transactions	44,459,305
Distributions	
From net investment income	(729,305)
Total distributions	(729,305)
Increase in Net Assets for the Period	42,373,775
Net Assets - End of Period	\$ 42,373,775

LDI MONEY MARKET FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par Value (in \$000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Fixed Income Investments				
Provincial				
Financement Quebec 1.72% September 16, 2013	7,900	7,871	7,461	
Province of Manitoba 1.75% September 15, 2012	18,000	18,000	17,503	
Quebec Province 1.76% December 10, 2013	14,700	14,677	13,883	
		<u>40,548</u>	<u>38,847</u>	91.7
Total Fixed Income Investments		<u>40,548</u>	<u>38,847</u>	<u>91.7</u>
Total Investments		<u>40,548</u>	<u>38,847</u>	<u>91.7</u>
Other Assets and Liabilities			<u>3,527</u>	<u>8.3</u>
Net Assets			<u>42,374</u>	<u>100.0</u>

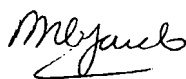
DAILY MODERATE BALANCED INDEX FUND

STATEMENT OF NET ASSETS

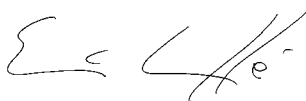
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 480,464,725	\$ 729,025,747
Cash	375,582	1,517,599
Interest receivable	504	2,176
Dividends receivable	-	175,754
	480,840,811	730,721,276
Liabilities		
Operating expenses payable	10,315	19,530
	10,315	19,530
Net Assets	\$ 480,830,496	\$ 730,701,746
Number of Units Issued and Outstanding (Note 8)	34,011,218	43,201,444
Net Assets per Unit	\$ 14.14	\$ 16.91
Investments at Cost	\$ 590,921,982	\$ 728,001,946

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

DAILY MODERATE BALANCED INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 8,506,182	\$ 10,660,536
Interest income	11,263,651	12,976,156
Foreign exchange gain (loss)	7,952	(3,167)
Withholding taxes	(125,371)	(30,828)
	<u>19,652,414</u>	<u>23,602,697</u>
Expenses		
Trustee fees	1,572	1,591
Custodian fees	1,200	570
Fund accounting expenses	7,551	7,740
Unitholder communication costs	1,085	-
Audit fees	10,224	11,084
Securities filing fees	491	888
Other operating expenses	1,112	4,575
Expense reimbursement	(3,868)	-
	<u>19,367</u>	<u>26,448</u>
Net Investment Income for the Year	<u>19,633,047</u>	<u>23,576,249</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(2,533,053)	50,804,516
Capital gains distribution received from other funds	863,935	8,265,901
Transaction costs (Note 2)	(9,566)	(15,086)
Net change in unrealized depreciation in value of investments	(111,481,058)	(70,961,656)
Net Loss on Investments	<u>(113,159,742)</u>	<u>(11,906,325)</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (93,526,695)</u>	<u>\$ 11,669,924</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (2.49)</u>	<u>\$ 0.26</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 730,701,746	\$ 775,440,993
Increase (Decrease) in Net Assets from Operations	<u>(93,526,695)</u>	<u>11,669,924</u>
Capital Transactions		
Proceeds from issue of units	69,145,261	154,427,467
Reinvestment of distributions	26,977,737	83,615,527
Redemption of units	(225,489,816)	(210,836,638)
Net capital transactions	<u>(129,366,818)</u>	<u>27,206,356</u>
Distributions		
From net investment income	(19,433,581)	(23,577,344)
From capital gains	(7,544,156)	(60,038,183)
Total distributions	<u>(26,977,737)</u>	<u>(83,615,527)</u>
Decrease in Net Assets for the Year	<u>(249,871,250)</u>	<u>(44,739,247)</u>
Net Assets - End of Year	<u>\$ 480,830,496</u>	<u>\$ 730,701,746</u>

DAILY MODERATE BALANCED INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN S&P/TSX Capped REIT Index Fund	1,444,600	19,608	11,773	
Real Return Bond Index Class D	4,880,251	51,809	49,336	
S&P/TSX Composite Index Class D	6,443,263	127,238	98,551	
Universe Bond Index Class D	7,685,280	140,728	141,209	
Total Canadian Index Equivalents		339,383	300,869	62.6
Foreign Index Equivalents				
iShares Dow Jones U.S. Real Estate Index Fund	277,800	19,357	12,398	
MSCI ACWI ex Canada Index Fund	23,481,535	232,186	167,198	
Total Foreign Index Equivalents		251,543	179,596	37.3
Transaction Costs (Note 2)		(4)		
Total Investments		590,922	480,465	99.9
Other Assets and Liabilities			365	0.1
Net Assets			480,830	100.0

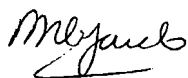
DAILY CONSERVATIVE BALANCED INDEX FUND

STATEMENT OF NET ASSETS

AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 223,709,839	\$ 200,142,103
Cash	437,119	438,123
Interest receivable	-	281
Dividends receivable	-	48,671
	224,146,958	200,629,178
Liabilities		
Interest payable	158	-
Operating expenses payable	11,705	17,608
	11,863	17,608
Net Assets	\$ 224,135,095	\$ 200,611,570
Number of Units Issued and Outstanding (Note 8)	16,330,360	13,300,969
Net Assets per Unit	\$ 13.73	\$ 15.08
Investments at Cost	\$ 256,334,299	\$ 205,542,084

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

DAILY CONSERVATIVE BALANCED INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 2,401,115	\$ 2,153,990
Interest income	7,081,738	5,531,532
Foreign exchange gain (loss)	8,916	(614)
Withholding taxes	(50,329)	(8,537)
	9,441,440	7,676,371
Expenses		
Trustee fees	1,570	1,589
Custodian fees	256	811
Fund accounting expenses	9,463	7,756
Unitholder communication costs	1,075	-
Audit fees	10,096	12,088
Other operating expenses	97	1,756
Expense reimbursement	(1,085)	-
	21,472	24,000
Net Investment Income for the Year	9,419,968	7,652,371
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(4,513,030)	968,347
Capital gains distribution received from other funds	413,570	1,251,248
Transaction costs (Note 2)	(7,864)	(4,178)
Net change in unrealized depreciation in value of investments	(27,224,479)	(8,477,099)
Net Loss on Investments	(31,331,803)	(6,261,682)
Increase (Decrease) in Net Assets from Operations	\$ (21,911,835)	\$ 1,390,689
Increase (Decrease) in Net Assets from Operations per Unit	\$ (1.44)	\$ 0.09

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 200,611,570	\$ 224,539,960
Increase (Decrease) in Net Assets from Operations	(21,911,835)	1,390,689
Capital Transactions		
Proceeds from issue of units	74,179,816	46,708,292
Reinvestment of distributions	9,334,610	10,557,221
Redemption of units	(28,744,456)	(72,027,371)
Net capital transactions	54,769,970	(14,761,858)
Distributions		
From net investment income	(9,334,610)	(7,653,323)
From capital gains	-	(2,903,898)
Total distributions	(9,334,610)	(10,557,221)
Increase (Decrease) in Net Assets for the Year	23,523,525	(23,928,390)
Net Assets - End of Year	\$ 224,135,095	\$ 200,611,570

DAILY CONSERVATIVE BALANCED INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN S&P/TSX Capped REIT Index Fund	692,000	8,314	5,640	
MSCI ACWI ex Canada Index Fund	7,818,043	72,976	55,668	
Real Return Bond Index Class D	3,410,437	36,388	34,477	
S&P/TSX Composite Index Class D	1,459,314	29,841	22,320	
Universe Bond Index Class D	5,421,090	100,979	99,607	
Total Canadian Index Equivalents		248,498	217,712	97.1
Foreign Index Equivalents				
iShares Dow Jones U.S. Real Estate Index Fund	134,400	7,846	5,998	
Total Foreign Index Equivalents		7,846	5,998	2.7
Transaction Costs (Note 2)		(10)		
Total Investments		256,334	223,710	99.8
Other Assets and Liabilities			425	0.2
Net Assets			224,135	100.0

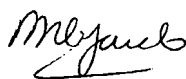
DAILY AGGRESSIVE BALANCED INDEX FUND

STATEMENT OF NET ASSETS

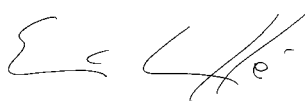
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 67,958,635	\$ 104,643,153
Cash	168,007	227,042
Interest receivable	175	354
Dividends receivable	-	25,482
	68,126,817	104,896,031
Liabilities		
Operating expenses payable	11,317	15,726
	11,317	15,726
Net Assets	\$ 68,115,500	\$ 104,880,305
Number of Units Issued and Outstanding (Note 8)	4,937,430	5,850,384
Net Assets per Unit	\$ 13.80	\$ 17.93
Investments at Cost	\$ 90,127,322	\$ 104,191,630

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

DAILY AGGRESSIVE BALANCED INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 1,739,031	\$ 2,066,367
Interest income	884,088	967,112
Foreign exchange gain (loss)	1,077	(648)
Withholding taxes	(18,690)	(4,470)
	<u>2,605,506</u>	<u>3,028,361</u>
Expenses		
Trustee fees	1,570	1,590
Custodian fees	215	359
Fund accounting expenses	9,239	7,647
Unitholder communication costs	1,075	-
Audit fees	9,800	11,074
Other operating expenses	174	1,801
Expense reimbursement	(541)	-
	<u>21,532</u>	<u>22,471</u>
Net Investment Income for the Year	<u>2,583,974</u>	<u>3,005,890</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(728,101)	6,565,461
Capital gains distribution received from other funds	115,662	1,692,059
Transaction costs (Note 2)	(1,063)	(2,408)
Net change in unrealized depreciation in value of investments	(22,620,210)	(9,387,875)
Net Loss on Investments	<u>(23,233,712)</u>	<u>(1,132,763)</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (20,649,738)</u>	<u>\$ 1,873,127</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (3.83)</u>	<u>\$ 0.33</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	<u>\$ 104,880,305</u>	<u>\$ 91,788,751</u>
Increase (Decrease) in Net Assets from Operations	<u>(20,649,738)</u>	<u>1,873,127</u>
Capital Transactions		
Proceeds from issue of units	12,108,582	26,524,008
Reinvestment of distributions	2,598,473	11,427,337
Redemption of units	(28,223,649)	(15,305,581)
Net capital transactions	<u>(13,516,594)</u>	<u>22,645,764</u>
Distributions		
From net investment income	(2,553,154)	(3,006,560)
From capital gains	(45,319)	(8,420,777)
Total distributions	<u>(2,598,473)</u>	<u>(11,427,337)</u>
Increase (Decrease) in Net Assets for the Year	<u>(36,764,805)</u>	<u>13,091,554</u>
Net Assets - End of Year	<u>\$ 68,115,500</u>	<u>\$ 104,880,305</u>

DAILY AGGRESSIVE BALANCED INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN S&P/TSX Capped REIT Index Fund	207,300	2,853	1,689	
Real Return Bond Index Class D	349,527	3,732	3,534	
S&P/TSX Composite Index Class D	1,322,245	26,863	20,224	
Universe Bond Index Class D	550,919	10,182	10,123	
Total Canadian Index Equivalents		43,630	35,570	52.2
Foreign Index Equivalents				
iShares Dow Jones U.S. Real Estate Index Fund	39,900	2,817	1,781	
MSCI ACWI ex Canada Index Fund	4,298,706	43,681	30,608	
Total Foreign Index Equivalents		46,498	32,389	47.6
Transaction Costs (Note 2)		(1)		
Total Investments		90,127	67,959	99.8
Other Assets and Liabilities			157	0.2
Net Assets			68,116	100.0

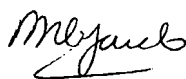
BGICL LIFEPATH INDEX RETIREMENT FUND I (NOTE 1)

STATEMENT OF NET ASSETS

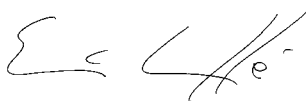
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 25,593,746	\$ 14,280,548
Cash	86,994	13,166
Interest receivable	94	56
Dividends receivable	-	6,147
	25,680,834	14,299,917
Liabilities		
Operating expenses payable	10,057	1,776
	10,057	1,776
Net Assets	\$ 25,670,777	\$ 14,298,141
Number of Units Issued and Outstanding (Note 8)	2,900,463	1,441,642
Net Assets per Unit	\$ 8.85	\$ 9.92
Investments at Cost	\$ 28,412,416	\$ 14,536,085

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX RETIREMENT FUND I (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 195,524	\$ 96,666
Interest income	657,751	284,750
Securities lending income	1,005	-
Foreign exchange gain (loss)	(3,276)	5,625
Withholding taxes	(3,919)	(4,009)
	847,085	383,032
Expenses		
Trustee fees	1,563	135
Custodian fees	595	32
Fund accounting expenses	9,089	680
Unitholder communication costs	1,056	-
Audit fees	10,054	810
Other operating expenses	97	119
	22,454	1,776
Net Investment Income for the Period	824,631	381,256
Gain (Loss) on Investments		
Net realized loss on sale of investments	(640,256)	(55,693)
Capital gains distribution received from other funds	44,671	78,102
Transaction costs (Note 2)	(5,253)	(895)
Net change in unrealized depreciation in value of investments	(2,563,133)	(255,537)
Net Loss on Investments	(3,163,971)	(234,023)
Increase (Decrease) in Net Assets from Operations	\$ (2,339,340)	\$ 147,233
Increase (Decrease) in Net Assets from Operations per Unit	\$ (1.26)	\$ 0.19

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 14,298,141	\$ -
Increase (Decrease) in Net Assets from Operations	(2,339,340)	147,233
Capital Transactions		
Proceeds from issue of units	18,408,578	18,038,654
Reinvestment of distributions	793,917	461,285
Redemption of units	(4,696,602)	(3,887,746)
Net capital transactions	14,505,893	14,612,193
Distributions		
From net investment income	(793,917)	(395,169)
From capital gains	-	(66,116)
Total distributions	(793,917)	(461,285)
Increase in Net Assets for the Period	11,372,636	14,298,141
Net Assets - End of Period	\$ 25,670,777	\$ 14,298,141

BGICL LIFEPATH INDEX RETIREMENT FUND I

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	76,100	1,441	1,187	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	202,000	2,670	2,151	
iShares CDN S&P/TSX Capped REIT Index Fund	46,700	558	381	
Real Return Bond Index Class D	371,382	3,932	3,755	
S&P/TSX Composite Index Class D	153,079	3,080	2,341	
Universe Bond Index Class D	632,155	11,562	11,615	
Total Canadian Index Equivalents		23,243	21,430	83.5
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	144,728	1,582	1,230	
iShares Dow Jones U.S. Real Estate Index Fund	9,100	554	406	
iShares MSCI Emerging Markets Index Fund	21,500	834	642	
iShares Russell 2000 Index Fund	3,700	270	225	
iShares S&P Global Infrastructure Index Fund	10,100	385	361	
NonPension U.S. Equity Index Class D	52,170	362	327	
PowerShares DB Commodity Index Tracking Fund	38,100	1,188	973	
Total Foreign Index Equivalents		5,175	4,164	16.2
Transaction Costs (Note 2)		(6)		
Total Investments		28,412	25,594	99.7
Other Assets and Liabilities			77	0.3
Net Assets			25,671	100.0

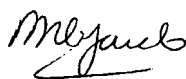
BGICL LIFEPATH INDEX 2010 FUND (NOTE 1)

STATEMENT OF NET ASSETS

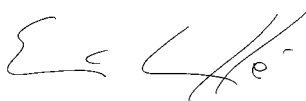
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 93,506,637	\$ 78,703,274
Cash	137,949	94,219
Interest receivable	70	66
Dividends receivable	-	40,660
	93,644,656	78,838,219
Liabilities		
Operating expenses payable	9,039	12,252
	9,039	12,252
Net Assets	\$ 93,635,617	\$ 78,825,967
Number of Units Issued and Outstanding (Note 8)	10,840,216	7,974,571
Net Assets per Unit	\$ 8.64	\$ 9.88
Investments at Cost	\$ 106,914,525	\$ 81,187,516

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2010 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 968,783	\$ 796,421
Interest income	2,470,389	1,500,749
Securities lending income	6,497	187
Foreign exchange gain	1,434	698
Withholding taxes	(16,664)	(26,301)
	3,430,439	2,271,754
Expenses		
Trustee fees	1,562	931
Custodian fees	648	934
Fund accounting expenses	8,818	5,019
Unitholder communication costs	943	-
Audit fees	11,444	10,491
Other operating expenses	119	547
	23,534	17,922
Net Investment Income for the Period	3,406,905	2,253,832
Gain (Loss) on Investments		
Net realized loss on sale of investments	(4,132,282)	(221,628)
Capital gains distribution received from other funds	163,268	573,796
Transaction costs (Note 2)	(20,113)	(4,311)
Net change in unrealized depreciation in value of investments	(10,923,646)	(2,484,242)
Net Loss on Investments	(14,912,773)	(2,136,385)
Increase (Decrease) in Net Assets from Operations	\$ (11,505,868)	\$ 117,447
Increase (Decrease) in Net Assets from Operations per Unit	\$ (1.28)	\$ 0.02

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 78,825,967	\$ -
Increase (Decrease) in Net Assets from Operations	(11,505,868)	117,447
Capital Transactions		
Proceeds from issue of units	39,419,696	84,393,015
Reinvestment of distributions	3,283,002	3,237,920
Redemption of units	(13,104,178)	(5,684,495)
Net capital transactions	29,598,520	81,946,440
Distributions		
From net investment income	(3,283,002)	(2,321,279)
From capital gains	-	(916,641)
Total distributions	(3,283,002)	(3,237,920)
Increase in Net Assets for the Period	14,809,650	78,825,967
Net Assets - End of Period	\$ 93,635,617	\$ 78,825,967

BGICL LIFEPATH INDEX 2010 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	288,800	5,404	4,505	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	777,000	10,303	8,275	
iShares CDN S&P/TSX Capped REIT Index Fund	210,400	2,590	1,715	
Real Return Bond Index Class D	1,265,604	13,369	12,794	
S&P/TSX Composite Index Class D	698,269	14,765	10,680	
Universe Bond Index Class D	2,090,491	38,300	38,411	
Total Canadian Index Equivalents		84,731	76,380	81.6
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	613,527	7,349	5,214	
iShares Dow Jones U.S. Real Estate Index Fund	40,700	2,504	1,816	
iShares MSCI Emerging Markets Index Fund	84,200	3,413	2,516	
iShares Russell 2000 Index Fund	15,000	1,178	911	
iShares S&P Global Infrastructure Index Fund	42,000	1,617	1,501	
NonPension U.S. Equity Index Class D	191,681	1,518	1,202	
PowerShares DB Commodity Index Tracking Fund	155,400	4,634	3,967	
Total Foreign Index Equivalents		22,213	17,127	18.3
Transaction Costs (Note 2)		(29)		
Total Investments		106,915	93,507	99.9
Other Assets and Liabilities			129	0.1
Net Assets			93,636	100.0

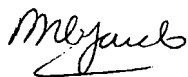
BGICL LIFEPATH INDEX 2015 FUND (NOTE 1)

STATEMENT OF NET ASSETS

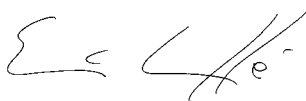
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 58,712,332	\$ 10,702,117
Cash	114,515	18,492
Interest receivable	306	69
Dividends receivable	-	6,706
	58,827,153	10,727,384
Liabilities		
Operating expenses payable	2,276	-
	2,276	-
Net Assets	\$ 58,824,877	\$ 10,727,384
Number of Units Issued and Outstanding (Note 8)	7,074,227	1,071,765
Net Assets per Unit	\$ 8.32	\$ 10.01
Investments at Cost	\$ 63,886,706	\$ 10,821,064

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2015 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 524,778	\$ 73,787
Interest income	808,135	97,240
Securities lending income	1,212	-
Foreign exchange gain	3,704	1,257
Withholding taxes	(15,870)	(3,121)
	1,321,959	169,163
Expenses		
Custodian fees	754	-
Fund accounting expenses	3,214	-
Recordkeeping fees	114	-
Unitholder communication costs	279	-
Audit fees	3,717	-
Other operating expenses	661	-
	8,739	-
Net Investment Income for the Period	1,313,220	169,163
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(632,034)	45,464
Capital gains distribution received from other funds	101,829	112,518
Transaction costs (Note 2)	(12,609)	(669)
Net change in unrealized depreciation in value of investments	(5,055,427)	(118,947)
Net Gain (Loss) on Investments	(5,598,241)	38,366
Increase (Decrease) in Net Assets from Operations	\$ (4,285,021)	\$ 207,529
Increase (Decrease) in Net Assets from Operations per Unit	\$ (1.70)	\$ 0.25

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 10,727,384	\$ -
Increase (Decrease) in Net Assets from Operations	(4,285,021)	207,529
Capital Transactions		
Proceeds from issue of units	54,920,818	11,804,706
Reinvestment of distributions	1,353,415	341,042
Redemption of units	(2,538,304)	(1,284,851)
Net capital transactions	53,735,929	10,860,897
Distributions		
From net investment income	(1,237,087)	(180,116)
From capital gains	(116,328)	(160,926)
Total distributions	(1,353,415)	(341,042)
Increase in Net Assets for the Period	48,097,493	10,727,384
Net Assets - End of Period	\$ 58,824,877	\$ 10,727,384

BGICL LIFEPATH INDEX 2015 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	184,000	3,189	2,870	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	479,500	5,843	5,107	
iShares CDN S&P/TSX Capped REIT Index Fund	176,400	1,714	1,438	
Real Return Bond Index Class D	611,672	6,396	6,184	
S&P/TSX Composite Index Class D	704,303	12,747	10,772	
Universe Bond Index Class D	951,541	17,417	17,483	
Total Canadian Index Equivalents		47,306	43,854	74.5
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	537,095	5,129	4,564	
iShares Dow Jones U.S. Real Estate Index Fund	34,500	1,679	1,539	
iShares MSCI Emerging Markets Index Fund	65,200	2,193	1,948	
iShares Russell 2000 Index Fund	12,000	768	729	
iShares S&P Global Infrastructure Index Fund	39,900	1,459	1,426	
NonPension U.S. Equity Index Class D	331,077	2,234	2,076	
PowerShares DB Commodity Index Tracking Fund	100,900	3,132	2,576	
Total Foreign Index Equivalents		16,594	14,858	25.3
Transaction Costs (Note 2)		(13)		
Total Investments		63,887	58,712	99.8
Other Assets and Liabilities			113	0.2
Net Assets			58,825	100.0

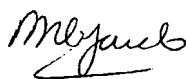
BGICL LIFEPATH INDEX 2020 FUND (NOTE 1)

STATEMENT OF NET ASSETS


AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 206,190,253	\$ 187,938,388
Cash	169,735	297,162
Interest receivable	120	62
Dividends receivable	-	135,181
	206,360,108	188,370,793
Liabilities		
Operating expenses payable	8,912	13,510
	8,912	13,510
Net Assets	\$ 206,351,196	\$ 188,357,283
Number of Units Issued and Outstanding (Note 8)	26,516,546	19,229,115
Net Assets per Unit	\$ 7.78	\$ 9.80
Investments at Cost	\$ 256,565,807	\$ 197,425,831

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2020 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 3,291,299	\$ 2,912,972
Interest income	3,165,766	2,168,533
Securities lending income	22,891	753
Foreign exchange loss	(2,458)	(3,062)
Withholding taxes	(59,502)	(78,748)
	6,417,996	5,000,448
Expenses		
Trustee fees	1,562	931
Custodian fees	744	1,870
Fund accounting expenses	8,464	5,859
Unitholder communication costs	941	-
Audit fees	11,426	10,428
Other operating expenses	119	443
	23,256	19,531
Net Investment Income for the Period	6,394,740	4,980,917
Gain (Loss) on Investments		
Net realized loss on sale of investments	(10,271,027)	(393,957)
Capital gains distribution received from other funds	366,451	2,338,379
Transaction costs (Note 2)	(42,877)	(13,258)
Net change in unrealized depreciation in value of investments	(40,888,111)	(9,487,443)
Net Loss on Investments	(50,835,564)	(7,556,279)
Decrease in Net Assets from Operations	\$ (44,440,824)	\$ (2,575,362)
Decrease in Net Assets from Operations per Unit	\$ (2.09)	\$ (0.19)

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 188,357,283	\$ -
Decrease in Net Assets from Operations	(44,440,824)	(2,575,362)
Capital Transactions		
Proceeds from issue of units	77,828,568	197,972,510
Reinvestment of distributions	6,118,470	8,034,687
Redemption of units	(15,393,831)	(7,039,865)
Net capital transactions	68,553,207	198,967,332
Distributions		
From net investment income	(6,118,470)	(5,202,354)
From capital gains	-	(2,832,333)
Total distributions	(6,118,470)	(8,034,687)
Increase in Net Assets for the Period	17,993,913	188,357,283
Net Assets - End of Period	\$ 206,351,196	\$ 188,357,283

BGICL LIFEPATH INDEX 2020 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	593,000	11,201	9,251	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	1,525,000	20,475	16,241	
iShares CDN S&P/TSX Capped REIT Index Fund	676,300	8,592	5,512	
Long Bond Index Class D	3,265,612	34,739	34,700	
Real Return Bond Index Class D	1,944,786	20,582	19,660	
S&P/TSX Composite Index Class D	2,922,485	63,587	44,700	
Universe Bond Index Class D	621,684	11,339	11,423	
Total Canadian Index Equivalents		170,515	141,487	68.6
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	2,418,082	29,777	20,548	
iShares Dow Jones U.S. Real Estate Index Fund	129,800	8,314	5,792	
iShares MSCI Emerging Markets Index Fund	258,100	10,617	7,711	
iShares Russell 2000 Index Fund	46,100	3,640	2,800	
iShares S&P Global Infrastructure Index Fund	142,500	5,473	5,093	
NonPension U.S. Equity Index Class D	2,079,786	16,976	13,040	
PowerShares DB Commodity Index Tracking Fund	380,700	11,314	9,719	
Total Foreign Index Equivalents		86,111	64,703	31.3
Transaction Costs (Note 2)		(60)		
Total Investments		256,566	206,190	99.9
Other Assets and Liabilities			161	0.1
Net Assets			206,351	100.0

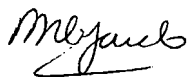
BGICL LIFEPATH INDEX 2025 FUND (NOTE 1)

STATEMENT OF NET ASSETS


AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 51,951,750	\$ 5,838,768
Cash	113,611	17,962
Interest receivable	433	94
Dividends receivable	-	4,325
	52,065,794	5,861,149
Liabilities		
Operating expenses payable	2,325	-
	2,325	-
Net Assets	\$ 52,063,469	\$ 5,861,149
Number of Units Issued and Outstanding (Note 8)	6,782,553	589,415
Net Assets per Unit	\$ 7.68	\$ 9.94
Investments at Cost	\$ 57,128,658	\$ 5,959,988

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2025 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 555,336	\$ 52,889
Interest income	371,777	51,744
Securities lending income	940	-
Foreign exchange gain (loss)	(5,433)	960
Withholding taxes	(15,801)	(1,852)
	906,819	103,741
Expenses		
Trustee fees	661	-
Custodian fees	858	-
Fund accounting expenses	3,206	-
Unitholder communication costs	279	-
Audit fees	3,717	-
Other operating expenses	114	-
	8,835	-
Net Investment Income for the Period	897,984	103,741
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(466,296)	40,193
Capital gains distribution received from other funds	74,236	88,383
Transaction costs (Note 2)	(9,440)	(433)
Net change in unrealized depreciation in value of investments	(5,055,688)	(121,220)
Net Gain (Loss) on Investments	(5,457,188)	6,923
Increase (Decrease) in Net Assets from Operations	\$ (4,559,204)	\$ 110,664
Increase (Decrease) in Net Assets from Operations per Unit	\$ (2.29)	\$ 0.23

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 5,861,149	\$ -
Increase (Decrease) in Net Assets from Operations	(4,559,204)	110,664
Capital Transactions		
Proceeds from issue of units	52,725,434	6,832,473
Reinvestment of distributions	1,076,006	242,346
Redemption of units	(1,963,910)	(1,081,988)
Net capital transactions	51,837,530	5,992,831
Distributions		
From net investment income	(996,345)	(110,006)
From capital gains	(79,661)	(132,340)
Total distributions	(1,076,006)	(242,346)
Increase in Net Assets for the Period	46,202,320	5,861,149
Net Assets - End of Period	\$ 52,063,469	\$ 5,861,149

