

# Ideal Balanced Fund

Fund Details	
Type of Fund	Balanced
Inception Date	Back-End Load: December 31, 1986 No-Load: October 10, 2000 No-Load with Resets: November 6, 2006 Platinum No-Load: October 15, 2007
Management Fees	Back-End Load: 2.40% No-Load: 2.55% No-Load with Resets: 2.55% Platinum No-Load: 1.95%

## Investment Objectives

The investment objective of the Ideal Balanced Fund is to provide superior long-term capital appreciation and steady income while limiting risk through asset diversification with an emphasis on quality and liquidity. To achieve its objective, the Fund invests in a diversified portfolio of Canadian and foreign equities and fixed income securities.

## Investment Strategies

To comply with the risk control objective, investment in equity and equity-type securities is limited to a maximum of 65 percent of the Fund's assets. To ensure proper diversification, the Canadian equity portfolio will comprise a minimum of 40 securities and will be diversified by sector and industry. The foreign equity component will comprise a minimum of 10 foreign securities. The Fund may invest in derivatives for hedging purposes.

The Ideal Balanced Fund's portfolio is structured within these parameters:

Asset Category	Fund Exposure	
	Minimum	Maximum
Total Equities	40%	65%
Canadian Equities	20%	60%
Foreign Equities	0%	30%
Fixed Income	20%	45%
Money Market Instruments & Cash	0%	20%

In the context of the above fund parameters, bonds with a maturity of less than one year may be considered part of the fixed income asset category.

## Top 10 Holdings, as at March 30, 2010

Investments	Coupon	Maturity Date (YYYY/MM/DD)	% of Net Assets
1 SPDR S&P 500 ETF Trust			4.55
2 Money market instruments & Cash			4.08
3 Government of Canada	2.00%	2012-09-01	2.92
4 iShares			2.72
5 Royal Bank of Canada			2.40
6 Suncor Energy Inc.			2.31
7 Toronto-Dominion Bank, (The)			2.11
8 Canadian Natural Resources Ltd			1.64
9 Bank of Nova Scotia, (The)			1.60
10 Canada Housing Trust	4.55%	2012-12-15	1.38

## Investment Risks

The Ideal Balanced Fund is subject to currency exchange risk, derivatives risk, exchange traded funds risk, credit risk, foreign market risk, interest rate risk, market risk, small cap equity risk and income trust investment risk. For more information concerning these risks, see Risks of Investing in Ideal Segregated Funds in the *Ideal Segregated Fund Information Folder*.

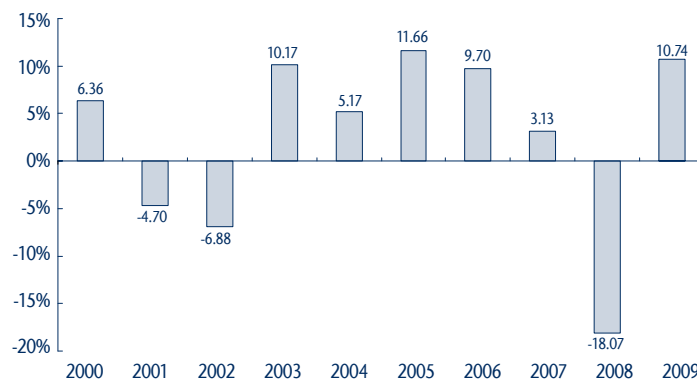
## Past Performance

The following charts show how the Fund has performed in the past and can help you understand the risks of investing in the Fund.

Performance for the back-end load option has been calculated for a period of 10 years

### Year-by-Year Returns

The bar chart below shows the Fund's annual performance.



\* The bar chart shows performance for the back-end load option. Any subsequent offerings have different returns and growth values due to the different inception dates and MERs.