BGICL LIFEPATH INDEX 2025 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	126,750	2,170	1,977	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	316,250	3,820	3,368	
iShares CDN S&P/TSX Capped REIT Index Fund	172,700	1,658	1,408	
Long Bond Index Class D	994,750	10,389	10,570	
Real Return Bond Index Class D	178,550	1,872	1,805	
S&P/TSX Composite Index Class D	917,943	16,444	14,040	
Total Canadian Index Equivalents		36,353	33,168	63.7
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	734,148	6,900	6,238	
iShares Dow Jones U.S. Real Estate Index Fund	33,300	1,630	1,486	
iShares MSCI Emerging Markets Index Fund	66,600	2,282	1,990	
iShares Russell 2000 Index Fund	12,700	802	771	
iShares S&P Global Infrastructure Index Fund	37,200	1,364	1,330	
NonPension U.S. Equity Index Class D	728,690	4,862	4,569	
PowerShares DB Commodity Index Tracking Fund	94,000	2,945	2,400	
Total Foreign Index Equivalents		20,785	18,784	36.1
Transaction Costs (Note 2)		(9)		
Total Investments		57,129	51,952	99.8
Other Assets and Liabilities			111	0.2
Net Assets			52,063	100.0

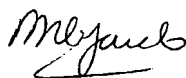
BGICL LIFEPATH INDEX 2030 FUND (NOTE 1)

STATEMENT OF NET ASSETS

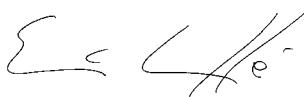
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 128,556,967	\$ 113,109,542
Cash	495,035	124,124
Interest receivable	512	67
Securities lending income receivable	241	-
Dividends receivable	-	87,217
	129,052,755	113,320,950
Liabilities		
Operating expenses payable	9,026	12,649
	9,026	12,649
Net Assets	\$ 129,043,729	\$ 113,308,301
Number of Units Issued and Outstanding (Note 8)	17,536,160	11,556,083
Net Assets per Unit	\$ 7.36	\$ 9.81
Investments at Cost	\$ 167,719,769	\$ 120,283,129

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2030 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 2,512,113	\$ 2,194,440
Interest income	971,254	691,613
Securities lending income	14,914	503
Foreign exchange loss	(14,698)	(4,553)
Withholding taxes	(44,388)	(42,167)
	3,439,195	2,839,836
Expenses		
Trustee fees	1,562	931
Custodian fees	712	1,346
Fund accounting expenses	8,680	5,294
Unitholder communication costs	943	-
Audit fees	11,426	10,428
Other operating expenses	174	547
	23,497	18,546
Net Investment Income for the Period	3,415,698	2,821,290
Gain (Loss) on Investments		
Net realized loss on sale of investments	(5,404,815)	(291,396)
Capital gains distribution received from other funds	167,158	1,979,065
Transaction costs (Note 2)	(20,814)	(6,794)
Net change in unrealized depreciation in value of investments	(31,989,215)	(7,173,587)
Net Loss on Investments	(37,247,686)	(5,492,712)
Decrease in Net Assets from Operations	\$ (33,831,988)	\$ (2,671,422)
Decrease in Net Assets from Operations per Unit	\$ (2.55)	\$ (0.35)

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 113,308,301	\$ -
Decrease in Net Assets from Operations	(33,831,988)	(2,671,422)
Capital Transactions		
Proceeds from issue of units	56,771,547	119,832,355
Reinvestment of distributions	3,285,438	4,727,407
Redemption of units	(7,204,131)	(3,852,632)
Net capital transactions	52,852,854	120,707,130
Distributions		
From net investment income	(3,285,438)	(2,927,515)
From capital gains	-	(1,799,892)
Total distributions	(3,285,438)	(4,727,407)
Increase in Net Assets for the Period	15,735,428	113,308,301
Net Assets - End of Period	\$ 129,043,729	\$ 113,308,301

BGICL LIFEPATH INDEX 2030 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	264,000	5,011	4,118	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	631,500	8,529	6,725	
iShares CDN S&P/TSX Capped REIT Index Fund	412,800	5,079	3,364	
Long Bond Index Class D	2,007,877	21,387	21,336	
S&P/TSX Composite Index Class D	2,675,136	58,131	40,917	
Total Canadian Index Equivalents		98,137	76,460	59.2
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	2,083,595	25,129	17,705	
iShares Dow Jones U.S. Real Estate Index Fund	79,000	4,978	3,526	
iShares MSCI Emerging Markets Index Fund	182,000	7,826	5,437	
iShares Russell 2000 Index Fund	34,100	2,703	2,071	
iShares S&P Global Infrastructure Index Fund	100,500	3,843	3,592	
NonPension U.S. Equity Index Class D	2,276,200	18,746	14,272	
PowerShares DB Commodity Index Tracking Fund	215,200	6,389	5,494	
Total Foreign Index Equivalents		69,614	52,097	40.4
Transaction Costs (Note 2)		(31)		
Total Investments		167,720	128,557	99.6
Other Assets and Liabilities			487	0.4
Net Assets			129,044	100.0

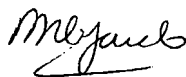
BGICL LIFEPATH INDEX 2035 FUND (NOTE 1)

STATEMENT OF NET ASSETS

AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 24,587,157	\$ 2,560,503
Cash	480,996	5,109
Interest receivable	273	69
Dividends receivable	-	1,966
	25,068,426	2,567,647
Liabilities		
Payables for investment purchases	381,371	-
	381,371	-
Net Assets	\$ 24,687,055	\$ 2,567,647
Number of Units Issued and Outstanding (Note 8)	3,429,821	261,485
Net Assets per Unit	\$ 7.20	\$ 9.82
Investments at Cost	\$ 28,258,219	\$ 2,645,542

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2035 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 304,752	\$ 27,391
Interest income	70,759	9,107
Securities lending income	392	-
Foreign exchange gain (loss)	(8,265)	630
Withholding taxes	(7,606)	(668)
	360,032	36,460
Net Investment Income for the Period	360,032	36,460
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(185,955)	29,164
Capital gains distribution received from other funds	36,922	50,507
Transaction costs (Note 2)	(3,234)	(188)
Net change in unrealized depreciation in value of investments	(3,586,023)	(85,039)
Net Loss on Investments	(3,738,290)	(5,556)
Increase (Decrease) in Net Assets from Operations	\$ (3,378,258)	\$ 30,904
Increase (Decrease) in Net Assets from Operations per Unit	\$ (3.26)	\$ 0.12

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 2,567,647	\$ -
Increase (Decrease) in Net Assets from Operations	(3,378,258)	30,904
Capital Transactions		
Proceeds from issue of units	26,079,895	3,566,024
Reinvestment of distributions	386,038	118,478
Redemption of units	(582,229)	(1,029,281)
Net capital transactions	25,883,704	2,655,221
Distributions		
From net investment income	(343,041)	(38,327)
From capital gains	(42,997)	(80,151)
Total distributions	(386,038)	(118,478)
Increase in Net Assets for the Period	22,119,408	2,567,647
Net Assets - End of Period	\$ 24,687,055	\$ 2,567,647

BGICL LIFEPATH INDEX 2035 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	42,500	746	663	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	90,500	1,123	964	
iShares CDN S&P/TSX Capped REIT Index Fund	67,700	683	552	
Long Bond Index Class D	228,815	2,393	2,431	
S&P/TSX Composite Index Class D	590,889	10,966	9,038	
Total Canadian Index Equivalents		15,911	13,648	55.3
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	443,618	4,268	3,769	
iShares Dow Jones U.S. Real Estate Index Fund	12,900	678	576	
iShares MSCI Emerging Markets Index Fund	35,750	1,308	1,068	
iShares Russell 2000 Index Fund	6,700	446	407	
iShares S&P Global Infrastructure Index Fund	19,300	717	690	
NonPension U.S. Equity Index Class D	533,811	3,645	3,347	
PowerShares DB Commodity Index Tracking Fund	42,400	1,288	1,082	
Total Foreign Index Equivalents		12,350	10,939	44.3
Transaction Cost (Note 2)		(3)		
Total Investments		28,258	24,587	99.6
Other Assets and Liabilities			100	0.4
Net Assets			24,687	100.0

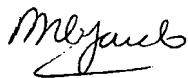
BGICL LIFEPATH INDEX 2040 FUND (NOTE 1)

STATEMENT OF NET ASSETS

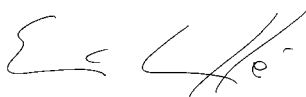
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 50,959,126	\$ 38,733,932
Cash	863,703	45,632
Interest receivable	238	170
Dividends receivable	-	29,829
	51,823,067	38,809,563
Liabilities		
Operating expenses payable	8,962	11,693
Payables for investment purchases	803,248	-
	812,210	11,693
Net Assets	\$ 51,010,857	\$ 38,797,870
Number of Units Issued and Outstanding (Note 8)	7,240,795	3,953,690
Net Assets per Unit	\$ 7.04	\$ 9.81
Investments at Cost	\$ 67,419,302	\$ 41,403,891

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2040 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 1,060,309	\$ 767,968
Interest income	91,286	45,443
Securities lending income	5,780	-
Foreign exchange gain (loss)	(7,901)	28,000
Withholding taxes	(18,637)	(10,781)
	<u>1,130,837</u>	<u>830,630</u>
Expenses		
Trustee fees	1,562	931
Custodian fees	781	703
Fund accounting expenses	8,931	4,733
Unitholder communication costs	945	-
Audit fees	11,426	10,428
Other operating expenses	119	547
	<u>23,764</u>	<u>17,342</u>
Net Investment Income for the Period	<u>1,107,073</u>	<u>813,288</u>
Gain (Loss) on Investments		
Net realized loss on sale of investments	(1,712,037)	(116,154)
Capital gains distribution received from other funds	85,277	840,469
Transaction costs (Note 2)	(5,982)	(1,678)
Net change in unrealized depreciation in value of investments	(13,790,217)	(2,669,959)
Net Loss on Investments	<u>(15,422,959)</u>	<u>(1,947,322)</u>
Decrease in Net Assets from Operations	<u>\$ (14,315,886)</u>	<u>\$ (1,134,034)</u>
Decrease in Net Assets from Operations per Unit	<u>\$ (2.93)</u>	<u>\$ (0.45)</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 38,797,870	\$ -
Decrease in Net Assets from Operations	<u>(14,315,886)</u>	<u>(1,134,034)</u>
Capital Transactions		
Proceeds from issue of units	31,656,363	42,766,126
Reinvestment of distributions	1,078,110	1,635,995
Redemption of units	(5,127,490)	(2,834,222)
Net capital transactions	<u>27,606,983</u>	<u>41,567,899</u>
Distributions		
From net investment income	(1,078,110)	(857,434)
From capital gains	-	(778,561)
Total distributions	<u>(1,078,110)</u>	<u>(1,635,995)</u>
Increase in Net Assets for the Period	<u>12,212,987</u>	<u>38,797,870</u>
Net Assets - End of Period	<u>\$ 51,010,857</u>	<u>\$ 38,797,870</u>

BGICL LIFEPATH INDEX 2040 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	58,000	1,081	905	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	119,100	1,590	1,268	
iShares CDN S&P/TSX Capped REIT Index Fund	149,400	1,633	1,218	
Long Bond Index Class D	227,067	2,433	2,413	
S&P/TSX Composite Index Class D	1,364,747	29,131	20,874	
Total Canadian Index Equivalents		35,868	26,678	52.3
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	1,015,285	11,874	8,627	
iShares Dow Jones U.S. Real Estate Index Fund	28,800	1,617	1,285	
iShares MSCI Emerging Markets Index Fund	79,300	3,321	2,369	
iShares Russell 2000 Index Fund	14,800	1,148	899	
iShares S&P Global Infrastructure Index Fund	41,400	1,577	1,480	
NonPension U.S. Equity Index Class D	1,275,955	10,121	8,000	
PowerShares DB Commodity Index Tracking Fund	63,500	1,901	1,621	
Total Foreign Index Equivalents		31,559	24,281	47.6
Transaction Costs (Note 2)		(8)		
Total Investments		67,419	50,959	99.9
Other Assets and Liabilities			52	0.1
Net Assets			51,011	100.0

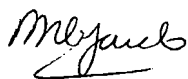
BGICL LIFEPATH INDEX 2045 FUND (NOTE 1)

STATEMENT OF NET ASSETS

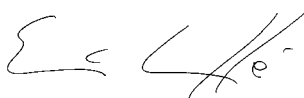
AS AT DECEMBER 31

		2008
Assets		
Investments - at fair value (Note 2)	\$	3,217,128
Cash		76,882
Interest receivable		55
		3,294,065
Liabilities		
Payables for investment purchases		54,749
		54,749
Net Assets	\$	3,239,316
Number of Units Issued and Outstanding (Note 8)		444,957
Net Assets per Unit	\$	7.28
Investments at Cost	\$	3,397,013

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BGICL LIFEPATH INDEX 2045 FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Revenue		
Distributions from underlying trust units	\$	26,903
Interest income		148
Foreign exchange gain		7,565
Withholding taxes		(844)
		33,772
Net Investment Income for the Period		33,772
Gain (Loss) on Investments		
Net realized loss on sale of investments		(6,107)
Capital gains distribution received from other funds		6,029
Transaction costs (Note 2)		(281)
Net change in unrealized depreciation in value of investments		(179,885)
		(180,244)
Net Loss on Investments		(180,244)
Decrease in Net Assets from Operations	\$	(146,472)
Decrease in Net Assets from Operations per Unit	\$	(1.19)

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIOD ENDED DECEMBER 31

		2008
Net Assets - Beginning of Period	\$	-
Decrease in Net Assets from Operations		(146,472)
Capital Transactions		
Proceeds from issue of units		3,436,926
Reinvestment of distributions		40,073
Redemption of units		(51,138)
Net capital transactions		3,425,861
Distributions		
From net investment income		(32,875)
From capital gains		(7,198)
Total distributions		(40,073)
Increase in Net Assets for the Period		3,239,316
Net Assets - End of Period	\$	3,239,316

BGICL LIFEPATH INDEX 2045 FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
iShares CDN MSCI EAFE 100% Hedged to CAD Dollars Index Fund	1,600	26	25	
iShares CDN S&P 500 Hedged to Canadian Dollars Index Fund	3,200	37	34	
iShares CDN S&P/TSX Capped REIT Index Fund	9,100	76	74	
S&P/TSX Composite Index Class D	96,484	1,584	1,476	
Total Canadian Index Equivalents		1,723	1,609	49.7
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	71,266	624	605	
iShares Dow Jones U.S. Real Estate Index Fund	1,700	78	76	
iShares MSCI Emerging Markets Index Fund	5,050	167	151	
iShares Russell 2000 Index Fund	950	58	58	
iShares S&P Global Infrastructure Index Fund	2,500	89	89	
NonPension U.S. Equity Index Class D	88,382	573	554	
PowerShares DB Commodity Index Tracking Fund	2,925	85	75	
Total Foreign Index Equivalents		1,674	1,608	49.6
Total Investments		3,397	3,217	99.3
Other Assets and Liabilities			22	0.7
Net Assets			3,239	100.0

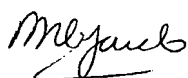
BALANCED FUND

STATEMENT OF NET ASSETS

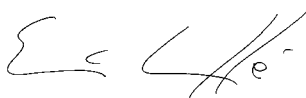
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 117,496,702	\$ 80,681,547
Cash	232,201	104,286
Interest receivable	10	24
Dividends receivable	-	58,712
Accounts receivable from issue of units	1,186,649	-
	118,915,562	80,844,569
Liabilities		
Operating expenses payable	10,079	15,358
Payables for redemption of units	-	22,189,412
	10,079	22,204,770
Net Assets	\$ 118,905,483	\$ 58,639,799
Number of Units Issued and Outstanding (Note 8)	6,243,323	2,574,408
Net Assets per Unit	\$ 19.05	\$ 22.78
Investments at Cost	\$ 142,535,351	\$ 77,504,517

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

BALANCED FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 2,204,478	\$ 1,131,867
Interest income	1,880,328	1,887,415
Foreign exchange gain (loss)	36,254	(1,836)
Withholding taxes	(108,716)	(114,044)
	<u>4,012,344</u>	<u>2,903,402</u>
Expenses		
Trustee fees	1,570	1,593
Custodian fees	453	90
Fund accounting expenses	9,307	7,645
Unitholder communication costs	1,075	-
Audit fees	8,214	10,884
Securities filing fees	-	618
Other operating expenses	151	2,155
	<u>20,770</u>	<u>22,985</u>
Net Investment Income for the Year	<u>3,991,574</u>	<u>2,880,417</u>
Gain (Loss) on Investments		
Net realized gain on sale of investments	1,238,845	7,889,569
Capital gains distribution received from other funds	-	2,086,111
Transaction costs (Note 2)	(4,939)	(6,019)
Net change in unrealized depreciation in value of investments	(28,215,679)	(10,511,275)
	<u>(26,981,773)</u>	<u>(541,614)</u>
Net Loss on Investments	<u>(26,981,773)</u>	<u>(541,614)</u>
Increase (Decrease) in Net Assets from Operations	<u>\$ (22,990,199)</u>	<u>\$ 2,338,803</u>
Increase (Decrease) in Net Assets from Operations per Unit	<u>\$ (5.32)</u>	<u>\$ 0.43</u>

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 58,639,799	\$ 118,025,240
Increase (Decrease) in Net Assets from Operations	<u>(22,990,199)</u>	<u>2,338,803</u>
Capital Transactions		
Proceeds from issue of units	162,246,042	16,833,481
Reinvestment of distributions	5,636,626	12,911,817
Redemption of units	(78,990,159)	(78,557,725)
Net capital transactions	<u>88,892,509</u>	<u>(48,812,427)</u>
Distributions		
From net investment income	(3,955,122)	(2,880,611)
From capital gains	(1,681,504)	(10,031,206)
Total distributions	<u>(5,636,626)</u>	<u>(12,911,817)</u>
Increase (Decrease) in Net Assets for the Year	<u>60,265,684</u>	<u>(59,385,441)</u>
Net Assets - End of Year	<u>\$ 118,905,483</u>	<u>\$ 58,639,799</u>

BALANCED FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Canadian Index Equivalents				
Active Canadian Equity Fund	1,353,337	39,188	27,910	
CoreActive Universe Bond Class A	2,342,385	38,555	38,229	
iShares CDN S&P/TSX Capped REIT Index Fund	329,600	3,979	2,686	
Total Canadian Index Equivalents		81,722	68,825	57.9
Foreign Index Equivalents				
Alpha Tilts Fund B	528,841	19,690	16,630	
Global Market Selection Class A	155,389	8,543	6,191	
International Alpha Tilts Fund B	973,692	20,773	17,509	
iShares Dow Jones U.S. Real Estate Index Fund	63,700	4,006	2,843	
iShares MSCI Emerging Markets Index Fund	184,050	7,797	5,499	
Total Foreign Index Equivalents		60,809	48,672	40.9
Transaction Costs (Note 2)		4		
Total Investments		142,535	117,497	98.8
Other Assets and Liabilities			1,408	1.2
Net Assets			118,905	100.0

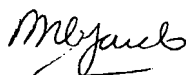
GLOBAL MARKET SELECTION FUND

STATEMENT OF NET ASSETS

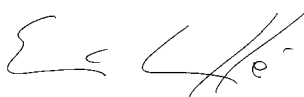
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 661,643,846	\$ 587,557,939
Cash	534,711	1,034,789
Net unrealized gain on forward currency contracts (Note 5)	9,154,097	21,160,496
Interest receivable	83	438
	671,332,737	609,753,662
Liabilities		
Operating expenses payable	22,592	32,968
Payables for redemption of units	4,114,000	-
Net unrealized loss on forward currency contracts (Note 5)	18,027,000	15,234,288
	22,163,592	15,267,256
Net Assets	\$ 649,169,145	\$ 594,486,406
Net Assets per Class		
Class A	\$ 649,169,145	\$ 594,486,406
	\$ 649,169,145	\$ 594,486,406
Number of Units Issued and Outstanding (Note 8)		
Class A	16,292,526	13,891,374
Net Assets per Unit		
Class A	\$ 39.84	\$ 42.80
Investments at Cost	\$ 580,934,526	\$ 613,946,452

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

GLOBAL MARKET SELECTION FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income*	\$ 18,997	\$ (13,479)
Foreign exchange gain (loss)	(30,473,999)	7,293,759
Other income	46,107	-
Withholding taxes	-	(7,909)
	(30,408,895)	7,272,371
Expenses		
Trustee fees	1,570	1,601
Custodian fees	17,496	13,485
Fund accounting expenses	31,185	25,335
Unitholder communication costs	1,075	-
Audit fees	16,486	20,359
Securities filing fees	611	9,386
Other operating expenses	551	3,062
	68,974	73,228
Net Investment Income (Loss) for the Year	(30,477,869)	7,199,143
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	11,162,604	(501,326)
Net realized gain (loss) from forward currency contracts	(121,599,102)	72,383,187
Net change in unrealized appreciation (depreciation) in value of investments	107,097,833	(39,855,444)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(14,799,111)	9,732,559
Net Gain (Loss) on Investments	(18,137,776)	41,758,976
Increase (Decrease) in Net Assets from Operations	\$ (48,615,645)	\$ 48,958,119
Increase (Decrease) in Net Assets from Operations per Class		
Class A	\$ (48,615,645)	\$ 48,958,119
	\$ (48,615,645)	\$ 48,958,119
Increase (Decrease) in Net Assets from Operations per Unit		
Class A	\$ (3.06)	\$ 4.23

* Interest Income, net of foreign exchange loss

GLOBAL MARKET SELECTION FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>	
Net Assets - Beginning of Year (Note 11)	\$ 594,486,406	\$ 144,776,028	\$ 594,486,406	\$ 144,776,028
Increase (Decrease) in Net Assets from Operations	(48,615,645)	48,958,119	(48,615,645)	48,958,119
Capital Transactions				
Proceeds from issue of units	112,445,000	407,028,566	112,445,000	407,028,566
Reinvestment of distributions	37,056,806	113,679,262	37,056,806	113,679,262
Redemption of units	(9,146,616)	(6,276,307)	(9,146,616)	(6,276,307)
Net capital transactions	140,355,190	514,431,521	140,355,190	514,431,521
Distributions				
From net investment income	(37,056,806)	(34,479,926)	(37,056,806)	(34,479,926)
From capital gains	-	(79,199,336)	-	(79,199,336)
Total distributions	(37,056,806)	(113,679,262)	(37,056,806)	(113,679,262)
Increase in Net Assets for the Year	54,682,739	449,710,378	54,682,739	449,710,378
Net Assets - End of Year	\$ 649,169,145	\$ 594,486,406	\$ 649,169,145	\$ 594,486,406

GLOBAL MARKET SELECTION FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Foreign Index Equivalents				
Global Ascent Ltd Collective Trust Fund	455,004	580,935	661,644	
Total Foreign Index Equivalents		<u>580,935</u>	<u>661,644</u>	101.9
Total Investments		<u>580,935</u>	<u>661,644</u>	101.9
Other Assets and Liabilities			<u>(12,475)</u>	<u>(1.9)</u>
Net Assets			<u>649,169</u>	<u>100.0</u>

Forward currency contracts held by the Fund as at December 31, 2008 are shown in Note 5.

SHORT TERM INVESTMENT FUND

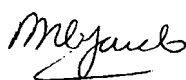
STATEMENT OF NET ASSETS

AS AT DECEMBER 31

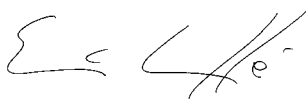
	2008	2007
Assets		
Investments - at fair value* (Note 2)	\$ 87,173,061	\$ 98,682,357
Cash	887,481	285,680
Interest receivable	13,800	101,973
	88,074,342	99,070,010
Liabilities		
Management fees payable	4,240	3,948
Operating expenses payable	15,687	24,488
Payables for redemption of units	627,127	274,643
	647,054	303,079
Net Assets	\$ 87,427,288	\$ 98,766,931
Net Assets per Class		
Class A	\$ 36,563,246	\$ 51,476,408
Class D	50,864,042	47,290,523
	\$ 87,427,288	\$ 98,766,931
Number of Units Issued and Outstanding (Note 8)		
Class A	2,391,802	3,475,477
Class D	3,959,602	3,795,702
Net Assets per Unit		
Class A	\$ 15.29	\$ 14.81
Class D	\$ 12.85	\$ 12.46
Investments at Cost*	\$ 87,047,424	\$ 98,357,520

* Includes short-term investments

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

SHORT TERM INVESTMENT FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Interest income	\$ 3,204,645	\$ 4,401,405
	3,204,645	4,401,405
Expenses		
Management fees	49,699	46,612
Trustee fees	1,570	1,593
Custodian fees	3,633	4,633
Fund accounting expenses	42,179	40,869
Unitholder communication costs	1,075	-
Audit fees	8,632	11,806
Securities filing fees	1,850	4,509
Other operating expenses	1,961	5,239
	110,599	115,261
Net Investment Income for the Year	3,094,046	4,286,144
Loss on Investments		
Net realized loss on sale of investments	(34,726)	(2,000)
Net change in unrealized depreciation in value of investments	(176,907)	(62,722)
Net Loss on Investments	(211,633)	(64,722)
Increase in Net Assets from Operations	\$ 2,882,413	\$ 4,221,422
Increase in Net Assets from Operations per Class		
Class A	\$ 1,427,179	\$ 2,383,728
Class D	1,455,234	1,837,694
	\$ 2,882,413	\$ 4,221,422
Increase in Net Assets from Operations per Unit		
Class A	\$ 0.49	\$ 0.62
Class D	\$ 0.39	\$ 0.51

SHORT TERM INVESTMENT FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>		<i>Class D</i>	
Net Assets - Beginning of Year (Note 11)	\$ 98,766,931	\$ 83,891,273	\$ 51,476,408	\$ 40,754,468	\$ 47,290,523	\$ 43,136,805
Increase in Net Assets from Operations	2,882,413	4,221,422	1,427,179	2,363,728	1,455,234	1,837,694
Capital Transactions						
Proceeds from issue of units	60,923,829	130,157,729	25,635,013	101,418,627	35,288,816	28,739,102
Reinvestment of distributions	3,046,758	4,244,385	1,443,968	2,462,599	1,602,790	1,781,786
Redemption of units	(75,145,885)	(119,503,493)	(41,975,354)	(93,080,415)	(33,170,531)	(26,423,078)
Net capital transactions	(11,175,298)	14,898,621	(14,896,373)	10,800,811	3,721,075	4,097,810
Distributions						
From net investment income	(3,046,758)	(4,244,385)	(1,443,968)	(2,462,599)	(1,602,790)	(1,781,786)
Total distributions	(3,046,758)	(4,244,385)	(1,443,968)	(2,462,599)	(1,602,790)	(1,781,786)
Increase (Decrease) in Net Assets for the Year	(11,339,643)	14,875,658	(14,913,162)	10,721,940	3,573,519	4,153,718
Net Assets - End of Year	\$ 87,427,288	\$ 98,766,931	\$ 36,563,246	\$ 51,476,408	\$ 50,864,042	\$ 47,290,523

SHORT TERM INVESTMENT FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Par value (in 000s)	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Short-term Investments				
Government				
Federal Non-Agency				
Government of Canada				
1.83% February 19, 2009	13,300	13,234	13,285	
1.68% March 05, 2009	13,500	13,439	13,480	
1.23% March 19, 2009	18,200	18,095	18,167	
0.87% April 02, 2009	8,000	7,983	7,983	
1.75% June 11, 2009	22,600	22,310	22,511	
		<u>75,061</u>	<u>75,426</u>	86.3
Total Government		<u>75,061</u>	<u>75,426</u>	<u>86.3</u>
Provincial				
Manitoba (Province of)				
1.75% September 15, 2012	7,000	7,000	6,807	
Ontario (Province of)				
1.87% December 03, 2010	5,000	4,986	4,940	
		<u>11,986</u>	<u>11,747</u>	13.4
Total Short-term Investments		<u>87,047</u>	<u>87,173</u>	<u>99.7</u>
Total Investments		<u>87,047</u>	<u>87,173</u>	<u>99.7</u>
Other Assets and Liabilities			<u>254</u>	<u>0.3</u>
Net Assets			<u>87,427</u>	<u>100.0</u>

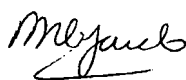
MSCI EAFE EQUITY INDEX FUND

STATEMENT OF NET ASSETS

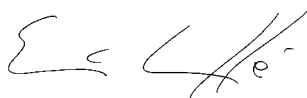
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 1,323,047,023	\$ 1,086,829,410
Cash	8,493,831	9,454,789
Margin due from brokers	6,997,112	1,335,741
Net unrealized gain on forward currency contracts	-	44,796
Interest receivable	2,626	2,405
Securities lending income receivable	-	36,380
Dividends receivable	3,257,680	1,113,482
Tax reclaim on dividends receivable	476,400	371,538
Accounts receivable from issue of units	21,224,714	9,167,547
Accounts receivable for investment sales	25,608	10,998
	1,363,524,994	1,108,367,086
Liabilities		
Operating expenses payable	72,267	159,560
Payables for redemption of units	8,367,000	276,617
Payables for investment purchases	270,044	603,289
Net unrealized loss on forward currency contracts	-	27,430
	8,709,311	1,066,896
Net Assets	\$ 1,354,815,683	\$ 1,107,300,190
Net Assets per Class		
Class A	\$ 782,931,437	\$ 448,219,354
Daily EAFE Equity Index Fund	571,884,246	659,080,836
	\$ 1,354,815,683	\$ 1,107,300,190
Number of Units Issued and Outstanding (Note 8)		
Class A	92,114,472	37,422,404
Daily EAFE Equity Index Fund	67,301,845	55,038,815
	1,354,815,683	1,107,300,190
Net Assets per Unit		
Class A	\$ 8.50	\$ 11.98
Daily EAFE Equity Index Fund	\$ 8.50	\$ 11.97
	\$ 1,744,595,286	\$ 1,024,630,027

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

MSCI EAFE EQUITY INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 48,506,749	\$ 35,855,245
Interest income	167,077	174,684
Securities lending income	543,811	701,358
Net loss from futures contracts	(7,210,258)	(283,292)
Foreign exchange gain (loss)	1,726,395	(887,938)
Withholding taxes	(1,586,043)	(960,475)
	<u>42,147,731</u>	<u>34,599,582</u>
Expenses		
Trustee fees	1,572	1,591
Custodian fees	492,878	499,573
Fund accounting expenses	92,475	96,545
Unitholder communication costs	1,075	-
Audit fees	20,612	21,143
Securities filing fees	12,302	14,304
Other operating expenses	4,636	10,616
	<u>625,550</u>	<u>643,772</u>
Net Investment Income for the Year	<u>41,522,181</u>	<u>33,955,810</u>
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(33,471,127)	46,656,188
Transaction costs (Note 2)	(324,399)	(282,704)
Net change in unrealized depreciation in value of investments	(483,747,646)	(153,115,469)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(17,366)	17,366
Net Loss on Investments	<u>(517,560,538)</u>	<u>(106,724,619)</u>
Decrease in Net Assets from Operations	<u>\$ (476,038,357)</u>	<u>\$ (72,768,809)</u>
Decrease in Net Assets from Operations per Class		
Class A	\$ (249,222,001)	\$ (33,765,291)
Daily EAFE Equity Index Fund	(226,816,356)	(39,003,518)
	<u>\$ (476,038,357)</u>	<u>\$ (72,768,809)</u>
Decrease in Net Assets from Operations per Unit		
Class A	\$ (4.00)	\$ (0.71)
Daily EAFE Equity Index Fund	\$ (3.53)	\$ (0.80)

MSCI EAFE EQUITY INDEX FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007	2008	2007	2008	2007
	<i>Fund</i>		<i>Class A</i>		<i>Daily EAFE Equity Index Fund</i>	
Net Assets - Beginning of Year (Note 11)	\$ 1,107,300,190	\$ 1,154,134,014	\$ 448,219,354	\$ 623,043,114	\$ 659,080,836	\$ 531,090,900
Decrease in Net Assets from Operations	(476,038,357)	(72,768,809)	(249,222,001)	(33,765,291)	(226,816,356)	(39,003,518)
Capital Transactions						
Proceeds from issue of units	986,025,640	626,517,404	648,797,594	199,457,167	337,228,046	427,060,237
Reinvestment of distributions	38,791,866	83,693,138	20,849,946	56,074,241	17,941,920	27,618,897
Redemption of units	(262,471,790)	(600,582,419)	(64,863,510)	(340,515,636)	(197,608,280)	(260,066,783)
Net capital transactions	762,345,716	109,628,123	604,784,030	(84,984,228)	157,561,686	194,612,351
Distributions						
From net investment income	(38,791,866)	(34,126,265)	(20,849,946)	(15,661,598)	(17,941,920)	(18,464,667)
From capital gains	-	(15,275,483)	-	(6,121,253)	-	(9,154,230)
From capital gains redemption in kind (Note 9)	-	(34,291,390)	-	(34,291,390)	-	-
Total distributions	(38,791,866)	(83,693,138)	(20,849,946)	(56,074,241)	(17,941,920)	(27,618,897)
Increase (Decrease) in Net Assets for the Year	247,515,493	(46,833,824)	334,712,083	(174,823,760)	(87,196,590)	127,989,936
Net Assets - End of Year	\$ 1,354,815,683	\$ 1,107,300,190	\$ 782,931,437	\$ 448,219,354	\$ 571,884,246	\$ 659,080,836

MSCI EAFE EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Common Stocks				
Consumer Discretionary				
ABC-Mart, Inc.	3,500	148	156	
Accor SA	26,420	1,879	1,592	
Adidas AG	27,440	1,642	1,273	
Aisin Seiki Co., Ltd.	26,100	902	433	
Aristocrat Leisure, Ltd.	44,553	418	149	
Asics Corp.	23,000	267	225	
Autogrill SpA	13,728	211	127	
Bayerische Motoren Werke AG	45,824	2,495	1,721	
Bayerische Motoren Werke Preferred	7,412	331	178	
Benesse Corp.	10,900	462	582	
Berkeley Group Holdings PLC	13,538	257	209	
Billabong International, Ltd.	23,044	268	155	
Bridgestone Corp.	84,600	1,719	1,523	
British Sky Broadcasting PLC	160,189	1,722	1,356	
Bulgari SpA	20,097	239	152	
Burberry Group PLC	59,695	567	235	
Bureau Veritas SA	4,962	295	244	
Canon Marketing Japan, Inc.	9,700	193	189	
Carnival PLC	22,497	1,058	599	
Carphone Warehouse Group PLC	54,553	322	87	
Casio Computer Co., Ltd.	33,600	530	254	
Christian Dior	7,426	872	498	
Compagnie Financiere Richemont SA	72,477	3,911	1,703	
Compagnie Generale des Etablissements Michelin-Class B	20,061	1,689	1,293	
Compass Group PLC	259,619	1,565	1,569	
Crown, Ltd.	60,930	685	302	
Daihatsu Motor Co., Ltd.	27,000	303	288	
Daily Mail and General Trust NV-Class A	37,474	409	180	
DaimlerChrysler AG	119,844	8,167	5,431	
Daito Trust Construction Co., Ltd.	11,100	565	704	
Daiwa House Industry Co., Ltd.	70,000	943	824	
DeNa Co., Ltd.	41	267	158	
Denso Corp.	67,100	2,281	1,334	
Dentsu, Inc.	266	722	641	
Electrolux AB-Class B	34,839	710	363	
Esprit Holdings, Ltd.	144,300	1,490	1,009	
Fairfax Media Ltd.	185,448	653	258	
Fast Retailing Co., Ltd.	6,800	652	1,200	
Fiat SpA	96,921	1,818	762	
Fuji Heavy Industries, Ltd.	81,000	407	263	
Fuji Television Network, Inc.	85	160	148	
FUJIFILM Holdings Corp.	67,700	2,523	1,796	
Gestevisión Telecinco SA	14,248	288	185	
GKN PLC	98,819	557	167	
Hakuhodo DY Holdings, Inc.	3,280	216	217	
Harvey Norman Holdings, Ltd.	77,568	252	173	
Haseko Corp.	182,000	445	230	
Hennes & Mauritz AB-Class B	70,536	3,564	3,364	

MSCI EAFE EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost	Fair value	Percentage of net assets
		(in \$000s)	(in \$000s)	%
Hermes International	9,513	1,228	1,626	
Hikari Tsushin, Inc.	3,300	138	75	
Home Retail Group	120,877	839	448	
Honda Motor Co., Ltd.	229,700	7,742	5,962	
Husqvarna AB	41,955	450	270	
Inditex SA	30,383	1,380	1,633	
Intercontinental Hotels Group PLC	38,200	709	381	
Isetan Mitsukoshi Holdings, Ltd.-Class L	46,420	548	480	
Isuzu Motors, Ltd.	173,000	827	264	
ITV PLC	453,032	800	320	
Jardine Cycle & Carriage, Ltd.	18,419	189	150	
Jc Decaux SA	8,861	289	185	
Jupiter Telecommunications Co.	333	284	424	
Kingfisher PLC	335,724	1,211	802	
Ladbroke PLC	83,173	854	273	
Lagardere S.C.A.	17,095	1,222	851	
Li & Fung, Ltd.	313,000	919	662	
Lottomatica SpA	8,344	312	251	
Luxottica Group SpA	19,239	542	419	
LVMH Moet Hennessy Louis Vuitton SA	33,875	3,621	2,776	
M6-Metropole Television	8,734	256	207	
Makita Corp.	16,800	560	447	
Marks & Spencer Group PLC	219,722	1,845	834	
Marui Co., Ltd.	35,900	488	250	
Matsushita Electric Industrial Co., Ltd.	254,000	5,503	3,850	
Mazda Motor Corp.	126,000	652	256	
Mediaset SpA	106,994	1,146	745	
Mitsubishi Motors Corp.	497,000	878	826	
Modern Times Group AB-Class B	7,125	399	187	
Namco Bandai Holdings, Inc.	27,850	418	369	
Next PLC	27,242	780	520	
NGK Spark Plug Co., Ltd.	23,000	380	223	
NHK Spring Co., Ltd.	23,000	220	101	
Nikon Corp.	47,000	1,213	677	
Nissan Motor Co., Ltd.	313,600	3,310	1,367	
Nisshinbo Industries, Inc.	18,000	205	163	
Nitori Co, Ltd.	5,900	344	560	
NOK Corp.	15,000	344	128	
Nokian Renkaat OYJ	14,192	450	189	
Onward Kashiyama Co., Ltd.	17,000	255	163	
OPAP SA	30,793	1,168	1,142	
Oriental Land Co., Ltd.	7,200	468	724	
PagesJaunes SA	16,721	370	202	
Pearson PLC	112,407	1,588	1,278	
Peugeot SA	20,855	1,415	435	
Pirelli & C SpA	338,823	303	153	
Porsche AG Preferred	12,162	1,689	1,158	
PPR SA	10,847	1,397	867	
PT Multimedia-Servicos de Telecomunicacoes e Multimedia SGPS SA	23,005	274		

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 **BARCLAYS**
GLOBAL INVESTORS

MSCI EAFE EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Publicis Groupe	18,373	683	574	
Puma AG Rudolf Dassler Sport	1,009	322	244	
Rakuten, Inc.	899	559	698	
Reed Elsevier NV	86,633	1,600	1,252	
Reed Elsevier PLC	152,787	1,968	1,365	
Renault SA	25,641	2,760	816	
Sankyo Co., Ltd./Gunma	7,300	435	445	
Sanoma-WSOY Oyj-Class B	11,601	301	183	
Sanyo Electric Co., Ltd.	234,000	569	529	
Sega Sammy Holdings, Inc.	24,800	565	347	
Sekisui Chemical Co., Ltd.	61,000	466	462	
Sekisui House, Ltd.	61,000	753	643	
SES-FDR	39,535	995	938	
Shangri-La Asia, Ltd.	178,000	420	253	
Sharp Corp.	138,000	2,397	1,191	
Shimamura Co., Ltd.	2,900	268	272	
Shimano, Inc.	9,100	379	430	
Singapore Press Holdings, Ltd.	208,707	657	556	
Sky City Entertainment Group, Ltd.	70,950	204	160	
Societe Television Francaise 1	16,276	435	291	
Sodexo Alliance SA	13,234	781	893	
Sony Corp.	138,700	6,201	3,630	
Stanley Electric Co., Ltd.	20,500	445	259	
Sumitomo Rubber Industries, Inc.	24,400	244	258	
Suzuki Motor Corp.	48,500	1,281	805	
Swatch Group AG	7,155	323	229	
Swatch Group AG-Class B	4,438	979	750	
Tabcorp Holdings, Ltd.	71,487	888	418	
Takashimaya Co., Ltd.	40,000	480	365	
Tatts Group Ltd.	154,960	451	367	
Television Broadcasts, Ltd.	40,000	252	161	
Thomas Cook Group PLC	64,408	378	200	
Thomson Reuters PLC	24,557	757	656	
Toho Co., Ltd./Tokyo	15,800	329	410	
Tokyo Broadcasting System, Inc.	6,000	134	111	
Toyoda Gosei Co., Ltd.	9,400	260	133	
Toyota Boshoku Corp.	9,400	250	92	
Toyota Industries Corp.	24,600	920	633	
Toyota Motor Corp.	382,000	20,089	15,086	
TUI AG	30,171	710	413	
TUI Travel PLC	76,200	353	313	
United Business Media, Ltd.	31,479	335	279	
USS Co., Ltd.	3,430	243	221	
Valeo SA	10,217	425	185	
Vivendi SA	162,730	6,439	6,497	
Volkswagen AG	16,179	3,401	6,940	
Volkswagen AG Preferred	14,367	1,499	947	
Whitbread PLC	23,920	654	389	
Wolters Kluwer NV	37,542	939	867	
WPP PLC	154,355	1,835	1,088	

MSCI EAFE EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Yamada Denki Co., Ltd.	11,950	1,058	993	
Yamaha Corp.	23,900	494	267	
Yamaha Motor Co., Ltd.	27,500	626	349	
Yamato Kogyo Co., Ltd.	5,600	240	180	
Yue Yuen Industrial Holdings	88,000	277	213	
		176,167	130,164	9.6
Consumer Staples				
Aeon Co., Ltd.	87,900	1,610	1,063	
Ajinomoto Co., Inc.	92,000	1,038	1,215	
Aryzta AG	10,736	584	423	
Asahi Breweries, Ltd.	53,700	928	1,119	
Associated British Foods PLC	48,486	807	621	
Beiersdorf AG	12,222	827	884	
British American Tobacco PLC	263,460	8,505	8,394	
Cadbury PLC	187,812	2,397	2,010	
Carlsberg AS-Class B	9,665	911	382	
Carrefour SA	87,672	5,359	4,140	
Casino Guichard Perrachon SA	5,944	583	550	
Coca Cola Hellenic Bottling Co. SA	22,806	636	399	
Coca-Cola Amatil, Ltd.	76,040	551	592	
Coca-Cola West Japan Co., Ltd.	7,700	189	204	
Colruyt SA	2,313	526	608	
Danisco A/S	6,709	513	332	
Delhaize Group	13,907	1,063	1,055	
Diageo PLC	350,073	6,574	5,934	
Familymart Co., Ltd	8,300	309	440	
Foster's Group, Ltd.	265,729	1,329	1,235	
Golden Agri-Resources, Ltd.	682,000	487	137	
Goodman Fielder, Ltd.	187,953	306	212	
Groupe Danone	60,303	4,330	4,468	
Heineken Holding NV	15,016	750	526	
Heineken NV	34,012	1,653	1,278	
Henkel KGaA	17,655	759	578	
Henkel KGaA Preferred	24,636	1,061	969	
Imperial Tobacco Group PLC	140,325	5,350	4,553	
InBev NV	66,388	2,087	1,857	
Ito En, Ltd.	8,900	225	160	
J Front Retailing Co., Ltd.	70,600	494	350	
J Sainsbury PLC	145,612	1,035	849	
Japan Tobacco, Inc.	622	2,718	2,483	
Jeronimo Martins SGPS SA	31,056	283	212	
Kao Corp.	73,000	2,108	2,684	
Kerry Group PLC-Class A	19,445	571	437	
Kesko OYJ-Class B	9,081	346	276	
Kikkoman Corp.	22,000	272	313	
Kirin Holdings Co., Ltd.	109,000	1,615	1,734	
Koninklijke Ahold NV	166,758	2,219	2,515	
Lawson, Inc.	9,700	430	684	
Lifestyle International Holdings, Ltd.	91,500	206	113	

MSCI EAFE EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Lindt & Spruengli AG	15	482	374	
Lindt & Spruengli AG-PC	120	368	267	
Lion Nathan, Ltd.	39,974	309	281	
L'Oreal SA	33,785	3,596	3,612	
Meiji Dairies Corp.	35,000	217	228	
Metcash, Ltd.	105,817	404	387	
Metro AG	15,521	1,027	766	
Nestle SA	530,547	21,843	25,599	
Nippon Meat Packers, Inc.	26,000	362	476	
Nisshin Seifun Group, Inc.	24,000	285	379	
Nissin Food Products Co., Ltd.	11,300	381	477	
Olam International, Ltd.	171,432	290	169	
Parmalat SpA	229,485	868	456	
Pernod-Ricard	22,741	2,169	2,067	
Reckitt Benckiser Group PLC	83,338	4,003	3,788	
SABMiller PLC	126,990	2,885	2,621	
Sapporo Holdings, Ltd.	34,000	234	256	
Seven & I Holdings Co., Ltd.	112,720	3,750	4,636	
Shiseido Co., Ltd.	45,000	971	1,115	
Swedish Match AB	34,615	636	604	
Tate & Lyle PLC	62,221	634	443	
Tesco PLC	1,092,878	8,107	6,964	
Toyo Suisan Kaisha, Ltd.	12,000	243	421	
Uni-Charm Corp.	5,700	367	524	
Unilever NV	226,610	6,595	6,743	
Unilever PLC	179,067	5,218	5,018	
UNY Co., Ltd.	27,000	305	358	
William Morrison Supermarkets	337,545	1,923	1,669	
Wilmar International, Ltd.	116,000	408	276	
Woolworths, Ltd.	168,146	3,531	3,851	
Yakult Honsha Co., Ltd.	13,100	361	341	
Yamazaki Baking Co., Ltd.	17,000	176	319	
		137,492	134,473	9.9
Energy				
A P Moller-Maersk A/S	76	880	485	
Aker Kvaerner	22,383	541	176	
BG Group PLC	464,523	8,323	7,886	
BP PLC	2,598,335	31,453	24,235	
Cairn Energy PLC	17,889	1,112	640	
Caltex Australia, Ltd.	17,942	280	110	
Cosmo Oil Company, Ltd.	76,000	282	284	
EDP Renovaveis SA	30,451	220	261	
ENI SpA	360,745	12,182	10,196	
Frontline, Ltd.	7,280	464	257	
Fugro NV	7,952	510	280	
Galp Energia SGPS SA-Class B	26,894	367	331	
Hellenic Petroleum SA	17,360	261	157	
Idemitsu Kosan Co., Ltd.	2,900	299	223	
Inpex Holdings, Inc.	114	1,196	1,081	

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Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Japan Petroleum Exploration Co.	3,900	289	207	
Lundin Petroleum AB	29,952	387	191	
Mongolia Energy Co., Ltd.	235,000	196	89	
Neste Oil Oyj	17,679	566	319	
Nippon Mining Holdings, Inc.	120,000	908	618	
Nippon Oil Corp.	184,000	1,446	1,120	
OMV AG	22,998	1,583	733	
Origin Energy, Ltd.	121,503	1,233	1,663	
Repsol YPF SA	101,149	3,580	2,619	
Royal Dutch Shell PLC-Class A	491,396	18,837	15,708	
Royal Dutch Shell PLC-Class B	376,145	14,533	11,510	
Saipem	36,962	1,581	750	
Santos, Ltd.	83,645	1,138	1,068	
Saras SpA	46,479	236	192	
SBM Offshore NV	19,520	601	313	
SeaDrill, Ltd.	40,690	899	395	
Showa Shell Sekiyu KK	26,000	330	309	
Statoil ASA	177,191	5,522	3,558	
Technip SA	14,303	1,109	533	
Tenaris SA	65,778	813	819	
TonenGeneral Sekiyu KK	40,000	434	485	
Total SA	295,537	23,029	19,733	
Tullow Oil PLC	100,269	1,490	1,166	
Woodside Petroleum, Ltd.	66,411	2,962	2,092	
WorleyParsons, Ltd.	19,745	483	238	
		142,555	113,030	8.4
Financials				
3i Group PLC	51,747	1,017	250	
77 Bank, Ltd. (The)	49,000	344	320	
Acom Co., Ltd.	6,693	304	337	
Admiral Group PLC	25,777	487	407	
Aegon NV	192,537	2,833	1,490	
Aeon Credit Service Co., Ltd.	11,600	201	148	
Aeon Mall Co., Ltd.	9,100	299	212	
Aioi Insurance Co., Ltd.	64,000	353	399	
Alleanza Assicurazioni SpA	57,644	734	573	
Allianz AG	62,828	11,539	8,069	
Allied Irish Banks PLC	122,172	2,745	371	
Alpha Bank AE	52,369	1,511	527	
AMP, Ltd.	257,126	1,804	1,197	
Anglo American PLC	182,276	9,801	5,002	
Anglo Irish Bank Co. PLC	107,015	1,361	32	
Aozora Bank, Ltd.	96,000	261	107	
Ascendas Real Estate Investment Trust	145,350	241	171	
Assicurazioni Generali SpA	147,499	5,669	4,794	
ASX Ltd.	23,568	738	675	
Australia & New Zealand Banking Group, Ltd.	282,057	5,597	3,707	
Aviva PLC	367,356	4,702	2,543	
AXA Asia Pacific Holdings, Ltd.	115,747	567	490	

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AXA SA	213,675	7,512	5,806	
Baloise Holding AG	6,986	757	636	
Banca Cariage SpA	98,288	403	290	
Banca Monte dei Paschi di Siena SpA	341,860	1,208	899	
Banca Popolare di Milano Scrl	53,679	661	385	
Banco Bilbao Vizcaya Argentaria SA	494,928	10,594	7,355	
Banco Comercial Portugues SA-Class R	319,669	944	444	
Banco de Sabadell SA	126,764	1,207	1,053	
Banco de Valencia SA	29,127	362	375	
Banco Espirito Santo SA	31,141	550	349	
Banco Popolare Scarl	88,932	2,121	758	
Banco Popular Espanol SA	109,054	1,556	1,138	
Banco Santander Central Hispano SA	1,085,483	16,849	12,555	
Banco Santander SA	22,311	535	246	
Bank of East Asia, Ltd.	199,000	914	512	
Bank of Ireland	139,442	2,168	203	
Bank of Kyoto, Ltd. (The)	42,000	477	570	
Bank of Saga, Ltd. (The)	171,000	1,254	1,213	
Bankinter SA	36,289	522	393	
Barclays PLC	1,125,731	10,441	3,049	
Bendigo Bank, Ltd.	37,715	435	356	
BNP Paribas	113,971	11,240	5,889	
BOC Hong Kong Holdings, Ltd.	508,500	1,244	702	
British Land Co. PLC	70,535	1,377	690	
Capita Group PLC	87,549	1,042	1,140	
Capitaland, Ltd.	233,305	932	622	
CapitaMall Trust REIT	163,000	355	221	
CFS Retail Property Trust	233,819	425	370	
Cheung Kong Holdings, Ltd.	192,000	2,626	2,236	
Chiba Bank, Ltd. (The)	104,000	841	775	
Chinese Estates Holdings, Ltd.	136,000	220	191	
Chugoku Bank, Ltd.	23,000	348	431	
City Developments, Ltd.	68,000	537	371	
CNP-CIE Natl A Portefeuille	5,444	419	321	
CNP Assurances	5,088	567	446	
Commerzbank AG	93,845	3,118	1,081	
Commonwealth Bank of Australia	203,817	7,752	5,061	
Corio NV	6,090	479	344	
Credit Agricole SA	122,144	3,559	1,677	
Credit Saison Co., Ltd.	22,700	765	376	
Credit Suisse Group	148,922	8,010	4,923	
Criteria Caixacorp SA	114,502	728	546	
Daiwa Securities Group, Inc.	184,000	1,809	1,316	
Danske Bank A/S	63,009	2,339	752	
DB RREEF Trust	467,252	611	318	
DBS Group Holdings, Ltd.	158,000	2,086	1,139	
DBS Group Holdings, Ltd. Rights, Expires: 01/16/09	79,000	0	203	
Deutsche Bank AG	74,901	8,034	3,593	
Deutsche Boerse AG	26,862	2,654	2,336	
Deutsche Postbank AG	13,394	1,014	361	

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Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Dexia	72,616	1,572	396	
DnB Nor ASA	100,848	1,309	476	
EFG Eurobank Ergasias SA	43,799	1,194	382	
EFG International	7,589	269	146	
Eiffage SA	5,193	435	332	
Erste Bank der Oesterreichischen Sparkassen AG	25,961	1,664	703	
Fondiaria-Sai SpA	10,030	382	220	
Fortis	306,538	7,636	480	
Fortis Rights, Expires: 07/01/14	306,538	0	0	
Friends Provident PLC	316,361	949	483	
Fukuoka Financial Group, Inc.	105,000	643	549	
Gecina SA	2,255	308	193	
GPT Group	615,378	1,153	482	
Groupe Bruxelles Lambert SA	11,161	1,312	1,089	
Gunma Bank, Ltd.	55,000	390	422	
Hachijuni Bank (The), Ltd.	60,000	436	418	
Hammerson PLC	39,380	840	374	
Hang Lung Group, Ltd.	118,000	593	439	
Hang Lung Properties, Ltd.	287,000	841	768	
Hang Seng Bank, Ltd.	105,800	1,877	1,714	
Hannover Rueckversicherung AG	8,264	440	319	
HBOS PLC	748,568	8,253	917	
HBOS PLC Rights, Expires: 01/06/09	1,035,943	0	0	
Henderson Land Development	147,778	912	676	
Hiroshima Bank (The), Ltd.	70,000	385	369	
Hokuhoku Financial Group, Inc.	166,000	586	468	
Hong Kong Exchanges and Clearing, Ltd.	141,000	1,590	1,653	
HSBC Holdings PLC	1,669,512	29,792	19,617	
Hypo Real Estate Holding AG	21,909	756	112	
Hysan Development Co., Ltd.	81,000	235	159	
Icade	2,688	402	272	
ICAP PLC	70,652	676	358	
IFIL Investments SpA	44,235	372	139	
ING Groep NV	275,852	9,563	3,470	
Insurance Australia Group, Ltd.	261,212	1,141	863	
Intesa Sanpaolo SpA	1,063,409	6,845	4,521	
Intesa Sanpaolo SpA RNC	120,640	730	367	
Investec PLC	55,645	542	281	
Investor AB-Class B	62,709	1,442	1,145	
Iyo Bank, Ltd.	34,000	412	513	
Jafco Co., Ltd.	4,600	239	141	
Japan Prime Realty Investment Corp. REIT	81	275	232	
Japan Real Estate Investment Corp. REIT	58	632	628	
Japan Retail Fund Investment Corp. REIT	50	370	262	
Joyo Bank, Ltd. (The)	98,000	576	677	
Julius Baer Holding AG	29,884	2,216	1,383	
Jyske Bank	7,069	486	198	
KBC Ancora	4,338	422	91	
KBC Groep NV	22,084	2,502	811	
Kerry Properties, Ltd.	87,000	463	285	