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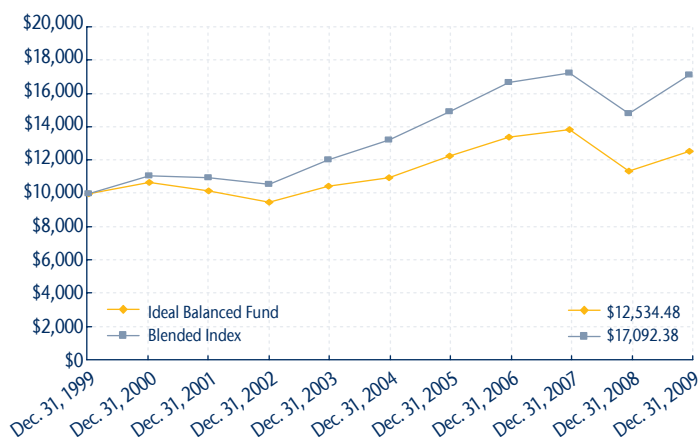
## Overall Past Performance

The following chart compares the growth of a \$10,000 premium allocated to the Fund with the growth of the same premium allocated to a blended index.

The blended index is composed of:

- 42.5 percent DEX Universe Bond Index,
- 32.5 percent S&P/TSX Capped Composite Index,
- 10 percent S&P 500 Index (CA\$).
- 10 percent MSCI EAFE Index (CA\$) and
- 5 percent DEX 91-Day T-Bill Index.

In December 2005, the composition of the S&P/TSX Capped Composite Index was changed to include income trusts. In response to this change, we replaced the S&P/TSX Capped Composite Index with the S&P/TSX Capped Equity Index so that the blended index would better reflect the Fund's portfolio. Due to the change in legislation regarding income trusts, as of September 29, 2006 we replaced the S&P/TSX Capped Equity Index with the S&P/TSX Capped Composite Index.



\* The line graph shows performance for the back-end load option. Any subsequent offerings have different returns and growth values due to the different inception dates and MERs.

## Annual Compound Returns

The following table shows the Fund's annual compound total returns compared to the annual compound total returns of the indices described in the Overall Past Performance section above.

	Past 10 Years	Past 5 Years	Past 3 Years	Past Year
Ideal Balanced Fund (%)	2.29%	2.77%	-2.19%	10.74%
Blended Index (%)	5.51%	5.29%	0.86%	15.65%

\* The table shows performance for the back-end load option. Any subsequent offerings have different returns and growth values due to the different inception dates and MERs.

## Financial Highlights, as at December 31

The following table presents selected key financial data on the Fund. Please refer to the section entitled Financial Highlights, which can be found in *How to Read the Ideal Segregated Fund Highlights*.

Ratios and Supplemental Data					
	2005	2006	2007	2008	2009
Net Assets (millions)	\$498.5	\$487.3	\$438.4	\$320.1	\$305.1
Number of Units Outstanding	11,420,668	10,175,188	8,877,797	7,910,209	6,809,561
Management Expense Ratio <sup>(1)</sup>	2.56%	2.56%	2.54%	2.52%	2.52%
Portfolio Turnover Rate	135.28%	131.74%	118.20%	107.81%	130.30%
Net Asset Value per Unit	\$43.65	\$47.89	\$49.39	\$40.46	\$44.81

\* The table shows financial data for the back-end load option. Any subsequent offerings have different financial data.

<sup>(1)</sup> The management expense ratio (MER) is equal to total expenses for the year attributable to a surrender option as a percentage of daily average net assets outstanding during the year for the surrender option, and is annualized for periods of less than one year. Standard Life may voluntarily absorb some of the fees and other expenses otherwise chargeable to the Fund. If the Fund had paid all such fees and other expenses, the MERs from 2005 to 2009 for the back-end load option would have been 2.57%, 2.57%, 2.55%, 2.53% and 2.53% respectively. For details on all other surrender options, please see the annual financial statements. The decision to absorb fees and other expenses is reviewed annually and is determined at the discretion of Standard Life, without notice to policyholders.