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Security	Holdings	Average cost	Fair value	Percentage of net assets
		(in \$000s)	(in \$000s)	%
Klepierre	11,596	536	331	
Land Securities Group PLC	63,529	1,950	1,038	
Legal & General Group PLC	813,681	1,986	1,096	
Lend Lease Corp, Ltd.	49,799	566	300	
Leopalace21 Corp.	16,800	391	205	
Liberty International PLC	34,509	719	293	
Link REIT	315,000	720	641	
Lloyds TSB Group PLC	825,900	7,139	1,846	
Lloyds TSB Group PLC Rights, Expires: 01/06/09	359,018	0	0	
London Stock Exchange Group PLC	20,923	411	189	
Macquarie Goodman Group	366,255	974	229	
Macquarie Group, Ltd.	40,478	2,115	1,004	
Macquarie Office Trust NPV	561,927	349	116	
Man Group PLC	237,356	2,438	991	
Mapfre SA	92,987	450	381	
Marfin Investment Group SA	82,542	776	415	
Matsui Securities Co., Ltd.	16,900	136	170	
Mediobanca SpA	67,921	1,365	844	
Mediolanum SpA	28,695	181	150	
Millea Holdings, Inc.	94,500	3,634	3,307	
Mirvac Group	225,083	595	242	
Mitsubishi Estate Co., Ltd.	163,000	3,717	3,212	
Mitsubishi UFJ Financial Group, Inc.	1,521,460	16,445	11,375	
Mitsubishi UFJ Lease & Finance Co., Ltd.	8,130	365	243	
Mitsui Fudosan Co., Ltd.	115,000	2,508	2,287	
Mitsui Sumitomo Insurance Group Holdings, Inc.	52,400	1,861	1,973	
Mitsui Trust Holdings, Inc.	136,000	1,172	796	
Mizuho Financial Group, Inc.	1,354	8,232	4,752	
Mizuho Trust & Banking Co., Ltd.	210,000	374	317	
Muenchener Rueckversicherungs AG	28,746	4,843	5,397	
National Australia Bank, Ltd.	258,336	6,932	4,632	
National Bank of Greece SA	68,711	3,214	1,387	
Natixis	135,665	1,137	288	
New World Development, Ltd.	331,000	657	410	
Nippon Building Fund, Inc. REIT	71	848	933	
Nipponkoa Insurance Co., Ltd.	90,000	794	837	
Nishi-Nippon City Bank, Ltd. (The)	96,000	399	332	
Nissay Dowa General Insurance Co.	24,000	136	179	
Nomura Holdings, Inc.	243,700	4,164	2,409	
Nomura Real Estate Holdings, Inc.	6,700	210	160	
Nomura Real Estate Office Fund, Inc. REIT	39	331	307	
Nordea Bank AB	287,694	4,018	2,457	
NTT Urban Development Corp.	183	264	237	
OKO Bank-Class A	17,162	303	287	
Old Mutual PLC	688,298	2,029	672	
ORIX Corp.	12,540	2,517	849	
Oversea-Chinese Banking Corp.	347,000	1,881	1,484	
Pargesa Holding SA	3,715	428	291	
Perpetual Ltd.	4,946	267	149	
Piraeus Bank SA	43,110	1,236	423	

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Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Promise Co., Ltd.	8,500	339	260	
Prudential PLC	344,891	4,076	2,540	
QBE Insurance Group, Ltd.	136,029	2,841	3,003	
Raiffeisen International Bank Holding AG	7,374	865	249	
Resona Holdings, Inc.	712	1,629	1,300	
Royal & Sun Alliance Insurance Group	452,530	1,343	1,109	
Royal Bank of Scotland Group PLC	2,454,421	15,857	2,143	
Sampo Oyj	59,376	1,454	1,349	
Sapporo Hokuyo Holdings, Inc.	40	383	190	
SBI Holdings, Inc.	2,355	802	435	
Schroders PLC	16,885	344	257	
SCOR	23,638	621	658	
Segro PLC	60,808	699	267	
Seven Bank, Ltd.	59	265	276	
Shinko Securities Co., Ltd.	68,000	262	177	
Shinsei Bank, Ltd.	214,000	926	402	
Shizuoka Bank, Ltd. (The)	84,000	922	1,176	
Singapore Exchange, Ltd.	117,000	476	508	
Sino Land Co.	232,000	462	296	
Skandinaviska Enskilda Banken AB-Class A	63,528	1,474	600	
SNS Reaal	18,187	393	122	
Societe Generale-Class A	65,974	7,944	4,076	
Sompo Japan Insurance, Inc.	115,000	1,347	1,002	
Sony Financial Holdings, Inc.	119	450	545	
Standard Chartered PLC	264,297	7,685	4,034	
Standard Life PLC	301,832	1,560	1,071	
Stockland	202,636	1,173	698	
Sumitomo Mitsui Financial Group, Inc.	926	8,383	4,742	
Sumitomo Realty & Development Co., Ltd.	53,000	1,217	948	
Sumitomo Trust & Banking Co., Ltd. (The)	197,000	1,656	1,384	
Sun Hung Kai Properties, Ltd.	198,000	2,666	2,037	
Suncorp-Metway, Ltd.	131,777	2,049	947	
Suruga Bank, Ltd.	31,000	402	370	
Svenska Handelsbanken-Class A	63,342	1,725	1,241	
Swedbank AB	49,419	1,231	343	
Swire Pacific, Ltd.-Class A	113,500	1,253	965	
Swiss Life Holding	4,806	1,277	404	
Swiss Reinsurance	46,471	3,628	2,649	
T&D Holdings, Inc.	27,050	1,758	1,359	
Takefuji Corp.	14,590	688	143	
Tokyo Tatemono Co., Ltd.	39,000	322	214	
Tokyu Land Corp.	63,000	466	287	
Topdanmark A/S	2,151	295	340	
TrygVesta AS	3,844	281	288	
UBS AG	407,986	14,398	6,985	
Unibail	11,283	2,600	2,057	
UniCredito Italiano SpA	1,568,625	10,846	4,603	
Unione Di Banche Italiane SCPA	83,906	2,283	1,490	
Unipol Gruppo Finsnzionario SpA	97,468	277	183	
Unipol Gruppo Finsnzionario SpA Preferred	130,565	363	171	

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Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
United Overseas Bank, Ltd.	167,679	2,156	1,853	
United Overseas Land, Ltd.	74,000	174	139	
Wendel	3,821	509	229	
Westfield Group	242,593	3,943	2,704	
Westpac Banking Corp	388,720	7,900	5,648	
Wharf Holdings, Ltd.	193,000	813	652	
Wheelock & Co., Ltd.	128,000	383	342	
Wiener Staetdtische Allgemeine Versicherung AG	5,333	385	222	
Wing Hang Bank, Ltd.	24,500	282	174	
Yamaguchi Financial Group, Inc.	29,000	404	393	
Zurich Financial Services AG	19,618	5,120	5,161	
		514,205	303,103	22.4
Health Care				
Actelion, Ltd.	13,603	679	937	
Alfresa Holdings Corp.	4,700	296	274	
Astellas Pharma, Inc.	66,100	2,915	3,259	
AstraZeneca PLC	201,324	10,508	10,027	
Bayer AG	106,133	7,242	7,524	
Celesio AG	11,728	560	387	
Chugai Pharmaceutical Co., Ltd.	30,500	582	713	
Cie Generale d'Optique Essilor International SA	27,861	1,568	1,604	
Cochlear, Ltd.	7,674	348	359	
Coloplast A/S-Class B	3,469	285	292	
CSL, Ltd., Australia	82,748	2,105	2,400	
Daiichi Sankyo Co., Ltd.	96,481	2,698	2,753	
Dainippon Sumitomo Pharma Co., Ltd.	21,000	183	237	
Eisai Co., Ltd.	34,800	1,503	1,749	
Elan Corp. PLC	65,205	1,316	476	
Fresenius Medical Care AG & Co. KGaA	26,409	1,300	1,526	
Fresenius SE	3,812	340	233	
Fresenius SE Preferred	11,161	950	786	
Getinge AB	28,458	578	414	
GlaxoSmithKline PLC	724,504	19,456	16,498	
Grifols SA	17,406	514	367	
Hisamitsu Pharmaceutical Co.	9,200	384	457	
Kyowa Hakko Kogyo Co., Ltd.	36,000	369	455	
Lonza Group AG	6,920	769	783	
Mediceo Paltac Holdings Co., Ltd.	19,700	332	286	
Merck KGaA	8,940	1,100	988	
Mitsubishi Tanabe Pharma Corp.	31,000	406	568	
Nobel Biocare Holding AG	16,274	780	404	
Novartis AG	329,510	19,374	20,141	
Novo-Nordisk A/S-Class B	61,807	3,138	3,862	
Olympus Corp.	32,000	1,025	757	
ONO Pharmaceutical Co., Ltd.	13,500	745	855	
Orion OYJ-Class B	12,677	286	262	
Parkway Holdings, Ltd.	155,859	242	166	
Roche Holding AG	97,280	17,576	18,335	
Sanofi-Aventis	145,783	12,797	11,358	

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Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Santen Pharmaceutical Co., Ltd.	10,500	290	388	
Shionogi & Co., Ltd.	42,000	803	1,304	
Shire, Ltd.	78,870	1,341	1,415	
Smith & Nephew PLC	123,115	1,409	958	
Sonic Healthcare, Ltd.	50,307	640	628	
Sonova Holding AG	6,476	505	451	
Straumann Holding AG	1,136	313	224	
Suzuken Co., Ltd.	10,100	373	364	
Synthes, Inc.	8,198	1,127	1,268	
Taisho Pharmaceutical Co., Ltd.	18,000	367	465	
Takeda Pharmaceutical Co., Ltd.	113,300	6,881	7,128	
Terumo Corp.	23,300	1,072	1,317	
Tsumura & Co.	8,300	329	375	
UCB SA	13,923	769	557	
William Demant Holding	3,139	224	158	
		131,692	129,492	9.6
Industrials				
ABB, Ltd.	303,818	6,191	5,487	
Abertis Infraestructuras SA	36,800	983	796	
Acciona SA	3,928	796	599	
ACS Actividades Cons y Serv	25,690	1,188	1,439	
Adecco SA	16,978	972	705	
ADP	4,248	469	353	
Air France-KLM	18,389	502	289	
Alfa Laval AB	51,715	571	537	
All Nippon Airways Co., Ltd.	91,000	362	436	
Alstom	29,257	2,420	2,107	
Amada Co., Ltd.	51,000	462	299	
Amec PLC	46,127	592	401	
Antofagasta PLC	53,699	744	400	
AP Moller-Maersk A/S	153	1,737	988	
Asahi Glass Co., Ltd.	140,000	1,745	957	
Asciano Group	77,510	507	100	
Assa Abloy AB-Class B	42,239	738	582	
Atlantia SpA	35,640	1,081	802	
Atlas Copco AB-Class A	93,421	1,320	973	
Atlas Copco AB-Class B	54,622	737	501	
Auckland International Airport, Ltd.	134,297	221	153	
BAE Systems PLC	487,556	4,146	3,236	
Balfour Beatty PLC	64,865	525	379	
Bouygues	33,323	2,208	1,724	
Brambles Industries PLC	195,313	1,632	1,236	
Brisa	41,158	472	378	
British Airways PLC	78,433	468	249	
Bunzl PLC	45,419	590	475	
Cathay Pacific Airways, Ltd.	163,000	363	226	
Central Japan Railway Co.	217	2,301	2,296	
Cie de Saint-Gobain	40,240	2,996	2,320	
Cintra Concesiones de Infraestructuras de Transporte SA	34,362	421	313	

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Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Cobham PLC	154,256	582	561	
ComfortDelgro Corp., Ltd.	259,119	300	322	
Cosco Corp. Singapore, Ltd.	117,000	214	95	
CSR, Ltd.	177,803	409	268	
Dai Nippon Printing Co., Ltd.	85,000	1,406	1,126	
Daikin Industries, Ltd.	36,500	1,419	1,146	
Deutsche Lufthansa AG	32,307	710	630	
Deutsche Post AG	116,702	3,376	2,369	
DSV A/S	26,067	492	337	
East Japan Railway Co.	475	3,700	4,457	
European Aeronautic Defense and Space Co.	46,736	1,378	962	
Experian Ltd.	141,766	1,829	1,075	
Fanuc, Ltd.	26,500	2,477	2,266	
Finmeccanica SpA	56,625	1,336	1,058	
FirstGroup PLC	66,617	674	501	
FLSmidth & Co. A/S-Class B	7,246	588	295	
Fomento de Construcciones Y Contratas SA	5,861	369	235	
Fraport AG	5,133	355	270	
Fraser and Neave, Ltd.	134,745	419	341	
Fuji Electric Holdings Co., Ltd.	75,000	332	136	
Furukawa Electric Co., Ltd. (The)	93,000	517	542	
Gamesa Corp. Tecnologica SA	25,524	927	557	
GEA Group AG	20,498	720	434	
Geberit AG	5,451	708	715	
Genting International PLC	379,000	175	146	
Group 4 Securicor PLC	173,989	682	625	
Grupo Ferrovial SA	8,602	643	289	
Hamburger Hafen und Logistik AG	3,626	273	147	
Hankyu Holdings, Inc.	168,200	901	1,180	
Hays PLC	195,488	459	239	
Hino Motors, Ltd.	33,000	219	81	
Hitachi Construction Machinery Co., Ltd.	14,700	397	207	
Hitachi High-Technologies Corp.	11,300	273	217	
Hochtief AG	5,719	457	349	
Hong Kong Aircraft Engineerg Co., Ltd.	8,800	224	88	
Hopewell Holdings, Ltd.	84,000	312	337	
Hutchison Whampoa, Ltd.	294,000	3,146	1,817	
Iberia Lineas Aereas de Espana	69,000	233	233	
IHI Corp.	183,000	437	279	
Imi PLC	43,837	423	209	
Independent Tankers Corp., Ltd.	1	0	0	
Invensys PLC	108,707	520	331	
Itochu Corp.	208,000	1,933	1,255	
Japan Airlines Corp.	120,000	290	345	
Japan Steel Works, Ltd. (The)	49,000	654	819	
JGC Corp.	30,000	578	533	
JS Group Corp.	36,300	681	682	
JTEKT Corp.	27,100	490	251	
Kajima Corp.	115,000	494	482	
Kamigumi Co., Ltd.	37,000	306	401	

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Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Kawasaki Heavy Industries, Ltd.	208,000	643	507	
Kawasaki Kisen Kaisha, Ltd.	83,000	746	466	
Keihin Electric Express Railway Co., Ltd.	59,000	426	639	
Keio Corp.	80,000	495	583	
Keisei Electric Railway Co., Ltd.	36,000	230	271	
Keppel Corp., Ltd.	173,000	1,139	642	
Kinden Corp.	18,000	174	198	
Kintetsu Corp.	225,000	815	1,265	
Komatsu, Ltd.	124,400	2,734	1,894	
Kone Oyj	21,121	621	563	
Koninklijke Boskalis Westminster NV	7,773	491	217	
Kubota Corp.	151,000	1,209	1,300	
Kuehne & Nagel International AG	7,350	606	576	
Kurita Water Industries, Ltd.	15,300	444	495	
Legrand SA	12,493	350	293	
Leighton Holdings, Ltd.	20,622	658	490	
Macquarie Airports	91,385	269	185	
Macquarie Infrastructure Group	332,611	958	475	
Man AG	14,765	1,420	996	
Marubeni Corp.	228,000	1,527	1,037	
Matsushita Electric Works, Ltd.	51,000	572	540	
Meggitt PLC	92,614	501	263	
Metso Oyj	17,377	723	252	
Minebea Co., Ltd.	47,000	278	195	
Mitsubishi Corp.	187,200	5,029	3,156	
Mitsubishi Electric Corp.	267,000	2,393	2,007	
Mitsubishi Heavy Industries, Ltd.	448,000	2,115	2,404	
Mitsubishi Logistics Corp.	15,000	214	228	
Mitsui & Co., Ltd.	242,000	4,422	2,969	
Mitsui Engineering & Shipbuilding Co., Ltd.	99,000	328	200	
Mitsui OSK Lines, Ltd.	158,000	1,831	1,166	
MTR Corp.	191,000	557	545	
National Express Group PLC	18,360	367	161	
Neptune Orient Lines, Ltd.	63,603	150	61	
NGK Insulators, Ltd.	35,000	607	471	
Nippon Express Co., Ltd.	109,000	598	554	
Nippon Sheet Glass Co., Ltd.	85,000	437	336	
Nippon Yusen KK	153,000	1,288	1,131	
Noble Group, Ltd.	217,800	282	190	
NSK, Ltd.	60,000	496	270	
NTN Corp.	59,000	448	213	
NWS Holdings, Ltd.	115,000	352	211	
Obayashi Corp.	84,000	515	606	
OC Oerlikon Corp. AG	922	267	74	
Odakyu Electric Railway Co., Ltd.	87,000	587	928	
Orient Overseas International, Ltd.	28,000	155	77	
Orkla ASA	113,111	1,343	887	
Pacific Basin Shipping, Ltd.	232,000	408	130	
Q-Cells AG	8,118	914	349	
Qantas Airways, Ltd.	126,695	439	285	

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Randstad Holdings NV	13,511	573	336	
Renewable Energy Corp. AS	20,465	655	233	
Rolls-Royce Group PLC	252,060	2,057	1,485	
Ryanair Holdings PLC	4,042	20	21	
Ryanair Holdings PLC, Sponsored ADR	5,608	216	201	
Sacyr Vallehermoso SA	10,043	292	110	
Safran SA	25,821	581	431	
Sandvik AB	139,797	1,967	1,067	
Scania AB-Class B	48,646	744	590	
Schindler Holding AG	6,934	433	374	
Schneider Electric SA	30,827	3,432	2,804	
Secom Co., Ltd.	29,500	1,548	1,828	
Securitas AB-Class B	43,546	680	433	
SembCorp Industries, Ltd.	138,736	419	276	
SembCorp Marine, Ltd.	117,581	273	169	
Serco Group PLC	67,671	498	536	
SGS SA	648	783	827	
Shimadzu Corp.	35,000	366	265	
Shimizu Corp.	82,000	480	578	
Siemens AG	120,466	13,058	10,890	
Singapore Airlines, Ltd.	73,671	789	711	
Singapore Technologies Engineering, Ltd.	189,297	409	384	
Skanska AB-Class B	51,248	876	620	
SKF AB	53,316	916	639	
SMC Corp./Japan	7,900	1,032	976	
Smiths Group PLC	53,447	1,357	838	
Societe BIC SA	3,635	226	256	
Societe des Autoroutes Paris-Rhin-Rhone	3,155	257	269	
Sojitz Corp.	169,300	689	339	
Solarworld AG	11,466	508	293	
Stagecoach Group PLC	74,383	349	182	
Strabad SE	6,984	534	192	
Sulzer AG	3,788	405	253	
Sumitomo Corp.	156,200	2,149	1,659	
Sumitomo Electric Industries, Ltd.	103,800	1,487	960	
Sumitomo Heavy Industries, Ltd.	80,000	644	381	
Taisei Corp.	136,000	481	452	
Thales SA	12,093	669	616	
THK Co., Ltd.	16,400	388	208	
TNT NV	52,560	1,930	1,241	
Tobu Railway Co., Ltd.	113,000	570	820	
Tokyu Corp.	158,000	965	962	
Toll Holdings, Ltd.	91,562	849	484	
Tomkins PLC	117,542	529	256	
Toppan Printing Co., Ltd.	73,000	820	674	
Toto, Ltd.	37,000	319	281	
Toyota Tsusho Corp.	28,900	701	371	
Transurban Group	168,237	975	778	
Ushio, Inc.	16,900	349	270	
Vallourec	7,357	2,132	1,022	

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Vestas Wind Systems A/S	26,196	2,017	1,833	
Vinci SA	58,050	3,545	2,970	
Volvo AB-Class A	61,448	334	414	
Volvo AB-Class B	151,010	1,944	1,009	
Wartsila Oyj-Class B	11,414	651	412	
Wesfarmers, Ltd.	89,128	2,889	1,379	
Wesfarmers, Ltd.-PPS	19,708	660	304	
West Japan Railway Co.	241	1,147	1,342	
Wienerberger AG	11,426	510	237	
Wolseley PLC	91,137	1,583	618	
Yamato Holdings Co., Ltd.	54,000	851	848	
Zardoya Otis SA	17,615	533	384	
Zodiac SA	5,683	314	252	
		195,825	150,770	11.1
Information Technology				
Advantest Corp.	20,500	750	399	
Alcatel-Lucent	320,792	3,350	844	
Alps Electric Co., Ltd.	23,800	308	139	
ASM Pacific Technology	26,000	173	104	
ASML Holding NV	59,752	1,534	1,302	
Atos Origin	9,491	642	289	
Brother Industries, Ltd.	32,400	446	233	
Canon, Inc.	148,550	7,175	5,563	
CapGemini SA	18,936	1,082	894	
Citizen Watch Co., Ltd.	43,900	396	190	
Computershare, Ltd.	64,943	506	429	
Dassault Systemes SA	8,765	529	477	
Elpida Memory, Inc.	15,100	564	111	
Foxconn International Holdings, Ltd.	304,000	635	124	
Fujitsu, Ltd.	257,000	1,968	1,498	
Hirose Electric Co., Ltd.	4,300	517	528	
Hitachi, Ltd.	466,000	3,406	2,189	
Hoya Corp.	57,200	1,812	1,198	
Ibiden Co., Ltd.	18,500	882	458	
Indra Sistemas SA	13,582	347	376	
Infineon Technologies AG	103,649	1,034	169	
Itochu Techno-Science Corp.	3,900	148	114	
Keyence Corp.	5,220	1,291	1,290	
Kingboard Chemical Holdings, Ltd.	72,000	299	157	
Konami Corp.	14,000	430	431	
Konica Minolta Holdings, Inc.	67,000	948	620	
Koninklijke (Royal) Philips Electronics NV	139,813	4,977	3,318	
Kyocera Corp.	22,500	2,037	1,937	
LogicaCMG PLC	202,801	604	245	
Logitech International SA	24,564	644	466	
Mabuchi Motor Co., Ltd.	4,000	236	201	
Millicom International Cellular SA, SDR	9,710	1,040	538	
Mitsumi Electric Co., Ltd.	11,000	268	228	
Murata Manufacturing Co., Ltd.	29,500	1,751	1,402	

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NEC Corp.	265,000	1,470	1,072	
NEC Electronics Corp.	5,400	153	62	
Neopost SA	4,317	514	480	
Nidec Corp.	15,700	1,103	729	
Nintendo Co., Ltd.	13,700	5,028	6,287	
Nippon Electric Glass Co., Ltd.	49,000	772	309	
Nokia OYJ	526,860	13,107	10,036	
Nomura Research Institute, Ltd.	15,900	427	366	
NTT Data Corp.	174	794	844	
Obic Co., Ltd.	1,100	217	219	
Omron Corp.	28,700	700	468	
Oracle Corp. Japan	5,500	263	290	
Otsuka Corp.	2,100	219	116	
Ricoh Co., Ltd.	93,000	1,745	1,413	
Rohm Co., Ltd.	13,900	1,198	850	
Sage Group PLC	181,451	818	547	
SAP AG	121,649	6,579	5,215	
Seiko Epson Corp.	17,400	507	333	
Shinko Electric Industries	8,100	182	79	
Square Enix Co., Ltd.	9,000	290	351	
STMicroelectronics NV	95,245	1,530	781	
Sumco Corp.	17,900	544	270	
TDK Corp.	16,900	1,267	741	
Telefonaktiebolaget LM Ericsson-Class B	409,484	6,535	3,752	
Tokyo Electron, Ltd.	23,800	1,566	998	
Toshiba Corp.	432,000	2,859	2,147	
Trend Micro, Inc.	15,500	571	650	
Yahoo! Japan Corp.	2,034	1,022	1,011	
Yaskawa Electric Corp.	35,000	356	169	
Yokogawa Electric Corp.	30,400	396	237	
		95,461	69,283	5.1
Materials				
Acerinox SA	19,950	420	389	
Air Liquide	34,627	3,978	3,889	
Akzo Nobel NV	33,000	2,133	1,667	
Alumina, Ltd.	202,042	774	236	
Amcor, Ltd.	115,833	675	569	
ArcelorMittal	120,174	7,728	3,526	
Asahi Kasei Corp.	163,000	982	863	
BASF AG	130,659	7,385	6,159	
BHP Billiton PLC	306,854	8,118	6,988	
BHP Billiton, Ltd.	465,058	13,549	12,168	
BlueScope Steel, Ltd.	105,173	915	315	
Boral, Ltd.	79,669	495	317	
Cimpor Cimentos de Portugal SA	38,783	282	231	
CRH PLC	74,898	2,531	2,313	
Daicel Chemical Industries, Ltd.	36,000	249	206	
Daido Steel Co., Ltd.	41,000	290	148	
Dainippon Ink & Chemical, Inc.	83,000	294	209	

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Denki Kagaku Kogyo KK	68,000	284	200	
Dowa Mining Co., Ltd.	38,000	325	167	
Eramet	706	645	167	
Eurasian Natural Resources	43,856	897	257	
Fletcher Building, Ltd.	70,223	454	291	
Fortescue Metals Group, Ltd.	170,534	882	283	
Givaudan	902	797	869	
Heidelbergcement AG	3,407	496	186	
Hitachi Chemical Co., Ltd.	14,300	330	180	
Hitachi Metals, Ltd.	22,000	329	122	
Holcim, Ltd.	27,259	2,324	1,903	
Holmen AB-Class B	7,468	272	225	
Imerys SA	3,935	321	217	
Incitec Pivot, Ltd.	229,245	1,340	485	
Italcementi SpA	10,410	198	161	
Italcementi SpA-RNC	13,445	189	112	
James Hardie Industries NV	61,243	393	246	
JFE Holdings, Inc.	72,300	3,260	2,299	
Johnson Matthey PLC	29,927	871	581	
JSR Corp.	24,500	585	331	
K+S AG	20,541	1,668	1,419	
Kaneka Corp.	40,000	372	309	
Kansai Paint Co., Ltd.	28,000	209	173	
Kazakhmys PLC	29,669	884	120	
Kobe Steel, Ltd.	372,000	1,145	816	
Koninklijke DSM	18,436	955	580	
Kuraray Co., Ltd.	47,000	554	437	
Lafarge SA	17,625	2,426	1,311	
Linde AG	18,495	2,244	1,922	
Lonmin PLC	16,368	845	265	
Maruichi Steel Tube, Ltd.	4,900	163	164	
Mitsubishi Chemical Holdings Corp.	176,500	1,224	942	
Mitsubishi Gas Chemical Co., Inc.	55,000	456	270	
Mitsubishi Materials Corp.	158,000	705	476	
Mitsubishi Rayon Co., Ltd.	76,000	379	275	
Mitsui Chemicals, Inc.	89,000	597	394	
Mitsui Mining & Smelting Co., Ltd.	83,000	394	211	
Newcrest Mining, Ltd.	63,767	1,482	1,811	
Nippon Paper Group, Inc.	123	425	600	
Nippon Steel Corp.	716,000	3,450	2,828	
Nissan Chemical Industries, Ltd.	19,000	255	219	
Nisshin Steel Co., Ltd.	102,000	360	250	
Nitto Denko Corp.	22,500	1,251	518	
Norsk Hydro ASA	94,835	2,032	465	
Novozymes A/S-Class B	6,298	522	605	
Nufarm, Ltd.	19,506	142	173	
Oji Paper Co., Ltd.	117,000	630	836	
OneSteel, Ltd.	113,444	606	238	
Orica, Ltd.	50,454	1,074	604	
OSAKA Titanium technologies Co., Ltd.	2,300	185	69	

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Outokumpu OYJ	16,103	474	225	
Oxiana, Ltd.	403,894	1,064	191	
Prysmian SpA	15,310	380	292	
Rautaruukki OYJ	11,453	412	239	
Rexam PLC	89,326	839	553	
Rio Tinto PLC	137,838	10,760	3,609	
Rio Tinto, Ltd.	39,257	3,366	1,284	
Salzgitter AG	5,241	687	495	
Shin-Etsu Chemical Co., Ltd.	57,400	3,416	3,174	
Showa Denko KK	161,000	557	276	
Sims Group, Ltd.	20,858	648	306	
Solvay SA	8,158	1,119	743	
Ssab Svenskt Stal AB-Class A	24,594	596	261	
Ssab Svenskt Stal AB-Class B	11,487	260	113	
Stora Enso Oyj-Class R	81,467	1,090	772	
Sumitomo Chemical Co., Ltd.	226,000	1,551	923	
Sumitomo Metal Industries, Ltd.	533,000	2,251	1,568	
Sumitomo Metal Mining Co., Ltd.	77,000	1,121	988	
Svenska Cellulosa AB-Class B	77,330	1,169	806	
Syngenta AG	13,397	2,916	3,112	
Taiheiyo Cement Corp.	127,000	417	292	
Taiyo Nippon Sanso Corp.	38,000	314	351	
Teijin, Ltd.	124,000	641	422	
ThyssenKrupp AG	49,782	2,198	1,639	
Titan Cement Co. SA	8,120	369	190	
Tokuyama Corp.	32,000	331	325	
Tokyo Steel Manufacturing Co., Ltd.	14,300	212	181	
Toray Industries, Inc.	185,000	1,205	1,134	
Tosoh Corp.	68,000	326	200	
Toyo Seikan Kaisha, Ltd.	24,000	450	496	
Ube Industries, Ltd.	137,000	455	461	
Umicore	16,949	650	402	
UPM-Kymmene Oyj	71,721	1,492	1,108	
Vedanta Resources PLC	19,610	887	213	
Voestalpine AG	15,703	894	404	
Wacker Chemie AG	2,147	498	276	
Xstrata PLC	87,533	5,020	994	
Yara International ASA	26,363	1,224	690	
		145,883	98,483	7.3
Telecommunication Services				
Belgacom SA	23,333	1,007	1,094	
BT Group PLC	1,070,362	5,007	2,569	
Cable & Wireless PLC	347,684	1,102	958	
Deutsche Telekom AG	393,934	7,568	7,253	
Elisa OYJ.-Class A	19,240	463	406	
Eurazeo	3,535	423	202	
Eutelsat Communications	12,227	361	354	
France Telecom SA	254,069	7,997	8,702	
Hellenic Telecommunications Organization SA	37,314	993	740	

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Hutchison Telecommunications International, Ltd.	235,000	359	76	
Iliad SA	2,268	227	240	
KDDI Corp.	409	2,722	3,520	
Mobistar SA	4,298	372	380	
Nippon Telegraph & Telephone Corp.	717	3,710	4,570	
NTT DoCoMo, Inc.	2,168	3,758	5,187	
PCCW, Ltd.	507,000	345	298	
Portugal Telecom SGPS SA	84,744	1,040	882	
Royal KPN NV	249,017	3,759	4,436	
Singapore Telecommunications, Ltd.	1,100,572	2,600	2,405	
Softbank Corp.	105,700	2,229	2,303	
Swisscom AG	3,399	1,247	1,338	
Tele2 AB-Class B	41,527	679	446	
Telecom Corp. of New Zealand, Ltd.	248,437	908	410	
Telecom Italia SpA	1,388,799	3,903	2,743	
Telecom Italia-RNC	830,034	1,918	1,120	
Telefonica SA	586,469	14,122	15,941	
Telekom Austria AG	48,387	1,186	864	
Telenor ASA	116,396	1,923	950	
TeliaSonera AB	314,657	2,336	1,906	
Telstra Corp., Ltd.	603,820	2,361	1,985	
United Internet AG	17,581	362	188	
Vodafone Group PLC	7,309,833	22,871	18,028	
		99,858	92,494	6.8
Utilities				
A2A SpA	169,306	633	372	
AGL Energy Ltd.	61,386	816	804	
BKW FMB Energie AG	2,210	253	251	
British Energy Group PLC	143,609	1,805	1,968	
Centrica PLC	705,322	3,699	3,308	
Cheung Kong Infrastructure Holdings, Ltd.	64,000	261	297	
Chubu Electric Power Co., Inc.	91,500	2,525	3,389	
Chugoku Electric Power Co.	38,300	843	1,236	
CLP Holdings, Ltd.	283,000	2,283	2,362	
Compagnie Generale de Geophysique-Veritas	20,358	989	369	
Contact Energy, Ltd.	38,310	235	202	
Drax Group PLC	47,090	684	469	
E.ON AG	263,416	14,043	12,679	
Electric Power Development Co.	18,520	688	885	
Electricite De France	28,126	2,925	1,990	
Enagas	24,295	697	649	
Enel SpA	597,885	6,093	4,555	
Energias de Portugal SA	251,909	1,205	1,163	
Fortum Oyj	61,535	2,179	1,608	
Gas Natural SDG SA	15,148	688	501	
Gaz de France	152,191	9,891	9,222	
Hokkaido Electric Power Co., Inc.	26,400	638	816	
Hokuriku Electric Power Co.	24,300	592	841	
Hong Kong & China Gas	556,650	1,270	1,037	

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HongKong Electric Holdings	191,000	1,134	1,322	
Iberdrola Renovables	115,074	824	598	
Iberdrola SA	487,774	5,853	5,474	
International Power PLC	208,143	1,504	888	
Kansai Electric Power Co. (The), Inc.	105,500	2,673	3,735	
Kyushu Electric Power Co., Inc.	52,500	1,313	1,705	
National Grid PLC	338,272	4,488	4,107	
Osaka Gas Co., Ltd.	269,000	1,061	1,513	
Public Power Corp.	14,618	447	289	
Red Electrica de Espana	15,044	926	927	
RWE AG	61,897	6,733	6,710	
RWE AG Preferred	5,370	486	495	
Scottish & Southern Energy PLC	120,583	3,180	2,581	
Severn Trent PLC	34,015	983	716	
Shikoku Electric Power Co.	25,300	712	1,037	
Snam Rete Gas SpA	107,945	692	735	
Suez Environnement SA	37,207	1,077	769	
Terna SpA	175,797	654	704	
Toho Gas Co., Ltd.	67,000	358	538	
Tohoku Electric Power Co., Inc.	58,900	1,443	1,949	
Tokyo Electric Power Co. (The), Inc.	169,400	4,963	6,921	
Tokyo Gas Co., Ltd.	318,000	1,475	1,966	
Union Fenosa SA	50,317	943	1,531	
United Utilities Group PLC	93,385	1,645	1,028	
Veolia Environnement	51,904	3,223	1,970	
Verbund-Oesterreichische Elektrizitaetswirtschafts AG-Class A	10,409	636	574	
		105,361	101,755	7.5
Total Common Stocks		1,744,499	1,323,047	97.7
Transaction Costs (Note 2)		96		
Total Investments		1,744,595	1,323,047	97.7
Other Assets and Liabilities			31,769	2.3
Net Assets			1,354,816	100.0

Open futures contracts held by the Fund as at December 31, 2008 are shown in Note 4.

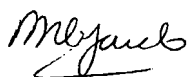
HEDGED MSCI EAFE EQUITY INDEX FUND

STATEMENT OF NET ASSETS

AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 126,176,614	\$ 191,802,396
Cash	19,938	40,670
Net unrealized gain on forward currency contracts (Note 5)	6,694,176	19,593,812
Interest receivable	4	16
Accounts receivable from issue of units	20,946,743	-
	153,837,475	211,436,894
Liabilities		
Operating expenses payable	14,575	17,124
Payables for investment purchases	16,310,000	-
Net unrealized loss on forward currency contracts (Note 5)	12,561,318	12,566,597
	28,885,893	12,583,721
Net Assets	\$ 124,951,582	\$ 198,853,173
Number of Units Issued and Outstanding (Note 8)	15,275,845	14,157,306
Net Assets per Unit	\$ 8.18	\$ 14.05
Investments at Cost	\$ 160,729,433	\$ 177,160,820

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

HEDGED MSCI EAFE EQUITY INDEX FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 5,035,566	\$ 5,535,293
Interest income	531	344
Foreign exchange loss	(20,045)	(13,479)
	5,016,052	5,522,158
Expenses		
Trustee fees	1,572	1,591
Fund accounting expenses	12,316	11,877
Unitholder communication costs	1,075	-
Audit fees	15,698	14,272
Other operating expenses	267	2,016
	30,928	29,756
Net Investment Income for the Year	4,985,124	5,492,402
Gain (Loss) on Investments		
Net realized gain (loss) on sale of investments	(7,400,276)	5,442,551
Net realized gain (loss) from forward currency contracts	(13,335,565)	7,935,670
Capital gains distribution received from other funds	-	2,668,051
Net change in unrealized depreciation in value of investments	(49,194,395)	(25,321,081)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(12,894,357)	12,276,005
Net Gain (Loss) on Investments	(82,824,593)	3,001,196
Increase (Decrease) in Net Assets from Operations	\$ (77,839,469)	\$ 8,493,598
Increase (Decrease) in Net Assets from Operations per Unit	\$ (5.85)	\$ 0.56

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 198,853,173	\$ 214,527,691
Increase (Decrease) in Net Assets from Operations	(77,839,469)	8,493,598
Capital Transactions		
Proceeds from issue of units	23,894,347	780,756
Reinvestment of distributions	5,005,030	21,540,365
Redemption of units	(19,956,469)	(24,948,872)
Net capital transactions	8,942,908	(2,627,751)
Distributions		
From net investment income	(5,005,030)	(5,506,014)
From capital gains	-	(16,034,351)
Total distributions	(5,005,030)	(21,540,365)
Decrease in Net Assets for the Year	(73,901,591)	(15,674,518)
Net Assets - End of Year	\$ 124,951,582	\$ 198,853,173

HEDGED MSCI EAFE EQUITY INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Foreign Index Equivalents				
MSCI EAFE Index Class A	14,846,859	160,729	126,177	
Total Foreign Index Equivalents		<u>160,729</u>	<u>126,177</u>	101.0
Total Investments		<u>160,729</u>	<u>126,177</u>	101.0
Other Assets and Liabilities			<u>(1,225)</u>	<u>(1.0)</u>
Net Assets			<u>124,952</u>	<u>100.0</u>

Forward currency contracts held by the Fund as at December 31, 2008 are shown in Note 5.

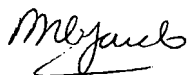
MSCI ACWI EX CANADA INDEX FUND (NOTE 1)

STATEMENT OF NET ASSETS

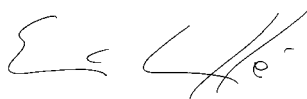
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 300,441,238	\$ 358,205,488
Cash	908,983	203,989
Interest receivable	-	3,524
Dividends receivable	-	432,466
Accounts receivable from issue of units	6,772,676	1,850,000
	308,122,897	360,695,467
Liabilities		
Interest payable	466	-
Operating expenses payable	12,109	9,898
Payables for investment purchases	152,461	-
	165,036	9,898
Net Assets	\$ 307,957,861	\$ 360,685,569
Number of Units Issued and Outstanding (Note 8)	43,245,302	37,178,857
Net Assets per Unit	\$ 7.12	\$ 9.70
Investments at Cost	\$ 396,995,559	\$ 375,429,194

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

MSCI ACWI EX CANADA INDEX FUND (NOTE 1)

STATEMENT OF OPERATIONS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ 6,462,261	\$ 3,924,249
Interest income	20,558	10,201
Securities lending income	99,939	-
Withholding taxes	(64,214)	(76,406)
	6,518,544	3,858,044
Expenses		
Trustee fees	1,571	401
Custodian fees	356	2,426
Fund accounting expenses	7,639	4,311
Unitholder communication costs	1,075	-
Audit fees	10,054	2,405
Securities filing fees	1,500	-
Other operating expenses	185	355
	22,380	9,898
Net Investment Income for the Period	6,496,164	3,848,146
Gain (Loss) on Investments		
Net realized loss on sale of investments	(21,326,243)	(379,332)
Foreign exchange gain	233,176	31,263
Capital gains distribution received from other funds	-	2,943,252
Transaction costs (Note 2)	(13,675)	(2,953)
Net change in unrealized depreciation in value of investments	(79,330,615)	(17,223,706)
Net Loss on Investments	(100,437,357)	(14,631,476)
Decrease in Net Assets from Operations	\$ (93,941,193)	\$ (10,783,330)
Decrease in Net Assets from Operations per Unit	\$ (2.43)	\$ (0.30)

STATEMENT OF CHANGES IN NET ASSETS

FOR THE PERIODS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Period	\$ 360,685,569	\$ -
Decrease in Net Assets from Operations	(93,941,193)	(10,783,330)
Capital Transactions		
Proceeds from issue of units	153,066,096	389,061,389
Reinvestment of distributions	7,155,432	6,845,827
Redemption of units	(111,852,611)	(17,592,490)
Net capital transactions	48,368,917	378,314,726
Distributions		
From net investment income	(7,155,432)	(3,882,553)
From capital gains	-	(2,963,274)
Total distributions	(7,155,432)	(6,845,827)
Increase (Decrease) in Net Assets for the Period	(52,727,708)	360,685,569
Net Assets - End of Period	\$ 307,957,861	\$ 360,685,569

MSCI ACWI EX CANADA INDEX FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Foreign Index Equivalents				
Daily EAFE Equity Index Fund	15,417,273	183,681	131,008	
iShares MSCI Emerging Markets Index Fund	959,900	38,972	28,677	
NonPension U.S. Equity Index Class D	22,449,397	174,358	140,756	
Total Foreign Index Equivalents		397,011	300,441	97.6
Transaction Costs (Note 2)		(15)		
Total Investments		396,996	300,441	97.6
Other Assets and Liabilities			7,517	2.4
Net Assets			307,958	100.0

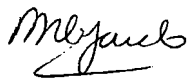
EAFE CURRENCY OVERLAY FUND

STATEMENT OF NET ASSETS

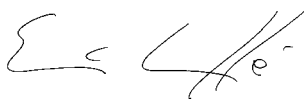
AS AT DECEMBER 31

	2008	2007
Assets		
Investments - at fair value (Note 2)	\$ 10,265,926	\$ 19,553,389
Cash	19,203	24,505
Net unrealized gain on forward currency contracts (Note 5)	7,331,464	10,726,374
Interest receivable	11	20
Accounts receivable for investment sales	4,199,383	-
	21,815,987	30,304,288
Liabilities		
Management fees payable	6,712	8,283
Operating expenses payable	14,636	18,751
Payables for redemption of units	-	8,300,000
Net unrealized loss on forward currency contracts (Note 5)	12,540,159	6,842,580
	12,561,507	15,169,614
Net Assets	\$ 9,254,480	\$ 15,134,674
Number of Units Issued and Outstanding (Note 8)	22,448,972	455,330
Net Assets per Unit	\$ 0.41	\$ 33.24
Investments at Cost	\$ 11,928,293	\$ 17,237,791

Approved by Barclays Global Investors Canada Limited,
Manager of the Funds



Rajiv Silgado, Director



Eric Léveillé, Director

EAFE CURRENCY OVERLAY FUND

STATEMENT OF OPERATIONS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Revenue		
Dividend income	\$ -	\$ 2,733
Interest income	391	50,085
Net realized gain (loss) from forward currency contracts	(10,156,804)	6,147,427
Foreign exchange loss	(385,970)	(835,230)
Other income	-	47,160
Withholding taxes	2,552	(381)
	(10,539,831)	5,411,794
Expenses		
Management fees	98,660	99,657
Trustee fees	1,571	1,593
Custodian fees	29	-
Fund accounting expenses	13,103	11,837
Unitholder communication costs	1,075	-
Audit fees	13,503	14,580
Other operating expenses	43	1,318
	127,984	128,985
Net Investment Income (Loss) for the Year	(10,667,815)	5,282,809
Gain (Loss) on Investments		
Net realized gain on sale of investments	262,466	2,267,000
Transaction costs (Note 2)	(4,391)	-
Net change in unrealized depreciation in value of investments	(3,977,965)	(3,467,908)
Net change in unrealized appreciation (depreciation) in value of forward currency contracts	(9,092,489)	6,467,256
Net Gain (Loss) on Investments	(12,812,379)	5,266,348
Increase (Decrease) in Net Assets from Operations	\$ (23,480,194)	\$ 10,549,157
Increase (Decrease) in Net Assets from Operations per Unit	\$ (4.61)	\$ 13.73

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31

	2008	2007
Net Assets - Beginning of Year (Note 11)	\$ 15,134,674	\$ 22,380,621
Increase (Decrease) in Net Assets from Operations	(23,480,194)	10,549,157
Capital Transactions		
Proceeds from issue of units	19,700,000	5,004,896
Reinvestment of distributions	-	4,348,928
Redemption of units	(2,100,000)	(22,800,000)
Net capital transactions	17,600,000	(13,446,176)
Distributions		
From net investment income	-	(2,081,928)
From capital gains	-	(2,267,000)
Total distributions	-	(4,348,928)
Decrease in Net Assets for the Year	(5,880,194)	(7,245,947)
Net Assets - End of Year	\$ 9,254,480	\$ 15,134,674

EAFE CURRENCY OVERLAY FUND

STATEMENT OF PORTFOLIO INVESTMENTS

AS AT DECEMBER 31, 2008

Security	Holdings	Average cost (in \$000s)	Fair value (in \$000s)	Percentage of net assets %
Foreign Index Equivalents				
EAFE Equity Index Fund B	229,239	11,930	10,266	
Total Foreign Index Equivalents		11,930	10,266	110.9
Transaction Costs (Note 2)		(2)		
Total Investments		11,928	10,266	110.9
Other Assets and Liabilities			(1,012)	(10.9)
Net Assets			9,254	100.0

Forward currency contracts held by the Fund as at December 31, 2008 are shown in Note 5.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2008

1. *Trust agreements*

The following Barclays Global Investors Canada Limited funds (the “Funds”) are open ended unit trusts, each formed under the laws of the Province of Ontario and governed by the Master Trust Agreement and a Supplemental Trust Agreement on the dates as noted below:

S&P/TSX Composite Index Fund	October 26, 1999
S&P/TSX Equity Index Fund	November 11, 2005
Pension U.S. Equity Index Fund	December 15, 1998
Hedged Pension U.S. Equity Index Fund	July 22, 2005
NonPension U.S. Equity Index Fund	January 17, 2000
Pension U.S. Alpha Tilts Fund	February 22, 2001
Hedged Pension U.S. Alpha Tilts Fund	July 22, 2005
Active Canadian Equity Fund	September 1, 1997
Active Canadian Equity Ex-Income Trusts Fund	November 11, 2005
Daily Active Canadian Equity Fund	December 31, 2001
Large Cap Active Canadian Equity Fund	November 27, 2000
Small Cap Active Canadian Equity Fund	November 3, 1998
Canada Market Neutral Fund	July 2, 2003
Equitized Canada Market Neutral Fund	September 28, 2006
Universe Bond Index Fund	October 26, 1999
Ex BBB Universe Bond Index Fund	April 1, 2002
Real Return Bond Index Fund	July 6, 1998
Long Bond Index Fund	July 6, 1998
CoreActive Universe Bond Fund	January 31, 2001
CorePlus Long Bond Fund	December 21, 2006
CorePlus Universe Bond Fund	December 21, 2006
Liability Duration 2014-2018 Fund	April 15, 2008
Liability Duration 2024-2028 Fund	April 15, 2008
Liability Duration 2034-2038 Fund	April 15, 2008
LDI Money Market Fund	June 16, 2008
Daily Moderate Balanced Index Fund	June 30, 1999
Daily Conservative Balanced Index Fund	August 1, 1999
Daily Aggressive Balanced Index Fund	August 1, 1999
BGICL LifePath Index Retirement Fund I	March 09, 2007
BGICL LifePath Index 2010 Fund	March 09, 2007
BGICL LifePath Index 2015 Fund	August 17, 2007
BGICL LifePath Index 2020 Fund	March 09, 2007
BGICL LifePath Index 2025 Fund	August 17, 2007
BGICL LifePath Index 2030 Fund	March 09, 2007
BGICL LifePath Index 2035 Fund	August 17, 2007
BGICL LifePath Index 2040 Fund	March 09, 2007
BGICL LifePath Index 2045 Fund	April 30, 2008
Balanced Fund	January 31, 1997
Global Market Selection Fund	October 1, 2001
Short Term Investment Fund	September 30, 1997

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008**

MSCI EAFE Equity Index Fund	April 15, 1999
Hedged MSCI EAFE Equity Index Fund	July 22, 2005
MSCI ACWI ex Canada Index Fund	August 17, 2007
EAFE Currency Overlay Fund	October 31, 2002

The Statements of Net Assets are as at December 31, 2008 and 2007 and the Statements of Operations and Changes in Net Assets are for the years then ended, except for the Funds established during either year, in which case the information provided for the year of inception relates to the period from commencement to December 31.

a. Barclays Global Investors Canada Limited (“Barclays”) is the manager of the Funds. As of December 18, 2008, Barclays has become the Trustee of the Funds (“Trustee”). State Street Trust Company (Canada) is the custodian and record keeper of the Funds.

b. Fund that was closed during the period:

Name	Date
Hedged Synthetic U.S. Equity Index Fund	May 30, 2008

c. Funds that started during the period:

Name	Commencement Date
CorePlus Universe Bond Fund	January 7, 2008
Liability Duration 2014-2018 Fund	July 11, 2008
Liability Duration 2024-2028 Fund	July 11, 2008
Liability Duration 2034-2038 Fund	July 11, 2008
LDI Money Market Fund	July 14, 2008
BGICL LifePath Index 2045 Fund	July 2, 2008

2. Summary of significant accounting policies

These financial statements, prepared in accordance with Canadian Generally Accepted Accounting Principles (“GAAP”), include estimates and assumptions by the trustee that may affect the reported amounts of assets, liabilities, income, expenses and the reported amount of changes in net assets during the reporting period. Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Funds:

a. Adoption of new accounting standards

On January 1, 2008, the Funds adopted three new accounting standards of the Canadian Institute of Chartered Accountants (“CICA”): Section 3862 of the CICA Handbook, Financial Instruments – Disclosures (“Section 3862”), Section 3863 of the CICA Handbook, Financial Instruments – Presentation (“Section 3863”), and Section 1535 of the CICA Handbook, Capital Disclosures (“Section 1535”).

Sections 3862 and 3863 establish standards for comprehensive disclosure and presentation requirements for financial instruments. The new disclosure standards increase the emphasis on the disclosure of risks associated with financial instruments and how these risks are managed. The new disclosures are further detailed in note 12.

Section 1535 establishes standards for disclosing information about an entity’s capital and how that capital is managed. The Funds’ capital and how that capital is managed are further detailed in note 8.

On January 1, 2007, the Funds adopted Section 3855 of the CICA Handbook, Financial Instruments – Recognition and Measurement (“Section 3855”), which establishes standards for fair valuation of investments as well as the accounting treatment for transaction costs. The provisions of Section 3855 were applied retroactively without restatement of prior periods.

b. Valuation of investments

Investments held by the Funds have been categorized as held for trading and are stated at fair market value. The change in the difference between the fair market value and cost of investments (excluding money market instruments) at the beginning and end of each period is reflected in the Statement of Operations as net change in unrealized appreciation (depreciation) in the value of investments.

Investments at fair market value are determined as follows:

- Securities listed upon a recognized public stock exchange are valued at their bid prices for long positions and at their ask prices for the short positions on the valuation date.
- Fixed income securities are valued at their bid quotations for long positions and at their ask quotations for short positions by sources independent of Barclays.
- Short-term investments are valued at their fair market value.
- Funds invested in other funds are valued using the fair value of the underlying fund.

Investments in securities having no quoted market values are valued using valuation techniques which may include: value of similar instruments using arm's length market transactions, discounted cash flow analysis, and/or models as determined by Barclays.

In situations where in the opinion of the Manager, a market quotation for a security is inaccurate, unreliable or not readily available, the security will be priced at its fair value as determined by Barclays.

The Funds are required to calculate the net asset value per unit for the purposes of the financial statements in accordance with GAAP. The Canadian Securities Administrator ("CSA") has amended their regulation effective September 2008, allowing the Funds to adopt Section 3855 for financial reporting purposes, without affecting the method by which net asset value per unit is calculated for the purpose of purchase and redemption of units of the Funds. Under Canadian GAAP, financial instruments that are quoted in active markets shall be valued based on the bid price for long positions and the ask price for short position, as compared to using the net asset value per unit in which such securities would be valued using the closing price. As a result, the net asset per unit presented in the financial statements ("the Net Assets per unit") may differ from the Net Asset Value per unit (the "Net Asset Value per unit"). The reconciliation between the Net Assets per unit and the Net Asset Value per unit for the year ended December 31, 2008 is detailed in note 11.

c. Cash and bank overdraft

Cash represents cash and cash equivalents held by the Funds and bank overdraft is short-term borrowings. Both are carried at fair market value.

d. Investment transactions and income recognition

Investment transactions are accounted for on a trade date basis. Realized gains and losses from investment transactions are calculated on an average cost basis. Interest is recognized as revenue on an accrual basis. Dividend income is recorded on the ex-dividend date. Distributions from the underlying Funds and income trusts are recorded on the ex-dividend date.

e. Futures contracts

Certain Funds may invest in futures contracts for the purpose of acting as a substitute for investments in equities or bonds. A futures contract is an agreement between two parties to buy or sell a security or financial interest, at a specified date, quantity and price. A futures contract is standardized and is traded on a recognized exchange. Upon entering into such a contract, the Fund is required to maintain with the broker an amount of cash and/or cash equivalents equal to the minimum initial margin requirements of the exchange on which the contract is traded. Pursuant to the contract, the Fund agrees to receive from, or pay to, the broker an amount of cash equal to the daily fluctuation in the value of the contracts held. Such receipts or payments are known as "variation margin" and recorded by the Fund as investment income and in the Statement of Net Assets as margin due to or from broker. Long futures

contracts are valued at their bid prices and short future contracts are valued at their ask prices established by the exchange on which they are traded.

f. Forward currency contracts

Certain Funds may enter into forward currency contracts to hedge or gain foreign currency exposure in the portfolio. A forward currency contract is an obligation to purchase or sell a currency against another currency, at a future date and price, which has been agreed upon by the two parties (the Fund and the counterparty). The contract is traded over the counter and not on an organized exchange. The forward currency contracts are valued using the relevant exchange rates of the underlying currencies and any gains or losses are recorded for financial statement purposes as unrealized gains or losses until the contract settlement date. When the contracts are closed or delivered, gains and losses are recognized as capital gains if the Fund enters into forward currency contracts for hedging or investment income if the Fund enters into forward currency contracts to gain foreign currency exposure.

g. Interest rate swaps

Certain Funds may enter into interest rate swap contracts for the purpose of gaining exposure to, or managing its exposure to, interest rate risk. Interest rate swaps are agreements to exchange cash flows periodically based on a notional principal amount, for example, the exchange of fixed rate interest payments for floating rate interest payments. The periodic payments received or made by the Fund are reported on the Statement of Operations as net realized gain (loss) on swaps. Swaps are marked to market daily and changes in value are recorded as unrealized gains (losses) in value of investments. Gains or losses realized upon early termination or expiration of the swap contracts are recorded as income.

h. Equity swaps

Certain Funds may enter into equity swap contracts for the purpose of gaining exposure to, or managing exposure to equity markets. Equity swaps are agreements to exchange cash flows periodically based on a notional principal amount where one of these cash flow streams is based on the performance of a stock market index and the other cash flow stream is based on a reference interest rate.

The periodic payments received or made by the Fund are reported on the Statement of Operations as net realized gain (loss) on swaps. Swaps are marked to market daily and changes in value are recorded as unrealized gains (losses) in value of investments. Gains or losses realized upon early termination or expiration of the swap contracts are recorded as income.

i. Repurchase agreements

Certain Funds have financed the acquisition of some investments through use of repurchase agreements. A repurchase agreement is a current sale of a security for proceeds, with a current agreement by the Fund to repurchase such security at a later date at a different fixed price, reflective of the cost of financing for the term of the repurchase agreement. Repurchase agreements are valued daily at par and the cost of financing is accrued daily and posted as interest expense.

j. Translation of foreign currency

Foreign currency amounts are expressed in Canadian dollars as follows:

- (i) Fair market values of investments and other assets at the rate of exchange on each valuation date; and
- (ii) purchase and sale of investments, investment income and expenses at the rate of exchange prevailing on the respective trade dates of such transactions.

k. Securities lending income

The Funds lend securities to investment dealers and banks on a collateralized basis. Income is recognized on an accrual basis.

l. Real return bonds

The par and the cost base of the real return bonds are adjusted daily by the inflation adjustment. Interest is accrued on each valuation date based on the inflation adjusted par at that time. The daily change in the inflation adjusted par is recognized as income. At maturity, the bonds will pay their final coupon interest payment plus the cumulative inflation compensation accrued from the original issue date.

m. Short sales

Certain Funds engaged in the short selling of securities during the period. A short sale involves the sale of securities which a seller does not own. To make delivery to the buyer of the securities, the seller borrows the securities from the broker who affects such delivery. The seller is obligated to deliver identical securities to the broker to close out the short position, and therefore must subsequently purchase securities identical to the securities sold short. The obligation to subsequently purchase and deliver securities identical to the securities sold short appears as a liability on the Statements of Net Assets and is equal to the fair market value of the securities sold short. Dividends for securities sold short are paid to the broker and reflected as an expense on the Statements of Operations.

n. Increase (decrease) in net assets from operations per unit

Increase (Decrease) in Net Assets from Operations per unit is based on the increase (decrease) in net assets from operations divided by the average number of units outstanding during the period.

o. Allocation of income and expenses amongst classes

Expenses directly attributable to a class are charged to that class. Other income and expenses are allocated to each class proportionately based upon relative net asset value of each class.

p. National Instrument 81-106 – Investment Fund Continuous Disclosure (“NI 81-106”)

As non-reporting issuers pursuant to NI 81-106, the Funds are relying on Part 2.11 of NI 81-106, Filing Exemption for Mutual Funds that are Non-Reporting Issuers, for the exemption not to file financial statements with the securities regulators.

q. Transactions costs

Transaction costs, such as commission, incurred in the purchase and sale of securities by the Fund are expensed and are included in “Transaction costs” in the Statement of Operations.

3. Taxation

The Funds qualify as unit trusts as defined in the Income Tax Act (Canada) (the “Act”) and accordingly, are not taxed on that portion of taxable income that is paid to or allocated to unitholders.

In accordance with the Master Trust Agreement, the Funds pay out sufficient income and net capital gains in order to minimize income taxes. Accordingly, no provisions for income taxes have been made in these financial statements. Net income is paid to unitholders as specified in the Fund’s Master Trust Agreement. Net capital gains, when distributed, are paid to unitholders on the last valuation date of the year.

a. Suspended losses

All Funds are subject to suspended loss rules contained in subsections 40(3.3) and 40(3.4) of the Act. A loss on a disposition of capital property is considered a suspended loss when the Funds acquires a property that is the same or identical to the property sold (“substituted property”), within 30 days before and 30 days after the disposition and the Funds still owns the substituted property 30 days after the original disposition. If a loss is suspended, the loss cannot be deducted against other capital gains. Instead it is deferred until the substituted property is sold and is not reacquired within 30 days before and after the sale.

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The suspended losses for the Funds as at December 31 are listed below:

Funds	2008	2007
S&P/TSX Composite Index Fund	\$41,771,680	\$38,122,448
S&P/TSX Equity Index Fund	9,470,641	2,393,532
Pension U.S. Equity Index Fund	310,964,840	220,974,907
Hedged Pension U.S. Equity Index Fund	27,050,991	169,531
NonPension U.S. Equity Index Fund	31,209,867	17,384,475
Pension U.S. Alpha Tilts Fund	129,511,002	67,002,731
Hedged Pension U.S. Alpha Tilts Fund	3,463,652	82,842
Active Canadian Equity Fund	44,557,142	108,795,950
Active Canadian Equity Ex-Income Trusts Fund	35,322,715	13,630,941
Daily Active Canadian Equity Fund	9,486,979	1,381,358
Large Cap Active Canadian Equity Fund	12,755,941	35,457,934
Small Cap Active Canadian Equity Fund	8,490,210	1,428,843
Universe Bond Index Fund	5,032,487	5,079,621
Ex BBB Universe Bond Index Fund	195,769	243,179
Real Return Bond Index Fund	1,041,923	461,687
Long Bond Index Fund	5,479,969	5,872,530
CoreActive Universe Bond Fund	12,747,811	12,169,495
CorePlus Long Bond Fund	112,953	10,376
CorePlus Universe Bond Fund	82,341	-
Liability Duration 2014-2018 Fund	97,859	-
Liability Duration 2024-2028 Fund	38,211	-
Liability Duration 2034-2038 Fund	30,204	-
LDI Money Market Fund	360	-
Daily Moderate Balanced Index Fund	12,168,468	3,103,800
Daily Conservative Balanced Index Fund	3,453,549	768,138
Daily Aggressive Balanced Index Fund	1,299,643	664,756
BGICL LifePath Index Retirement Fund I	409,804	41,888
BGICL LifePath Index 2010 Fund	1,508,199	107,319
BGICL LifePath Index 2015 Fund	571,661	520
BGICL LifePath Index 2020 Fund	4,591,421	51,831
BGICL LifePath Index 2025 Fund	420,220	2,337
BGICL LifePath Index 2030 Fund	2,836,125	86,920
BGICL LifePath Index 2035 Fund	175,546	-
BGICL LifePath Index 2040 Fund	1,517,906	47,487
BGICL LifePath Index 2045 Fund	6,403	-
Balanced Fund	486,651	54,314
Global Market Selection Fund	94,077	-
MSCI EAFE Equity Index Fund	37,868,082	5,428,731
Hedged MSCI EAFE Equity Index Fund	612,510	-
MSCI ACWI ex Canada Index Fund	18,289,837	399,624
EAFE Currency Overlay Fund	480,981	-

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b. Capital loss carry-forwards

The following Funds had capital loss carry-forwards for income tax purposes as at December 31. The capital losses may be carried forward indefinitely to be applied against future capital gains.

Funds	2008	2007
Pension U.S. Equity Index Fund	\$1,008,431,948	\$830,922,760
Hedged Pension U.S. Equity Index Fund	208,339,066	-
NonPension U.S. Equity Index Fund	55,086,048	-
Pension U.S. Alpha Tilts Fund	157,158,498	-
Hedged Pension U.S. Alpha Tilts Fund	67,384,912	-
Active Canadian Equity Fund	132,136,707	-
Active Canadian Equity Ex-Income Trusts Fund	34,876,625	-
Daily Active Canadian Equity Fund	1,394,697	-
Large Cap Active Canadian Equity Fund	21,083,907	-
Small Cap Active Canadian Equity Fund	3,571,045	-
Equitized Canada Market Neutral Fund	407,132	407,132
Universe Bond Index Fund	9,349,183	9,349,183
Ex BBB Universe Bond Index Fund	-	835,402
Long Bond Index Fund	3,689,509	-
CoreActive Universe Bond Fund	12,530,953	-
CorePlus Long Bond Fund	723,664	723,664
Liability Duration 2014-2018 Fund	274,985	-
Liability Duration 2024-2028 Fund	115,394	-
Liability Duration 2034-2038 Fund	62,348	-
LDI Money Market Fund	383,844	-
Daily Conservative Balanced Index Fund	1,345,856	-
BGICL LifePath Index Retirement Fund I	197,408	-
BGICL LifePath Index 2010 Fund	2,439,402	-
BGICL LifePath Index 2020 Fund	5,584,195	-
BGICL LifePath Index 2030 Fund	2,375,978	-
BGICL LifePath Index 2040 Fund	127,889	-
Global Market Selection Fund	142,750,800	-
Short Term Investment Fund	3,664	3,664
MSCI EAFE Equity Index Fund	1,627,006	-
Hedged MSCI EAFE Equity Index Fund	20,143,642	-
MSCI ACWI ex Canada Index Fund	3,436,908	-

c. Non-capital loss carry-forwards

There are also non-capital loss carry-forwards as at December 31, 2008 which may be applied against future taxable income. These non-capital losses will expire December 31 of the year indicated unless they are applied against taxable income.

Funds	2018
Equitized Canada Market Neutral Fund	\$40,447,695
CorePlus Long Bond Fund	24,434,706
CorePlus Universe Bond Fund	7,216,664
EAFE Currency Overlay Fund	9,958,590

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4. Futures contracts

The schedule below is a summary of the open futures contracts held by the Funds as at December 31, 2008:

	Currency	Quantity	Current Price (CAD\$)	Delivery Date	Initial Contract Value Local Currency	Current Contract Value (CAD\$)	Total Gain (Loss) on Open Contracts (CAD\$)
S&P/TSX Composite Index Fund							
S&P/TSX 60	CAD	95	543	Mar-09	9,770,402	10,307,500	537,098
Total: S&P/TSX Composite Index Fund						10,307,500	537,098
S&P/TSX Equity Index Fund							
S&P/TSX 60	CAD	14	543	Mar-09	1,439,849	1,519,000	79,151
Total: S&P/TSX Equity Index Fund						1,519,000	79,151
Pension U.S. Equity Index Fund							
US S&P 500 EMINI	USD	1,234	1,101	Mar-09	55,123,941	67,904,352	(123,197)
Total: Pension U.S. Equity Index Fund						67,904,352	(123,197)
NonPension U.S. Equity Index Fund							
US S&P 500 EMINI	USD	517	1,101	Mar-09	23,000,062	28,449,392	67,499
Total: NonPension U.S. Equity Index Fund						28,449,392	67,499
Pension U.S. Alpha Tilts Fund							
US S&P 500 EMINI	USD	133	1,101	Mar-09	5,908,024	7,318,702	28,789
Total: Pension U.S. Alpha Tilts Fund						7,318,702	28,789
Equitized Canada Market Neutral Fund							
S&P/TSX 60	CAD	363	543	Mar-09	36,573,680	39,385,500	2,811,820
Total: Equitized Canada Market Neutral Fund						39,385,500	2,811,820
CoreActive Universe Bond Fund							
EURO Bond	EUR	70	214	Mar-09	8,573,801	14,994,726	282,809
Long Gilt Future	GBP	65	219	Mar-09	7,639,970	14,244,568	713,409
Australia 10 YR Bond	AUD	(73)	83	Mar-09	(8,413,544)	(7,316,068)	(73,802)
Japan 10 YR Bond (TSE)	JPY	(9)	2	Mar-09	(1,254,145,500)	(17,176,232)	(97,270)
US 10 YR Note	USD	(25)	155	Mar-09	(3,116,358)	(3,884,972)	(36,438)
Total: CoreActive Universe Bond Fund						862,022	788,708
CorePlus Long Bond Fund							
EURO Bond	EUR	16	214	Mar-09	1,959,818	3,427,366	64,491
Long Gilt Future	GBP	15	219	Mar-09	1,761,266	3,287,208	167,998
Australia 10 YR Bond	AUD	(17)	83	Mar-09	(1,959,132)	(1,703,742)	(17,346)
Japan 10 YR Bond (TSE)	JPY	(2)	2	Mar-09	(278,699,000)	(3,816,941)	(21,616)
US 10 YR Note	USD	(6)	155	Mar-09	(747,926)	(932,393)	(8,745)
Total: CorePlus Long Bond Fund						261,498	184,782
CorePlus Universe Bond Fund							
EURO Bond	EUR	5	214	Mar-09	612,646	1,071,052	19,823
Long Gilt Future	GBP	5	219	Mar-09	588,205	1,095,736	53,916
Australia 10 YR Bond	AUD	(5)	83	Mar-09	(576,043)	(501,101)	(5,248)
Japan 10 YR Bond (TSE)	JPY	(1)	2	Mar-09	(139,349,500)	(1,908,470)	(10,808)
US 10 YR Note	USD	(2)	155	Mar-09	(249,309)	(310,798)	(2,915)
US Long Bond (CBT)	USD	(25)	170	Mar-09	(3,539,783)	(4,260,568)	109,253
Total: CorePlus Universe Bond Fund						(4,814,149)	164,021

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	Currency	Quantity	Current Price (CAD\$)	Delivery Date	Initial Contract Value Local Currency	Current Contract Value (CAD\$)	Total Gain (Loss) on Open Contracts (CAD\$)
MSCI EAFE Equity Index Fund							
Australia SPI 200	AUD	15	3,222	Mar-09	1,315,988	1,208,414	74,576
Germany DJ EURO STOXX 50	EUR	160	4,201	Mar-09	3,915,635	6,721,294	5,023
United Kingdom FTSE 100 Stock Index	GBP	49	7,788	Mar-09	2,106,701	3,816,253	75,074
Japan Topix Index	JPY	30	12	Mar-09	250,035,000	3,521,696	116,951
US EMINI MSCI EAFE	USD	17	1,564	Mar-09	1,025,835	1,329,285	63,925
Total: MSCI EAFE Equity Index Fund						16,596,942	335,549

5. Forward currency contracts

The following are the forward currency contracts held by the Funds as at December 31, 2008:

Contract	Face Value Local	Currency	Counterparty Rating*	Settlement Date	Cost (CAD\$)	Fair Market Value (CAD\$)	Net Unrealized Gain (Loss) (CAD\$)
Hedged Pension U.S. Equity Index Fund							
BUY	407,993,234	USD	P-1	6-Jan-09	496,846,003	503,701,326	6,855,323
SELL	(197,844,772)	USD	P-1	6-Jan-09	(244,679,350)	(244,255,703)	423,647
SELL	(3,541,280)	USD	P-1	6-Jan-09	(4,388,000)	(4,372,002)	15,998
Total Unrealized Gain							7,294,968
SELL	(232,984,153)	USD	P-1	6-Jan-09	(285,363,649)	(287,638,169)	(2,274,520)
BUY	30,278,984	USD	P-1	6-Jan-09	37,585,000	37,381,905	(203,095)
SELL	(407,942,985)	USD	P-1	4-Feb-09	(496,846,000)	(503,850,674)	(7,004,674)
Total Unrealized Loss							(9,482,289)
Total: Hedged Pension U.S. Equity Index Fund					(496,845,996)	(499,033,317)	(2,187,321)
Hedged Pension U.S. Alpha Tilts Fund							
BUY	160,818,046	USD	P-1	6-Jan-09	195,841,001	198,543,153	2,702,152
SELL	(75,852,617)	USD	P-1	6-Jan-09	(93,833,100)	(93,646,317)	186,783
SELL	(1,255,750)	USD	P-1	6-Jan-09	(1,556,000)	(1,550,327)	5,673
Total Unrealized Gain							2,894,608
SELL	(93,634,085)	USD	P-1	6-Jan-09	(114,684,900)	(115,599,007)	(914,107)
BUY	11,466,297	USD	P-1	6-Jan-09	14,233,000	14,156,090	(76,910)
SELL	(160,798,240)	USD	P-1	4-Feb-09	(195,841,000)	(198,602,021)	(2,761,021)
Total Unrealized Loss							(3,752,038)
Total: Hedged Pension U.S. Alpha Tilts Fund					(195,840,999)	(196,698,429)	(857,430)
CorePlus Long Bond Fund							
SELL	(69,250,500)	USD	P-1	26-Jan-09	(85,643,824)	(85,524,052)	119,772
BUY	20,700,000	USD	P-1	26-Jan-09	24,927,147	25,564,405	637,258
Total Unrealized Gain							757,030
SELL	(84,639,500)	USD	P-1	26-Jan-09	(103,653,764)	(104,529,396)	(875,632)
Total Unrealized Loss							(875,632)
Total: CorePlus Long Bond Fund					(164,370,441)	(164,489,043)	(118,602)

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Contract	Face Value Local	Currency	Counterparty Rating*	Settlement Date	Cost (CAD\$)	Fair Market Value (CAD\$)	Net Unrealized Gain (Loss) (CAD\$)
CorePlus Universe Bond Fund							
SELL	(21,181,500)	USD	P-1	26-Jan-09	(26,195,690)	(26,159,056)	36,634
BUY	5,275,000	USD	P-1	26-Jan-09	6,352,208	6,514,601	162,393
Total Unrealized Gain							199,027
SELL	(25,888,500)	USD	P-1	26-Jan-09	(31,704,352)	(31,972,179)	(267,827)
Total Unrealized Loss							(267,827)
Total: CorePlus Universe Bond Fund					(51,547,834)	(51,616,634)	(68,800)
Global Market Selection Fund							
BUY	529,673,047	USD	P-1	6-Jan-09	644,771,003	653,925,100	9,154,097
Total Unrealized Gain							9,154,097
SELL	(529,281,727)	USD	P-1	6-Jan-09	(644,771,000)	(653,441,984)	(8,670,984)
SELL	(529,614,312)	USD	P-1	4-Feb-09	(644,770,999)	(654,127,015)	(9,356,016)
Total Unrealized Loss							(18,027,000)
Total: Global Market Selection Fund					(644,770,996)	(653,643,899)	(8,872,903)
Hedged MSCI EAFE Equity Index Fund							
BUY	8,376,000	AUD	P-1	6-Jan-09	6,916,833	7,208,481	291,648
BUY	8,281,000	CHF	P-1	6-Jan-09	9,281,012	9,604,824	323,812
BUY	1,002,000	CHF	P-1	6-Jan-09	1,026,147	1,162,183	136,036
BUY	24,323,000	EUR	P-1	6-Jan-09	40,950,012	41,737,493	787,481
SELL	(12,117,000)	GBP	P-1	6-Jan-09	(22,401,684)	(21,506,248)	895,436
SELL	(361,000)	GBP	P-1	6-Jan-09	(671,171)	(640,732)	30,439
SELL	(11,758,000)	GBP	P-1	4-Feb-09	(21,000,791)	(20,862,205)	138,586
BUY	13,232,000	HKD	P-1	6-Jan-09	2,076,728	2,107,726	30,998
SELL	(516,000)	HKD	P-1	6-Jan-09	(82,921)	(82,194)	727
BUY	1,958,229,000	JPY	P-1	6-Jan-09	26,302,282	26,667,774	365,492
BUY	147,472,000	JPY	P-1	6-Jan-09	1,925,143	2,008,320	83,177
BUY	3,606,000	NOK	P-1	6-Jan-09	614,936	635,715	20,779
BUY	148,000	NZD	P-1	6-Jan-09	101,855	106,773	4,918
BUY	13,579,000	SEK	P-1	7-Jan-09	2,071,999	2,119,789	47,790
BUY	177,000	SEK	P-1	7-Jan-09	27,119	27,631	512
BUY	1,383,000	SGD	P-1	6-Jan-09	1,163,214	1,184,998	21,784
BUY	85,974,026	USD	P-1	6-Jan-09	104,691,972	106,142,033	1,450,061
BUY	59,316,428	USD	P-1	6-Jan-09	72,935,154	73,231,026	295,872
BUY	27,674,117	USD	P-1	6-Jan-09	34,043,174	34,165,982	122,808
SELL	(2,764,529)	USD	P-1	6-Jan-09	(3,431,358)	(3,413,039)	18,319
SELL	(980,063)	USD	P-1	6-Jan-09	(1,216,326)	(1,209,968)	6,358
BUY	1,656,233	USD	P-1	7-Jan-09	2,036,457	2,044,791	8,334
SELL	(21,850)	USD	P-1	7-Jan-09	(27,119)	(26,976)	143
BUY	87,162,990	USD	P-1	4-Feb-09	106,042,406	107,655,072	1,612,666
Total Unrealized Gain							6,694,176
SELL	(7,970,000)	AUD	P-1	6-Jan-09	(6,269,368)	(6,859,073)	(589,705)
SELL	(406,000)	AUD	P-1	6-Jan-09	(323,476)	(349,408)	(25,932)
SELL	(7,496,000)	AUD	P-1	4-Feb-09	(6,190,794)	(6,433,311)	(242,517)

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Contract	Face Value Local	Currency	Counterparty Rating*	Settlement Date	Cost (CAD\$)	Fair Market Value (CAD\$)	Net Unrealized Gain (Loss) (CAD\$)
SELL	(8,864,000)	CHF	P-1	6-Jan-09	(9,031,426)	(10,281,024)	(1,249,598)
SELL	(419,000)	CHF	P-1	6-Jan-09	(434,292)	(485,983)	(51,691)
SELL	(8,281,000)	CHF	P-1	4-Feb-09	(9,288,813)	(9,612,522)	(323,709)
SELL	(23,842,000)	EUR	P-1	6-Jan-09	(37,433,297)	(40,912,112)	(3,478,815)
SELL	(481,000)	EUR	P-1	6-Jan-09	(757,321)	(825,381)	(68,060)
SELL	(21,996,000)	EUR	P-1	4-Feb-09	(37,270,023)	(37,713,434)	(443,411)
BUY	11,758,000	GBP	P-1	6-Jan-09	21,007,594	20,869,065	(138,529)
BUY	720,000	GBP	P-1	6-Jan-09	1,371,527	1,277,915	(93,612)
SELL	(13,903,000)	HKD	P-1	6-Jan-09	(2,206,359)	(2,214,609)	(8,250)
BUY	1,187,000	HKD	P-1	6-Jan-09	190,179	189,077	(1,102)
SELL	(13,232,000)	HKD	P-1	4-Feb-09	(2,077,585)	(2,109,193)	(31,608)
SELL	(2,105,701,000)	JPY	P-1	6-Jan-09	(26,988,376)	(28,676,093)	(1,687,717)
SELL	(1,958,229,000)	JPY	P-1	4-Feb-09	(26,324,722)	(26,696,438)	(371,716)
SELL	(4,314,000)	NOK	P-1	6-Jan-09	(747,736)	(760,531)	(12,795)
BUY	762,000	NOK	P-1	6-Jan-09	134,688	134,336	(352)
SELL	(54,000)	NOK	P-1	6-Jan-09	(9,448)	(9,520)	(72)
SELL	(3,606,000)	NOK	P-1	4-Feb-09	(614,009)	(634,612)	(20,603)
SELL	(145,000)	NZD	P-1	6-Jan-09	(95,853)	(104,609)	(8,756)
SELL	(3,000)	NZD	P-1	6-Jan-09	(1,963)	(2,164)	(201)
SELL	(142,000)	NZD	P-1	4-Feb-09	(97,493)	(102,056)	(4,563)
SELL	(13,566,000)	SEK	P-1	7-Jan-09	(2,036,457)	(2,117,760)	(81,303)
SELL	(190,000)	SEK	P-1	7-Jan-09	(28,468)	(29,660)	(1,192)
SELL	(13,579,000)	SEK	P-1	4-Feb-09	(2,072,195)	(2,119,632)	(47,437)
SELL	(1,372,000)	SGD	P-1	6-Jan-09	(1,114,650)	(1,175,572)	(60,922)
SELL	(11,000)	SGD	P-1	6-Jan-09	(8,958)	(9,425)	(467)
SELL	(1,314,000)	SGD	P-1	4-Feb-09	(1,105,980)	(1,125,326)	(19,346)
SELL	(90,225,724)	USD	P-1	6-Jan-09	(111,026,001)	(111,391,104)	(365,103)
SELL	(89,079,578)	USD	P-1	6-Jan-09	(108,414,465)	(109,976,092)	(1,561,627)
BUY	6,391,738	USD	P-1	6-Jan-09	7,934,000	7,891,128	(42,872)
SELL	(1,703,839)	USD	P-1	7-Jan-09	(2,071,999)	(2,103,565)	(31,566)
BUY	22,864	USD	P-1	7-Jan-09	28,468	28,228	(240)
SELL	(84,679,675)	USD	P-1	4-Feb-09	(103,092,000)	(104,587,929)	(1,495,929)
Total Unrealized Loss							(12,561,318)
Total: Hedged MSCI EAFE Equity Index Fund					(103,091,998)	(108,959,140)	(5,867,142)
EAFE Currency Overlay Fund							
BUY	8,893,000	AUD	P-1	6-Jan-09	7,305,767	7,653,417	347,650
BUY	6,784,000	CHF	P-1	6-Jan-09	7,603,234	7,868,509	265,275
BUY	3,079,000	CHF	P-1	6-Jan-09	3,153,199	3,571,218	418,019
BUY	25,999,000	EUR	P-1	6-Jan-09	43,109,191	44,613,455	1,504,264
SELL	(13,117,000)	GBP	P-1	6-Jan-09	(24,250,466)	(23,281,130)	969,336
SELL	(187,000)	GBP	P-1	6-Jan-09	(347,670)	(331,903)	15,767
SELL	(9,632,000)	GBP	P-1	4-Feb-09	(17,203,574)	(17,090,046)	113,528
BUY	10,840,000	HKD	P-1	6-Jan-09	1,701,309	1,726,704	25,395
SELL	(301,000)	HKD	P-1	6-Jan-09	(48,370)	(47,946)	424
BUY	1,604,244,000	JPY	P-1	6-Jan-09	21,547,673	21,847,096	299,423

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BUY	646,542,000	JPY	P-1	6-Jan-09	8,440,148	8,804,811	364,663
BUY	2,954,000	NOK	P-1	6-Jan-09	503,750	520,772	17,022
BUY	159,000	NZD	P-1	6-Jan-09	109,040	114,709	5,669
BUY	11,124,000	SEK	P-1	7-Jan-09	1,697,394	1,736,544	39,150
BUY	3,590,000	SEK	P-1	7-Jan-09	550,042	560,427	10,385
BUY	1,482,000	SGD	P-1	6-Jan-09	1,240,217	1,269,823	29,606
BUY	4,000	SGD	P-1	6-Jan-09	3,253	3,427	174
BUY	91,596,594	USD	P-1	6-Jan-09	112,946,119	113,083,556	137,437
BUY	70,051,316	USD	P-1	6-Jan-09	85,292,171	86,484,132	1,191,961
BUY	29,331,093	USD	P-1	6-Jan-09	36,072,080	36,211,656	139,576
SELL	(15,804,886)	USD	P-1	6-Jan-09	(19,616,120)	(19,512,436)	103,684
BUY	1,792,971	USD	P-1	7-Jan-09	2,204,585	2,213,607	9,022
SELL	(443,175)	USD	P-1	7-Jan-09	(550,042)	(547,145)	2,897
BUY	71,406,121	USD	P-1	4-Feb-09	86,872,615	88,193,752	1,321,137
Total Unrealized Gain							7,331,464
SELL	(8,628,000)	AUD	P-1	6-Jan-09	(6,786,964)	(7,425,355)	(638,391)
SELL	(265,000)	AUD	P-1	6-Jan-09	(211,136)	(228,062)	(16,926)
SELL	(6,141,000)	AUD	P-1	4-Feb-09	(5,071,727)	(5,270,406)	(198,679)
SELL	(9,595,000)	CHF	P-1	6-Jan-09	(9,776,234)	(11,128,884)	(1,352,650)
SELL	(268,000)	CHF	P-1	6-Jan-09	(277,781)	(310,843)	(33,062)
SELL	(6,784,000)	CHF	P-1	4-Feb-09	(7,609,626)	(7,874,816)	(265,190)
SELL	(25,810,000)	EUR	P-1	6-Jan-09	(40,523,169)	(44,289,137)	(3,765,968)
SELL	(189,000)	EUR	P-1	6-Jan-09	(297,575)	(324,318)	(26,743)
SELL	(18,020,000)	EUR	P-1	4-Feb-09	(30,533,088)	(30,896,348)	(363,260)
BUY	9,632,000	GBP	P-1	6-Jan-09	17,209,147	17,095,666	(113,481)
BUY	3,672,000	GBP	P-1	6-Jan-09	6,994,788	6,517,368	(477,420)
SELL	(15,051,000)	HKD	P-1	6-Jan-09	(2,388,543)	(2,397,474)	(8,931)
BUY	4,512,000	HKD	P-1	6-Jan-09	722,905	718,717	(4,188)
SELL	(10,840,000)	HKD	P-1	4-Feb-09	(1,702,012)	(1,727,906)	(25,894)
SELL	(2,250,786,000)	JPY	P-1	6-Jan-09	(28,831,911)	(30,651,906)	(1,819,995)
SELL	(1,604,244,000)	JPY	P-1	4-Feb-09	(21,566,057)	(21,870,578)	(304,521)
SELL	(4,670,000)	NOK	P-1	6-Jan-09	(809,441)	(823,291)	(13,850)
BUY	1,726,000	NOK	P-1	6-Jan-09	305,080	304,283	(797)
SELL	(10,000)	NOK	P-1	6-Jan-09	(1,750)	(1,763)	(13)
SELL	(2,954,000)	NOK	P-1	4-Feb-09	(502,990)	(519,868)	(16,878)
SELL	(157,000)	NZD	P-1	6-Jan-09	(103,786)	(113,266)	(9,480)
SELL	(2,000)	NZD	P-1	6-Jan-09	(1,309)	(1,443)	(134)
SELL	(117,000)	NZD	P-1	4-Feb-09	(80,329)	(84,089)	(3,760)
SELL	(14,686,000)	SEK	P-1	7-Jan-09	(2,204,585)	(2,292,601)	(88,016)
SELL	(28,000)	SEK	P-1	7-Jan-09	(4,195)	(4,371)	(176)
SELL	(11,124,000)	SEK	P-1	4-Feb-09	(1,697,555)	(1,736,415)	(38,860)
SELL	(1,486,000)	SGD	P-1	6-Jan-09	(1,207,267)	(1,273,251)	(65,984)
SELL	(1,076,000)	SGD	P-1	4-Feb-09	(905,658)	(921,500)	(15,842)
SELL	(96,268,838)	USD	P-1	6-Jan-09	(118,450,254)	(118,851,828)	(401,574)
SELL	(82,252,432)	USD	P-1	6-Jan-09	(100,329,327)	(101,547,421)	(1,218,094)

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Contract	Face Value Local	Currency	Counterparty Rating*	Settlement Date	Cost (CAD\$)	Fair Market Value (CAD\$)	Net Unrealized Gain (Loss) (CAD\$)
SELL	(1,395,795)	USD	P-1	7-Jan-09	(1,697,394)	(1,723,253)	(25,859)
BUY	3,369	USD	P-1	7-Jan-09	4,195	4,160	(35)
SELL	(69,372,081)	USD	P-1	4-Feb-09	(84,456,000)	(85,681,508)	(1,225,508)
Total Unrealized Loss							(12,540,159)
Total: EAFE Currency Overlay Fund					(84,456,003)	(89,664,698)	(5,208,695)

* Source: Moody's Investors Service, Inc. – Short Term

Currency codes used throughout this report are as follows:

AUD	Australian Dollar	HKD	Hong Kong Dollar	SGD	Singapore Dollar
GBP	British Pound	JPY	Japanese Yen	SEK	Swedish Krona
CAD	Canadian Dollar	NZD	New Zealand Dollar	CHF	Swiss Franc
EUR	Euro Currency	NOK	Norwegian Krona	USD	United States Dollar

6. Swap agreements

a. Equity swaps

Fund Name	Notional Amount (\$)	Currency	Expiration Date	Counter- party	Receive/ Pay	Index Level/ Variable Rate	Net Unrealized Appreciation (Depreciation)
Equitized Canada Market Neutral Fund	44,118,515	CAD	26-May-09	BMO	Receive/Pay	S&P/TSX 60 Index/ 3M BA-30 bps	2,533,853
Equitized Canada Market Neutral Fund	25,403,408	CAD	23-Sep-09	TDB	Receive/Pay	S&P/TSX 60 Index/ 3M BA-22 bps	1,122,730
Total Unrealized Gain							3,656,583
Equitized Canada Market Neutral Fund	45,591,897	CAD	18-Aug-09	TDB	Receive/Pay	S&P/TSX 60 Index/ 3M BA-20 bps	(1,364,351)
Total Unrealized Loss							(1,364,351)
Total: Equitized Canada Market Neutral Fund							2,292,232

b. Interest rate swaps

Fund Name	Notional Amount (\$)	Currency	Expiration Date	Counter- party	Receive/ Pay	Fixed/ Variable Rate	Net Unrealized Appreciation (Depreciation)
CoreActive Universe Bond Fund	20,000,000	CAD	25-Apr-12	BMO	Receive/Pay	5.06%/3M BA-5.5bps	2,378,608
CoreActive Universe Bond Fund	16,400,000	CAD	6-Mar-19	BMO	Receive/Pay	4.44%/3M BA	2,824,400
CoreActive Universe Bond Fund	13,875,000	CAD	6-Mar-19	BMO	Receive/Pay	5.20%/3M BA	3,339,883
Total Unrealized Gain							8,542,891
CoreActive Universe Bond Fund	(57,500,000)	CAD	6-Mar-14	BMO	Receive/Pay	3M BA/4.01%	(6,515,596)
Total Unrealized Loss							(6,515,596)
Total: CoreActive Universe Bond Fund							2,027,295

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Fund Name	Notional Amount (\$)	Currency	Expiration Date	Counter-party	Receive/Pay	Fixed/Variable Rate	Net Unrealized Appreciation (Depreciation)
CorePlus Long Bond Fund	6,562,000	CAD	6-Mar-19	BMO	Receive/Pay	4.44%/3M BA	1,130,104
CorePlus Long Bond Fund	5,550,000	CAD	6-Mar-19	BMO	Receive/Pay	5.2%/3M BA	1,335,953
Total Unrealized Gain							2,466,057
CorePlus Long Bond Fund	(23,000,000)	CAD	6-Mar-14	BMO	Receive/Pay	3M BA/4.01%	(2,606,238)
Total Unrealized Loss							(2,606,238)
Total: CorePlus Long Bond Fund							(140,181)
CorePlus Universe Bond Fund	3,281,000	CAD	6-Mar-19	BMO	Receive/Pay	4.44%/3M BA	565,052
CorePlus Universe Bond Fund	2,775,000	CAD	6-Mar-19	BMO	Receive/Pay	5.2%/3M BA	667,977
Total Unrealized Gain							1,233,029
CorePlus Universe Bond Fund	(11,500,000)	CAD	6-Mar-14	BMO	Receive/Pay	3M BA/4.01%	(1,303,119)
Total Unrealized Loss							(1,303,119)
Total: CorePlus Universe Bond Fund							(70,090)
Liability Duration 2014-2018 Fund	12,039,619	CAD	15-Dec-14	RBC	Receive/Pay	4.03%/3M BA	1,741,616
Liability Duration 2014-2018 Fund	11,510,549	CAD	15-Dec-15	RBC	Receive/Pay	4.10%/3M BA	1,876,154
Liability Duration 2014-2018 Fund	10,993,358	CAD	15-Dec-16	RBC	Receive/Pay	4.16%/3M BA	1,945,919
Liability Duration 2014-2018 Fund	10,493,410	CAD	15-Dec-17	RBC	Receive/Pay	4.22%/3M BA	1,939,018
Liability Duration 2014-2018 Fund	9,994,293	CAD	15-Dec-18	RBC	Receive/Pay	4.29%/3M BA	1,895,226
Total: Liability Duration 2014-2018 Fund							9,397,933
Liability Duration 2024-2028 Fund	9,692,480	CAD	15-Dec-24	TDB	Receive/Pay	4.49%/3M BA	1,819,321
Liability Duration 2024-2028 Fund	9,236,574	CAD	15-Dec-25	TDB	Receive/Pay	4.52%/3M BA	1,808,226
Liability Duration 2024-2028 Fund	8,802,208	CAD	15-Dec-26	TDB	Receive/Pay	4.54%/3M BA	1,782,057
Liability Duration 2024-2028 Fund	8,382,200	CAD	15-Dec-27	TDB	Receive/Pay	4.56%/3M BA	1,747,856
Liability Duration 2024-2028 Fund	8,007,963	CAD	15-Dec-28	TDB	Receive/Pay	4.56%/3M BA	1,673,393
Total: Liability Duration 2024-2028 Fund							8,830,853
Liability Duration 2034-2038 Fund	4,779,271	CAD	15-Dec-34	RBC	Receive/Pay	4.51%/3M BA	1,401,853
Liability Duration 2034-2038 Fund	4,589,044	CAD	15-Dec-35	RBC	Receive/Pay	4.49%/3M BA	1,412,125
Liability Duration 2034-2038 Fund	4,405,973	CAD	15-Dec-36	RBC	Receive/Pay	4.48%/3M BA	1,420,544
Liability Duration 2034-2038 Fund	4,229,018	CAD	15-Dec-37	RBC	Receive/Pay	4.47%/3M BA	1,428,819
Liability Duration 2034-2038 Fund	4,057,872	CAD	15-Dec-38	RBC	Receive/Pay	4.46%/3M BA	1,440,362
Total: Liability Duration 2034-2038 Fund							7,103,703

7. Repurchase agreement

CorePlus Long Bond Fund

Security Sold	Trade Date	Currency	Expiration Date	Counter-party	Amount of Cash Received	Repurchase Price	Current Value of Securities Sold At 12/31/08
Government of Canada 5.75%, June 2033	03-Sept-08	CAD	20-Jan-09	BMO	12,748,900	121.26	14,394,985
Government of Canada 5.00%, June 2037	03-Sept-08	CAD	20-Jan-09	BMO	120,500	121.26	127,856
Province of Quebec 6.25%, June 2032	03-Sept-08	CAD	20-Jan-09	BMO	1,205,000	121.35	1,158,413
Government of Canada 5.00%, June 2037	10-Nov-08	CAD	20-Jan-09	BMO	964,000	120.89	1,022,850
Government of Canada 5.75%, June 2029	10-Nov-08	CAD	20-Jan-09	BMO	16,415,465	118.63	18,264,270
Government of Canada 5.00%, June 2037	10-Nov-08	CAD	20-Jan-09	BMO	1,182,500	118.63	1,278,563
Government of Canada 5.00%, June 2037	03-Sept-08	CAD	20-Jan-09	BMO	591,250	118.99	639,281

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Security Sold	Trade Date	Currency	Expiration Date	Counter-party	Amount of Cash Received	Repurchase Price	Current Value of Securities Sold At 12/31/08
Government of Canada 5.00%, June 2037	03-Sept-08	CAD	20-Jan-09	BMO	3,036,660	118.99	3,283,349
Province of British Columbia 6.35%, June 2031	03-Sept-08	CAD	20-Jan-09	BMO	723,000	121.35	722,455
Province of British Columbia 5.70%, June 2029	03-Sept-08	CAD	20-Jan-09	BMO	5,313,000	116.31	5,120,639
Hydro Quebec 5.00%, February 2045	03-Sept-08	CAD	20-Jan-09	BMO	1,755,250	103.98	1,725,003
Hydro Quebec 6.00%, February 2040	03-Sept-08	CAD	20-Jan-09	BMO	4,851,000	126.89	4,498,899
Province of Ontario 7.60%, June 2027	03-Sept-08	CAD	20-Jan-09	BMO	5,040,000	126.89	5,322,654
Province of Quebec 9.38%, January 2023	03-Sept-08	CAD	20-Jan-09	BMO	6,080,000	153.07	5,829,024
Province of Ontario 5.85%, March 2033	03-Sept-08	CAD	20-Jan-09	BMO	4,287,500	123.36	3,997,732
Government of Canada 5.00%, June 2037	30-Sept-08	CAD	31-Jan-09	TD	7,819,600	113.61	8,847,653
Province of Ontario 5.60%, June 2035	30-Sept-08	CAD	31-Jan-09	TD	4,520,000	113.63	4,492,980
Government of Canada 8.00%, June 2027	02-Dec-08	CAD	31-Jan-09	TD	10,100,250	151.15	10,703,921
Government of Canada 5.00%, June 2037	02-Dec-08	CAD	31-Jan-09	TD	7,537,500	151.15	6,392,813
Government of Canada 5.75%, June 2033	02-Dec-08	CAD	31-Jan-09	TD	1,507,500	151.15	1,360,585
Province of Ontario 8.10%, September 2023	30-Sept-08	CAD	31-Jan-09	TD	9,798,000	138.77	9,716,851
Province of Quebec 6.25%, June 2032	31-Oct-07	CAD	31-Jan-09	TD	7,260,000	121.67	6,950,475
Province of Quebec 6.00%, October 2029	31-Oct-07	CAD	31-Jan-09	TD	4,590,000	115.39	4,488,058
Hydro Quebec 11.00%, August 2020	31-Oct-07	CAD	31-Jan-09	TD	6,108,500	161.64	5,933,614
Province of Ontario 5.85%, March 2033	31-Oct-07	CAD	31-Jan-09	TD	2,772,000	116.14	2,741,302
Province of British Columbia 6.35%, June 2031	05-Nov-08	CAD	31-Jan-09	TD	1,333,000	124.49	1,294,399
Province of Ontario 5.60%, June 2035	31-Oct-07	CAD	31-Jan-09	TD	1,168,500	114.63	1,151,326
Province of Ontario 5.85%, March 2033	30-Sept-08	CAD	31-Jan-09	TD	994,400	113.63	1,005,144
Province of Ontario 5.60%, June 2035	30-Sept-08	CAD	31-Jan-09	TD	519,800	113.63	516,693
Government of Canada 5.00%, June 2037	30-Sept-08	CAD	31-Jan-09	TD	226,000	113.61	255,713
Government of Canada 8.00%, June 2023	05-Nov-08	CAD	31-Jan-09	RBC	8,932,000	140.53	9,780,320
Government of Canada 9.00%, June 2025	05-Nov-08	CAD	31-Jan-09	RBC	12,751,000	156.09	13,859,517
Province of British Columbia 4.70%, June 2037	30-Sept-08	CAD	31-Jan-09	RBC	1,017,500	102.32	1,002,490
Province of British Columbia 9.95%, May 2021	30-Sept-08	CAD	31-Jan-09	RBC	1,992,250	154.10	1,955,532
Province of British Columbia 8.00%, Sept 2023	30-Sept-08	CAD	31-Jan-09	RBC	2,208,000	138.77	2,174,629
Province of Ontario 9.50%, July 2022	30-Sept-08	CAD	31-Jan-09	RBC	3,377,000	154.35	3,276,131
Hydro Quebec 6.00%, February 2040	30-Sept-08	CAD	31-Jan-09	RBC	4,790,000	120.42	4,674,181
Province of Quebec 6.25%, June 2032	05-Nov-08	CAD	31-Jan-09	RBC	976,148	118.21	960,324
					166,612,973		170,920,624

CorePlus Universe Bond Fund

Government of Canada 5.75%, June 2029	15-Oct-08	CAD	31-Jan-09	RBC	1,906,500	123.58	2,039,897
Government of Canada 8.00%, June 2027	15-Oct-08	CAD	31-Jan-09	RBC	553,500	123.58	718,920
Government of Canada 4.50%, June 2015	30-Sept-08	CAD	31-Jan-09	RBC	984,000	123.66	913,403
Government of Canada 5.00%, June 2037	30-Sept-08	CAD	31-Jan-09	RBC	1,599,000	123.66	1,662,131
Government of Canada 5.00%, June 2014	30-Sept-08	CAD	31-Jan-09	RBC	2,273,250	108.83	2,429,414
Government of Canada 4.50%, June 2015	30-Sept-08	CAD	31-Jan-09	RBC	595,375	108.83	627,964
Province of Ontario 5.60%, June 2035	06-Oct-08	CAD	31-Jan-09	RBC	2,110,000	106.06	2,246,490
Province of British Columbia 5.70%, June 2029	30-Sept-08	CAD	31-Jan-09	RBC	422,000	106.07	445,273
Government of Canada 8.00%, June 2023	30-Sept-08	CAD	31-Jan-09	RBC	1,600,500	146.28	1,686,262
Canada Housing Trust 3.95%, June 2013	15-Oct-08	CAD	31-Jan-09	RBC	2,392,050	108.28	2,383,674
Government of Canada 4.50%, June 2015	30-Sept-08	CAD	31-Jan-09	RBC	323,250	108.33	342,526
Government of Canada 4.00%, June 2017	30-Sept-08	CAD	31-Jan-09	RBC	2,354,800	102.05	2,581,025

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Security Sold	Trade Date	Currency	Expiration Date	Counter-party	Amount of Cash Received	Repurchase Price	Current Value of Securities Sold At 12/31/08
Province of Ontario 5.00%, March 2014	30-Sept-08	CAD	31-Jan-09	RBC	2,277,000	104.08	2,393,195
Hydro Quebec 5.00%, February 2045	24-Nov-08	CAD	31-Jan-09	RBC	414,000	103.82	405,883
Canada Housing Trust 4.55%, December 2012	24-Nov-08	CAD	31-Jan-09	RBC	1,035,000	103.82	1,090,066
Canada Housing Trust 3.55%, September 2010	30-Sept-08	CAD	31-Jan-09	RBC	4,404,375	101.81	4,509,828
Canada Housing Trust 4.60%, September 2011	30-Sept-08	CAD	31-Jan-09	RBC	5,225,000	105.08	5,373,943
Canada Housing Trust 4.80%, June 2012	30-Sept-08	CAD	31-Jan-09	RBC	5,381,750	105.08	5,619,554
Government of Canada 4.50%, June 2015	30-Sept-08	CAD	31-Jan-09	RBC	888,250	105.08	970,490
Province of Ontario 8.50%, December 2025	30-Sept-08	CAD	31-Jan-09	RBC	3,516,000	147.31	3,400,201
Canada Housing Trust 3.95%, June 2013	30-Sept-08	CAD	31-Jan-09	RBC	2,115,000	106.34	2,146,840
Province of Ontario 5.60%, June 2035	30-Sept-08	CAD	31-Jan-09	RBC	568,750	114.38	561,623
Canada Housing Trust 4.55%, December 2012	30-Sept-08	CAD	31-Jan-09	RBC	984,300	102.57	1,051,913
Province of Quebec 6.25%, December 2010	30-Sept-08	CAD	31-Jan-09	RBC	865,700	108.81	866,285
Canada Housing Trust 4.05%, March 2011	30-Sept-08	CAD	31-Jan-09	RBC	828,000	104.08	843,614
Province of Quebec 4.50%, December 2017	24-Nov-08	CAD	31-Jan-09	RBC	1,035,000	103.82	1,020,321
Canada Housing Trust 3.75%, March 2010	24-Nov-08	CAD	31-Jan-09	RBC	517,500	103.82	515,819
Province of British Columbia 8.50%, August 2013	30-Sept-08	CAD	31-Jan-09	RBC	369,000	123.68	371,964
Government of Canada 5.75%, June 2033	30-Sept-08	CAD	31-Jan-09	RBC	984,000	123.66	1,088,468
Government of Canada 4.00%, June 2017	03-Dec-08	CAD	31-Jan-09	RBC	1,394,250	107.70	1,446,264
Hydro Quebec 6.00%, February 2040	03-Dec-08	CAD	31-Jan-09	RBC	1,305,300	114.98	1,332,142
Government of Canada 8.00%, June 2023	03-Dec-08	CAD	31-Jan-09	RBC	443,250	148.37	459,890
					51,665,650		53,545,282

8. Unitholders' equity

The authorized capital of the Funds consists of an unlimited number of units without nominal or par value. Unitholders have the right, under the Funds' Master Trust Agreement, to require the Funds to repurchase their units at current net asset value.

In accordance with the Funds' Master Trust Agreement, the number of units issued as a result of distributions shall be consolidated so that the number of units then outstanding shall be equal to the number of units outstanding immediately prior to the issuance of such additional units.

Changes in issued units, for the year ended December 31, 2008 and 2007, are summarized below:

Funds	2008		2007	
	Units Issued	Units Redeemed	Units Issued	Units Redeemed
S&P/TSX Composite Index Class A	10,731,691	1,298,175	1,273,468	1,498,783
S&P/TSX Composite Index Class D	18,011,318	9,917,198	14,744,948	12,865,618
S&P/TSX Equity Index Fund	1,537,095	8,858,989	322,828	5,915,700
Pension U.S. Equity Index Class A	149,768,235	157,461,421	92,352,793	108,736,414
Pension U.S. Equity Index Class D	6,102,691	2,608,328	5,292,296	2,173,005
Hedged Pension U.S. Equity Index Fund	54,959,546	34,885,084	9,856,769	27,198,274
NonPension U.S. Equity Index Class A	13,138,963	30,067	5,928,235	6,715,629
NonPension U.S. Equity Index Class D	57,340,897	50,897,955	47,746,468	27,677,732
Pension U.S. Alpha Tilts Fund	55,205,882	18,497,521	49,176,830	83,092,278
Hedged Pension U.S. Alpha Tilts Fund	5,955,277	2,246,855	8,444,450	2,387,302
Active Canadian Equity Fund	4,988,217	9,738,457	6,567,444	10,048,447
Active Canadian Equity Ex-Income Trusts Fund	6,161,603	8,336,817	771,806	46,008,354
Daily Active Canadian Equity Fund	5,860,234	1,395,770	3,904,685	1,819,819

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Funds	2008		2007	
	Units Issued	Units Redeemed	Units Issued	Units Redeemed
Large Cap Active Canadian Equity Fund	9,486,379	1,574,427	-	3,303,157
Small Cap Active Canadian Equity Fund	837,670	551,618	-	895,460
Canada Market Neutral Class A	8,421,350	7,403,561	18,046,665	443,007
Equitized Canada Market Neutral Fund	7,559,799	-	-	-
Universe Bond Index Class A	7,874,747	42,273,473	33,199,498	32,606,106
Universe Bond Index Class D	21,141,428	38,071,691	35,958,769	29,616,905
Ex BBB Universe Bond Index Fund	1,779,123	6,025,003	3,673,314	12,404,793
Real Return Bond Index Class A	12,468	1,983,178	2,492,908	629,241
Real Return Bond Index Class D	4,372,302	5,333,510	14,986,862	1,015,916
Long Bond Index Class A	37,914,693	34,769,650	77,995,878	32,723,827
Long Bond Index Class D	6,057,412	2,933,034	33,000,109	834,875
CoreActive Universe Bond Class A	1,907,606	33,381,439	10,765,814	8,905,247
CorePlus Long Bond Fund	-	5,383,378	39,160,061	-
CorePlus Universe Bond Fund	9,985,967	-	-	-
Liability Duration 2014-2018 Fund	2,001,255	1,440,493	-	-
Liability Duration 2024-2028 Fund	1,946,441	538,035	-	-
Liability Duration 2034-2038 Fund	1,622,706	431,077	-	-
LDI Money Market Fund	8,161,123	3,812,326	-	-
Daily Moderate Balanced Index Fund	4,243,168	13,433,394	9,091,554	12,392,833
Daily Conservative Balanced Index Fund	4,985,089	1,955,698	3,105,449	4,778,095
Daily Aggressive Balanced Index Fund	715,515	1,628,469	1,472,280	861,750
BGICL LifePath Index Retirement Fund I	1,956,729	497,908	1,837,226	395,584
BGICL LifePath Index 2010 Fund	4,265,517	1,399,872	8,555,399	580,828
BGICL LifePath Index 2015 Fund	6,286,260	283,798	1,198,365	126,600
BGICL LifePath Index 2020 Fund	8,988,321	1,700,890	19,951,983	722,868
BGICL LifePath Index 2025 Fund	6,438,704	245,566	695,891	106,476
BGICL LifePath Index 2030 Fund	6,796,706	816,629	11,947,445	391,362
BGICL LifePath Index 2035 Fund	3,238,932	70,596	363,279	101,794
BGICL LifePath Index 2040 Fund	3,876,805	589,700	4,236,809	283,119
BGICL LifePath Index 2045 Fund	450,711	5,754	-	-
Balanced Fund	7,174,217	3,505,302	733,922	3,379,868
Global Market Selection Class A	2,623,654	222,502	10,217,975	138,172
Short Term Investment Class A	1,694,364	2,778,039	6,948,783	6,345,074
Short Term Investment Class D	2,778,386	2,614,486	2,353,604	2,167,687
MSCI EAFE Equity Index Fund Class A	61,103,322	6,411,254	15,858,572	27,514,088
Daily EAFE Equity Index Fund	32,833,682	20,570,652	34,120,388	20,921,250
Hedged MSCI EAFE Equity Index Fund	2,797,845	1,679,306	54,687	1,733,937
MSCI ACWI ex Canada Index Fund	18,897,213	12,830,768	38,976,441	1,797,584
EAFE Currency Overlay Fund	25,900,989	3,907,347	163,449	629,381

9. Redemptions

In determining the amount of distributions payable to unitholders at the end of the year, net realized capital gains may be allocated to redeeming unitholders. Any such redeeming unitholders will receive a T5008 supplementary slip for the allocated gain. Any net capital gains that remain after allocations to redeeming unitholders will be distributed to unitholders.

10. Related party

Pursuant to an agreement between Barclays and Barclays Global Investors, N.A. (“BGINA”), an affiliated company of Barclays, BGINA provides certain investment advisory and administrative services to some of the Funds. BGINA

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provides investment advisory services to the Pension U.S. Equity Index Fund, Pension U.S. Alpha Tilts Fund, NonPension U.S. Equity Index Fund and the MSCI EAFE Equity Index Fund.

The Funds are responsible for all operating expenses incurred by or on behalf of the Funds. If Barclays provides any of these services, it shall be entitled to fees for such services.

The Funds are responsible for all commissions payable to brokers or dealers on behalf of the Funds.

a. Securities lending

The Funds may lend investments, either directly, or through an agent, to brokers, dealers and other financial institutions. Securities lending enables the Funds to earn additional income. By using such income to offset expenses, the Funds will be able to reduce the effect such expenses have on the Funds' ability to provide investment results that more closely correspond to the objective of the Funds.

The Funds have entered into a securities lending authorization agreement with BGINA and Barclays Global Investors Limited (BGIL), as lending agents, subject to the overriding authority of Barclays. BGINA is a national bank association under the laws of the United States of America. BGIL is a corporation incorporated under the law of England and Wales and is authorized and regulated by the Financial Services Authority in the United Kingdom. Both BGINA and BGIL have considerable experience and expertise in securities lending.

The net income earned in connection with securities lending is allocated 50% to the lending agent and 50% to the relevant Fund. The lending agents bear all operational costs with respect to the lending of securities.

The Funds require collateral in the form of cash and obligations of, or guaranteed by, the Government of Canada or a province thereof or of the United States Government or its agencies or instrumentalities that have an aggregate value of not less than 102% of the market value of the loaned securities. The Trustee assesses the credit-worthiness of each borrower, and acts promptly to demand payment from any borrower in realizing any collateral. During the period, the Funds received bonds and money market securities as collateral which are held by the lending agent. The market value of securities on loan and the market value of the associated collateral at December 31, 2008 are provided below.

Funds	Market Value of Securities on Loan	Market Value of Collateral
	31-Dec-08	31-Dec-08
S&P/TSX Composite Index Fund	58,715,269	60,732,491
S&P/TSX Equity Index Fund	2,535,426	2,653,652
Active Canadian Equity Fund	42,871,032	43,581,746
Active Canadian Equity Ex-Income Trusts Fund	26,848,046	27,018,826
Daily Active Canadian Equity Fund	1,587,067	1,591,863
Large Cap Active Canadian Equity Fund	3,989,116	3,995,187
Small Cap Active Canadian Equity Fund	6,815,672	7,226,234
Universe Bond Index Fund	479,397,939	507,065,272
Ex BBB Universe Bond Index Fund	55,273,053	58,543,160
Long Bond Index Fund	43,362,119	46,061,927
CoreActive Universe Bond Fund	38,398,860	40,574,208
BGICL LifePath Index 2020 Fund	591	609
BGICL LifePath Index 2030 Fund	129,234	133,221

b. Management fees

In accordance with the Funds' Master Trust Agreement, the following Funds pay Barclays, in its capacity as manager, fees computed and accrued daily at the following basis of net asset value and paid monthly.

Funds	Fees at annual rate
Short Term Investment Class D	0.10%
EAFE Currency Overlay Fund	0.70%

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11. Reconciliation of net asset value

a) The primary reason for the difference between the Net Asset value per unit and Net Assets per unit is described in note 2.

Fund	As at 31-December-08		As at 31-December-07	
	Net Asset Value per unit (\$)	Net Assets per unit (\$)	Net Asset Value per unit (\$)	Net Assets per unit (\$)
S&P/TSX Composite Index Class A	36.74	36.63	54.45	54.37
S&P/TSX Composite Index Class D	15.35	15.29	22.74	22.71
S&P/TSX Equity Index Fund	37.33	37.22	56.00	55.92
Pension U.S. Equity Index Class A	7.21	7.20	9.15	9.14
Pension U.S. Equity Index Class D	12.57	12.55	15.94	15.92
Hedged Pension U.S. Equity Index Fund	7.44	7.43	12.21	12.19
NonPension U.S. Equity Index Class A	6.28	6.27	8.00	7.99
NonPension U.S. Equity Index Class D	6.28	6.27	8.00	7.99
Pension U.S. Alpha Tilts Fund	7.01	7.00	8.82	8.81
Hedged Pension U.S. Alpha Tilts Fund	7.25	7.24	11.87	11.86
Active Canadian Equity Fund	20.69	20.62	29.28	29.23
Active Canadian Equity Ex-Income Trusts Fund	21.05	20.98	30.37	30.32
Daily Active Canadian Equity Fund	15.43	15.38	22.29	22.25
Large Cap Active Canadian Equity Fund	13.89	13.86	19.63	19.60
Small Cap Active Canadian Equity Fund	24.99	24.75	41.93	41.81
Canada Market Neutral Fund	15.45	15.34	14.20	14.14
Equitized Canada Market Neutral Fund	8.30	8.26	11.47	11.44
Universe Bond Index Class A	21.50	21.48	20.25	20.23
Universe Bond Index Class D	18.39	18.37	17.34	17.33
Ex BBB Universe Bond Index Fund	14.95	14.93	14.03	14.02
Real Return Bond Index Class A	21.82	21.80	21.73	21.71
Real Return Bond Index Class D	10.12	10.11	10.08	10.07
Long Bond Index Class A	20.01	19.99	19.36	19.35
Long Bond Index Class D	10.64	10.63	10.29	10.29
CoreActive Universe Bond Fund	16.34	16.32	15.29	15.27
CorePlus Long Bond Fund	10.20	10.19	10.17	10.16
CorePlus Universe Bond Fund	10.36	10.35	-	-
Liability Duration 2014-2018 Fund	20.07	20.07	-	-
Liability Duration 2024-2028 Fund	15.28	15.28	-	-
Liability Duration 2034-2038 Fund	15.19	15.19	-	-
LDI Money Market Fund	9.74	9.74	-	-
Daily Moderate Balanced Index Fund	14.19	14.14	16.94	16.91
Daily Conservative Balanced Index Fund	13.77	13.73	15.10	15.08
Daily Aggressive Balanced Index Fund	13.85	13.80	17.96	17.93
BGICL LifePath Index Retirement Fund I	8.89	8.85	9.93	9.92
BGICL LifePath Index 2010 Fund	8.68	8.64	9.90	9.88
BGICL LifePath Index 2015 Fund	8.36	8.32	10.02	10.01
BGICL LifePath Index 2020 Fund	7.83	7.78	9.81	9.80
BGICL LifePath Index 2025 Fund	7.72	7.68	9.96	9.94

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Fund	As at 31-December-08		As at 31-December-07	
	Net Asset Value per unit (\$)	Net Assets per unit (\$)	Net Asset Value per unit (\$)	Net Assets per unit (\$)
BGICL LifePath Index 2030 Fund	7.40	7.36	9.82	9.81
BGICL LifePath Index 2035 Fund	7.24	7.20	9.84	9.82
BGICL LifePath Index 2040 Fund	7.09	7.04	9.83	9.81
BGICL LifePath Index 2045 Fund	7.32	7.28	-	-
Balanced Fund	19.11	19.05	22.81	22.78
Global Market Selection Fund	39.84	39.84	42.80	42.80
Short Term Investment Class A	15.29	15.29	14.81	14.81
Short Term Investment Class D	12.85	12.85	12.46	12.46
MSCI EAFE Equity Index Class A	8.53	8.50	12.00	11.98
Daily EAFE Equity Index Fund	8.52	8.50	12.00	11.97
Hedged MSCI EAFE Equity Index Fund	8.21	8.18	14.07	14.05
MSCI ACWI ex Canada Index Fund	7.16	7.12	9.72	9.70
EAFE Currency Overlay Fund	0.41	0.41	33.24	33.24

b) As the result of adoption of Section 3855, the beginning comparative net asset value for 2007 in the “Statement of Changes in Net Asset” was restated.

Fund	Net Asset Value As at December 31, 2006	Section 3855 Adjustment	Net Assets As at January 1, 2007
S&P/TSX Composite Index Class A	\$382,147,790	\$(421,165)	\$381,726,625
S&P/TSX Composite Index Class D	1,035,195,393	(1,140,889)	1,034,054,504
S&P/TSX Equity Index Fund	940,927,378	(919,068)	940,008,310
Pension U.S. Equity Index Class A	3,536,313,352	(16,743,274)	3,519,570,078
Pension U.S. Equity Index Class D	202,540,320	(958,961)	201,581,359
Hedged Pension U.S. Equity Index Fund	1,029,872,733	(4,997,713)	1,024,875,020
NonPension U.S. Equity Index Class A	813,807,697	(3,710,904)	810,096,793
NonPension U.S. Equity Index Class D	564,384,140	(2,573,551)	561,810,589
Pension U.S. Alpha Tilts Fund	2,470,206,469	(10,816,504)	2,459,389,965
Hedged Pension U.S. Alpha Tilts Fund	223,002,457	(1,008,491)	221,993,966
Active Canadian Equity Fund	1,943,698,542	(1,931,398)	1,941,767,144
Active Canadian Equity Ex-Income Trusts Fund	3,118,319,015	(2,499,428)	3,115,819,587
Daily Active Canadian Equity Fund	319,244,814	(259,271)	318,985,543
Large Cap Active Canadian Equity Fund	774,730,778	(428,739)	774,302,039
Small Cap Active Canadian Equity Fund	320,996,797	(726,169)	320,270,628
Canada Market Neutral Fund	418,832,483	(1,645,094)	417,187,389
Equitized Canada Market Neutral Fund	60,228,823	(98,480)	60,130,343
Universe Bond Index Class A	3,106,415,966	(1,675,600)	3,104,740,366
Universe Bond Index Class D	1,696,438,423	(890,048)	1,695,548,375
Ex BBB Universe Bond Index Fund	521,365,914	(261,414)	521,104,500
Real Return Bond Index Class A	227,166,529	1	227,166,530
Long Bond Index Class A	4,054,199,234	(3,268,620)	4,050,930,614
CoreActive Universe Bond Fund	1,620,013,823	5,053,936	1,625,067,759
Daily Moderate Balanced Index Fund	776,514,308	(1,073,315)	775,440,993
Daily Conservative Balanced Index Fund	224,815,485	(275,525)	224,539,960
Daily Aggressive Balanced Index Fund	91,926,344	(137,593)	91,788,751
Balanced Fund	117,927,093	98,147	118,025,240
Global Market Selection Fund	144,776,028	-	144,776,028

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Fund	Net Asset Value As at December 31, 2006	Section 3855 Adjustment	Net Assets As at January 1, 2007
Short Term Investment Class A	\$40,754,468	\$-	\$40,754,468
Short Term Investment Class D	43,136,805	-	43,136,805
MSCI EAFE Equity Index Class A	623,713,690	(670,576)	623,043,114
Daily EAFE Equity Index Fund	531,628,692	(537,792)	531,090,900
Hedged MSCI EAFE Equity Index Fund	214,742,221	(214,530)	214,527,691
EAFE Currency Overlay Fund	22,380,621	-	22,380,621

12. Financial instruments risk

a. Fair value of financial instruments

The Funds' financial instruments include items listed on the Statement of Portfolio Investments, derivatives and other items on the Statement of Net Assets. All the financial instruments are valued at fair value.

b. Strategy in using financial instruments

The Funds' activities expose them to a variety of financial risks: market risk (including currency risk, interest rate risk, and other market risk), credit risk and liquidity risk.

The Funds' overall risk management program focuses on the processes, strategies, and the objectives of each Fund.

- a) Index funds – The overall risk management program focuses on process and strategies to minimize tracking errors between each of the Funds' performance and the performance of the relevant index.
- b) Active funds – The overall risk management program seeks to minimize the potentially adverse effect of risk on each of the Funds' performance in a manner consistent with their investment objective.
- c) The Funds invested in other funds – The level of risk depends on the investment objective of the Funds and the type of securities invested in. The portfolio managers focus on the overall asset allocation strategy of the Funds. The investment decision to buy or sell is based on the asset allocation model rather than exposure of the underlying funds.

c. Currency risk

Currency risk arises from financial instruments that are denominated in a currency other than the Canadian dollar, which is the Funds' reporting currency. The Funds are exposed to the risk that the value of the financial instruments denominated in other currencies will fluctuate due to change in exchange rate.

The table below indicates the currencies to which the Funds had direct exposure on their trading financial instruments as well as the underlying principle amount of forward currency contracts, as applicable. The table also indicates the effect on net assets, had the Canadian dollar strengthened or weakened by 1% in relation to all currencies as at December 31, 2008. In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

Fund	Currency	Financial instruments (CAD\$)	Forward currency contracts (CAD\$)	Net direct exposure (CAD\$)	Net direct exposure as a percentage of net assets (%)	Change in CAD currency (%)	Effect on net assets (000's CAD)
Pension U.S. Equity Index Fund	USD	2,541,095,998	-	2,541,095,998	99.96	+/- 1	-/+ 25,159
NonPension U.S. Equity Index Fund	USD	1,201,821,132	-	1,201,821,132	99.50	+/- 1	-/+ 11,899
Pension U.S. Alpha Tilts Fund	USD	1,686,471,895	-	1,686,471,895	99.40	+/- 1	-/+ 16,698
Canada Market Neutral Fund	USD	24,653,796	-	24,653,796	3.18	+/- 1	-/+ 244
Daily Moderate Balanced Index Fund	USD	12,662,697	-	12,662,697	2.63	+/- 1	-/+ 125
Daily Conservative Balanced Index Fund	USD	6,126,229	-	6,126,229	2.73	+/- 1	-/+ 61
Daily Aggressive Balanced Index Fund	USD	1,818,724	-	1,818,724	2.67	+/- 1	-/+ 18

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Fund	Currency	Financial instruments (CAD\$)	Forward currency contracts (CAD\$)	Net direct exposure (CAD\$)	Net direct exposure as a percentage of net assets (%)	Change in CAD currency (%)	Effect on net assets (000's CAD)
BGICL LifePath Index Retirement Fund I	USD	2,646,415	-	2,646,415	10.31	+/- 1	-/+ 26
BGICL LifePath Index 2010 Fund	USD	10,875,430	-	10,875,430	11.61	+/- 1	-/+ 108
BGICL LifePath Index 2015 Fund	USD	8,358,473	-	8,358,473	14.21	+/- 1	-/+ 83
BGICL LifePath Index 2020 Fund	USD	31,591,403	-	31,591,403	15.31	+/- 1	-/+ 313
BGICL LifePath Index 2025 Fund	USD	8,097,853	-	8,097,853	15.55	+/- 1	-/+ 80
BGICL LifePath Index 2030 Fund	USD	20,421,736	-	20,421,736	15.83	+/- 1	-/+ 202
BGICL LifePath Index 2035 Fund	USD	3,878,412	-	3,878,412	15.71	+/- 1	-/+ 38
BGICL LifePath Index 2040 Fund	USD	7,754,394	-	7,754,394	15.20	+/- 1	-/+ 77
BGICL LifePath Index 2045 Fund	USD	453,066	-	453,066	13.99	+/- 1	-/+ 4
Balanced Fund	USD	42,606,792	-	42,606,792	35.83	+/- 1	-/+ 422
MSCI EAFE Equity Index Fund	AUD	79,307,142	-	79,307,142	5.85	+/- 1	-/+ 778
	CHF	111,847,732	-	111,847,732	8.26	+/- 1	-/+ 1,142
	DKK	11,179,779	-	11,179,779	0.83	+/- 1	-/+ 29
	EUR	453,097,821	-	453,097,821	33.44	+/- 1	-/+ 4,531
	GBP	268,324,626	-	268,324,626	19.81	+/- 1	-/+ 2,683
	HKD	26,825,951	-	26,825,951	1.98	+/- 1	-/+ 266
	JPY	338,321,631	-	338,321,631	24.97	+/- 1	-/+ 3,350
	NOK	8,386,117	-	8,386,117	0.62	+/- 1	-/+ 83
	NZD	1,350,421	-	1,350,421	0.10	+/- 1	-/+ 1,098
	SEK	26,622,833	-	26,622,833	1.97	+/- 1	-/+ 264
	SGD	14,397,174	-	14,397,174	1.06	+/- 1	-/+ 143
	USD	1,254,775	-	1,254,775	0.09	+/- 1	-/+ 12
		1,340,916,002	-	1,340,916,002	98.98		14,379
MSCI ACWI ex Canada Index Fund	USD	29,016,176	-	29,016,176	9.42	+/- 1	-/+ 287
EAFE Currency Overlay Fund	AUD	862,132	(5,270,406)	(4,408,274)	(47.63)	+/- 1	-/+ 61
	CHF	1,216,532	(7,874,816)	(6,658,284)	(71.95)	+/- 1	-/+ 90
	EUR	5,020,909	(30,896,348)	(25,875,439)	(279.60)	+/- 1	-/+ 359
	GBP	2,875,703	(17,090,045)	(14,214,342)	(153.59)	+/- 1	-/+ 199
	HKD	290,753	(1,727,906)	(1,437,153)	(15.53)	+/- 1	-/+ 20
	JPY	3,652,491	(21,870,577)	(18,218,086)	(196.86)	+/- 1	-/+ 253
	NOK	88,239	(519,867)	(431,628)	(4.66)	+/- 1	-/+ 6
	NZD	11,572	(84,089)	(72,517)	(0.78)	+/- 1	-/+ 1
	SEK	290,753	(1,736,416)	(1,445,663)	(15.62)	+/- 1	-/+ 20
	SGD	156,225	(921,501)	(765,276)	(8.27)	+/- 1	-/+ 11
	USD	-	(1,658,294)	(1,658,294)	(17.92)	+/- 1	-/+ 16
		14,453,737	(89,650,265)	(75,184,956)	(812.41)		1,036

The above table reflects funds with a net direct exposure of at least 2% of net assets.

The direct exposure to currency risk in the Funds invested in other funds is minimal as the underlying funds are valued in Canadian dollars. The Funds invested in other funds may have indirect exposure to currency risk in the event the underlying funds are invested in financial instruments which are denominated in other currencies.

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d. Interest rate risk

Interest rate risk arises on interest-bearing financial instruments held in the investment portfolio such as bonds and fixed income derivatives. The Funds are exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing levels of market interest rates.

As at December 31, 2008, if the prevailing interest rates had been raised or lowered by 1%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets within the Funds could possibly have decreased or increased. Each Fund's interest rates sensitivity was determined based on the weighted average duration of the portfolio. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The table below summarizes the bond Funds' exposure to interest rate risk as well as the effect on net assets due to changes in interest rates. The table also includes the Funds' financial instruments at fair values, categorized by maturity dates.

Financial Instruments by Maturity Date*

Fund	<1 year (CAD\$)	1-3 years (CAD\$)	3-5 years (CAD\$)	>5 years (CAD\$)	Total (CAD\$)	Change in interest rates %	Effect on net assets (000's CAD\$)
Universe Bond Index Fund	14,669,159	955,982,127	1,003,616,446	2,371,238,835	4,345,506,567	+/-1	-/+ 270,490
Ex BBB Universe Bond Index Fund	-	93,025,134	79,833,620	210,977,437	383,836,191	+/-1	-/+ 23,986
Real Return Bond Index Fund	-	-	3,387,366	360,679,109	364,066,475	+/-1	-/+ 38,713
Long Bond Index Fund	-	-	-	5,651,652,584	5,651,652,584	+/-1	-/+ 695,105
CoreActive Universe Bond Fund	17,351,278	204,740,857	353,091,626	766,188,838	1,341,372,599	+/-1	-/+ 88,912
CorePlus Long Bond Fund	184,782	-	-	341,061,234	341,246,016	+/-1	-/+ 42,004
CorePlus Universe Bond Fund	164,021	22,127,849	21,586,591	58,188,615	102,067,076	+/-1	-/+ 6,798
Liability Duration 2014-2018 Fund	-	-	-	9,397,933	9,397,933	+/-1	-/+ 28
Liability Duration 2024-2028 Fund	-	-	-	8,830,853	8,830,853	+/-1	-/+ 53
Liability Duration 2034-2038 Fund	-	-	-	7,103,703	7,103,703	+/-1	-/+ 45
LDI Money Market Fund	-	-	38,847,462	-	38,847,462	+/-1	-/+ 104
Short Term Investment Fund	75,425,953	4,940,387	6,806,721	-	87,173,061	+/-1	-/+ 216

* Excludes cash, cash equivalents and investments in other funds.

The table below summarizes the bond Funds' notional exposure to interest rate risk. The table also includes the Funds' futures instruments at fair value, categorized by maturity dates.

Notional Values

Fund	<1 year (CAD\$)	1-3 years (CAD\$)	3-5 years (CAD\$)	>5 years (CAD\$)	Total (CAD\$)
CoreActive Universe Bond Fund	8,087,022	-	20,000,000	(27,225,000)	862,022
CorePlus Long Bond Fund	11,149,498	-	-	(10,888,000)	261,498
CorePlus Universe Bond Fund	629,851	-	-	(5,444,000)	(4,814,149)

The Funds invested in other funds may be exposed to indirect interest rate risk in the event the underlying funds invested in interest bearing financial instruments .

e. Other market risk

Other market risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk). All securities present a risk of loss of capital. The Funds moderate this risk through the use of various investment strategies within the parameters of the Funds' investment guidelines.

Management's estimate of the effect on net assets due to a reasonable possible change in indices, with all other variables held constant, is shown in the table below. In practice the actual trading results may differ from the sensitivity analysis below and the difference could be material.

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Fund	Market indices	Change in market prices %	Effect on net assets (\$'000 CAD\$)
S&P/TSX Composite Index Fund	S&P/TSX [®] Capped Composite Index	+/- 1	+/- 14,886
S&P/TSX Equity Index Fund	S&P/TSX Equity Index	+/- 1	+/- 2,057
Pension U.S. Equity Index Fund	S&P 500 [®] Index	+/- 1	+/- 22,954
Hedged Pension U.S. Equity Index Fund	S&P 500 Index	+/- 1	+/- 6,782
NonPension U.S. Equity Index Fund	S&P 500 Index	+/- 1	+/- 11,765
Pension U.S. Alpha Tilts Fund	S&P 500 Index	+/- 1	+/- 16,780
Hedged Pension U.S. Alpha Tilts	S&P 500 Index	+/- 1	+/- 1,982
Active Canadian Equity Fund	S&P/TSX Capped Composite Index	+/- 1	+/- 13,073
Active Canadian Equity Ex-Income Trusts Fund	S&P/TSX Equity Index	+/- 1	+/- 13,793
Daily Active Canadian Equity Fund	S&P/TSX Equity Index	+/- 1	+/- 3,343
Large Cap Active Canadian Equity Fund	S&P/TSX 60 Capped Index	+/- 1	+/- 6,644
Small Cap Active Canadian Equity Fund	S&P/TSX Equity Completion Index	+/- 1	+/- 1,934
Canada Market Neutral Fund	DEX 91 Day T-Bill Index	+/- 1	+/- 7,413
Equitized Canada Market Neutral Fund	S&P/TSX 60 Index	+/- 1	+/- 931
Universe Bond Index Fund	DEX Universe Bond Index	+/- 1	+/- 43,470
Ex BBB Universe Bond Index Fund	DEX Universe Bond Index	+/- 1	+/- 3,838
Real Return Bond Index Fund	DEX Real Return Bond Index	+/- 1	+/- 3,641
Long Bond Index Fund	DEX Long Term Bond Index	+/- 1	+/- 56,527
CoreActive Universe Bond Fund	DEX Universe Bond Index	+/- 1	+/- 13,402
CorePlus Long Bond Fund	DEX Long Term Bond Index	+/- 1	+/- 5,057
CorePlus Universe Bond Fund	DEX Universe Bond Index	+/- 1	+/- 1,536
Liability Duration 2014-2018 Fund	DEX 91 Day T-Bill Index	+/- 1	+/- 79
Liability Duration 2024-2028 Fund	DEX 91 Day T-Bill Index	+/- 1	+/- 186
Liability Duration 2034-2038 Fund	DEX 91 Day T-Bill Index	+/- 1	+/- 158
LDI Money Market Fund	DEX 91 Day T-Bill Index	+/- 1	+/- 389
Short Term Investment Fund	DEX 91 Day T-Bill Index	+/- 1	+/- 872
MSCI EAFE Equity Index Fund	MSCI EAFE Index	+/- 1	+/- 13,237
Hedged MSCI EAFE Equity Index Fund	MSCI EAFE Index	+/- 1	+/- 1,262
MSCI ACWI ex Canadian Index Fund	MSCI ACWI ex Canada Index	+/- 1	+/- 3,006
EAFE Currency Overlay Fund	MSCI EAFE Index	+/- 1	+/- 103

The Funds invested in other funds are also exposed to other market risk. As at December 31, 2008, had the indices of the underlying funds in which the Funds invested in increased or decreased by 1%, the net assets of the Funds invested in other funds would have increased or decreased approximately by 1%.

f. Credit risk

The Funds are exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts or deliver securities in full when due. All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

A short seller could be exposed to credit risk for the amount of collateral pledged to the broker if the terms of the agreement with the broker were unable to be met. The Funds seek to control this risk through counterparty credit evaluations and approvals and exposure monitoring procedures undertaken by Barclays. There were no credit related losses during the year ended December 31, 2008.

Credit risk arising on debt instruments is mitigated by investing primarily in instruments that have been rated as “investment grade” or above by independent third party rating agencies. Similarly, credit risk arising on forward

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008

currency contracts is mitigated by investing primarily in instruments issued by counterparties who have been rated as having a superior ability to repay short-term debt by third party rating agencies.

The following Funds had direct investment in debt securities and derivatives with the following credit ratings:

Fixed Income by Credit Rating	Universe	Ex BBB	Real	Long Bond Index Fund	Short Term Investment Fund	CoreActive Universe Bond Fund	CorePlus Long Bond Fund	CorePlus Universe Bond Fund	LDI Money Market Fund
	Bond Index Fund	Universe Bond Index Fund	Bond Return Bond Index Fund						
AAA/Aaa ⁴	52.0	54.7	86.6	42.2	86.5	50.1	39.8	54.1	
AA/Aa ⁴	26.4	26.6	5.2	27.7	13.5	23.6	26.4	23.7	100.0
A/A ⁴	16.7	18.7	8.2	29.7	-	21.5	29.7	17.3	
BBB/Bbb ⁴	4.9	-	-	0.4	-	4.8	4.1	4.9	
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Derivatives by Credit Rating	(%)	(%)	(%)	(%)	(%)	(%)²	(%)²	(%)²	(%)
Aa1 ⁵ (SWAPS)	-	-	-	-	-	100.0	100.0	100.0	
	(%)	(%)	(%)	(%)	(%)	(%)	(%) ³	(%) ³	(%)
P-1 ⁶ (Forwards)	-	-	-	-	-	-	100.0	100.0	
Derivatives by Credit Rating	Hedged Pension U.S. Equity Index Fund	Hedged Pension U.S. Alpha Tilts Fund	Equitized Canada Market Neutral Fund	Liability Duration 2014-2018 Fund	Liability Duration 2024-2028 Fund	Liability Duration 2034-2038 Fund	Global Market Selection Fund	Hedged MSCI EAFE Equity Index Fund	EAFE Currency Overlay Fund
Aa1 ⁵ (SWAPS)			100.0	100.0	100.0	100.0			
P-1 ⁶ (Forwards)	100.0	100.0					100.0	100.0	100.0

¹Percentage of fixed income holdings

²Percentage of SWAP contracts

³Percentage of forward currency contracts

⁴Source: PC Bond: a division of TSX Inc.

⁵Source: Moody's Investors Service – Long Term

⁶Source: Moody's Investors Service – Short Term

The Funds invested in other funds may be exposed to credit risk in the event that the underlying funds invest in debt instruments and derivatives.

g. Liquidity risk

The Funds' exposure to liquidity risk is concentrated mainly in the cash redemptions of units. Therefore, the Funds invest the majority of its assets in investments that are traded in active markets and can be readily sold. In addition, the Funds retain sufficient cash and cash equivalents to maintain ongoing liquidity. The Funds may, from time to time, enter into over-the-counter derivative contracts which are not traded in an organized market and may be illiquid. The Funds also have the ability to borrow for the purpose of redemption. No such borrowing occurred during the period.

13. Brokers' commission

Commissions paid to brokers for portfolio transactions for the year ended December 31, 2008 and 2007 are below.

Funds	2008	2007
S&P/TSX Composite Index Fund	\$142,997	\$125,814
S&P/TSX Equity Index Fund	90,293	43,474
Pension U.S. Equity Index Fund	105,396	88,465
Hedged Pension U.S. Equity Index Fund	662	-

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008

Funds	2008	2007
NonPension U.S. Equity Index Fund	\$87,491	\$63,711
Pension U.S. Alpha Tilts Fund	1,330,926	1,376,671
Hedged Pension U.S. Alpha Tilts Fund	312	-
Active Canadian Equity Fund	2,052,683	2,242,492
Active Canadian Equity Ex-Income Trusts Fund	1,846,209	2,389,397
Daily Active Canadian Equity Fund	403,801	406,075
Large Cap Active Canadian Equity Fund	559,289	617,096
Small Cap Active Canadian Equity Fund	453,500	605,033
Canada Market Neutral Fund	4,057,920	2,849,990
Equitized Canada Market Neutral Fund	25,644	9,177
CoreActive Universe Bond Fund	417,968	647,617
CorePlus Long Bond Fund	94,253	14,265
CorePlus Universe Bond Fund	27,228	-
Daily Moderate Balanced Index Fund	9,566	15,086
Daily Conservative Balanced Index Fund	7,864	4,178
Daily Aggressive Balanced Index Fund	1,063	2,408
BGICL LifePath Index Retirement Fund I	5,253	895
BGICL LifePath Index 2010 Fund	20,113	4,311
BGICL LifePath Index 2015 Fund	12,609	669
BGICL LifePath Index 2020 Fund	42,877	13,258
BGICL LifePath Index 2025 Fund	9,440	433
BGICL LifePath Index 2030 Fund	20,814	6,794
BGICL LifePath Index 2035 Fund	3,234	188
BGICL LifePath Index 2040 Fund	5,982	1,678
BGICL LifePath Index 2045 Fund	281	-
Balanced Fund	4,939	6,019
MSCI EAFE Equity Index Fund	324,399	282,704
MSCI ACWI ex Canada Index Fund	13,675	2,953
EAFE Currency Overlay Fund	4,391	-

14. Lehman Brothers

MSCI EAFE Equity Index Fund had given securities on loan to Lehman Brothers International (Europe). Recent events in the financial markets have led to the breakup and bankruptcy of Lehman Brothers Inc. As a result, Lehman defaulted on its obligations under securities lending transactions.

On September 15, 2008, the securities lending agent issued a notice of default to Lehman in accordance with the overseas securities lender's agreement dated March 7, 2000. Subsequent to the notice of default the lending agent sold the collateral and purchased replacement securities from the proceeds thereof and any surplus proceeds less associated legal fees were held by the lending agent.

As at December 31, 2008, the securities lending agent held funds payable to Lehman, on behalf of MSCI EAFE Equity Index Fund, amounting to \$32,551,016.

15. Comparative figures

Certain comparative figures have been reclassified to conform to the current year's presentation.

16. International accounting standards

The Funds will be required to adopt the International Financial Reporting Standards (IFRS) in their fiscal 2011 year. In preparation to meet the requirements Barclays has taken the following steps in managing the transition to IFRS:

- Identified the key tasks related to the transition and a time line for achieving such tasks in order to comply with IFRS.
- Established a group to develop and implement a transition plan.
- Commenced identification of key issues and likely impacts resulting from adoption of IFRS.

Barclays is still in the early stages of these activities. Based on Barclays current evaluation of the differences between Canadian GAAP and IFRS, Barclays does not expect that net assets attributable to unit/shareholders or net asset value per unit will be impacted by the changeover to IFRS. There are likely to be changes in presentations and disclosure in the financial statements.

March 16, 2009

Auditors' Report

To the Unitholders and Trustee of
S&P/TSX Composite Index Fund
S&P/TSX Equity Index Fund
Pension U.S. Equity Index Fund
Hedged Pension U.S. Equity Index Fund
NonPension U.S. Equity Index Fund
Pension U.S. Alpha Tilts Fund
Hedged Pension U.S. Alpha Tilts Fund
Active Canadian Equity Fund
Active Canadian Equity Ex-Income Trusts Fund
Daily Active Canadian Equity Fund
Large Cap Active Canadian Equity Fund
Small Cap Active Canadian Equity Fund
Canada Market Neutral Fund
Equitized Canada Market Neutral Fund
Universe Bond Index Fund
Ex BBB Universe Bond Index Fund
Real Return Bond Index Fund
Long Bond Index Fund
CoreActive Universe Bond Fund
CorePlus Long Bond Fund
CorePlus Universe Bond Fund
Liability Duration 2014-2018 Fund
Liability Duration 2024-2028 Fund
Liability Duration 2034-2038 Fund
(collectively referred to as the Funds)

LDI Money Market Fund
Daily Moderate Balanced Index Fund
Daily Conservative Balanced Index Fund
Daily Aggressive Balanced Index Fund
Balanced Fund
Global Market Selection Fund
Short Term Investment Fund
MSCI EAFE Equity Index Fund
Hedged MSCI EAFE Equity Index Fund
MSCI ACWI ex Canada Index Fund
EAFE Currency Overlay Fund
BGICL LifePath Index Retirement Fund I
BGICL LifePath Index 2010 Fund
BGICL LifePath Index 2015 Fund
BGICL LifePath Index 2020 Fund
BGICL LifePath Index 2025 Fund
BGICL LifePath Index 2030 Fund
BGICL LifePath Index 2035 Fund
BGICL LifePath Index 2040 Fund
BGICL LifePath Index 2045 Fund

We have audited the statements of portfolio investments of the Funds as at December 31, 2008, the statements of net assets as at December 31, 2008 and 2007, where applicable, and the statements of operations, changes in net assets and, where applicable, cash flows for the periods as indicated in note 1. These financial statements are the responsibility of the Funds' manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of each of the Funds as at December 31, 2008 and 2007, where applicable, and the results of each of their operations, the changes in each of their net assets and, where applicable, each of their cash flows for the periods as indicated in note 1, in accordance with Canadian generally accepted accounting principles.

PricewaterhouseCoopers LLP

Chartered Accountants, Licensed Public Accountants