

# **The Wawanesa Life Insurance Company**

## **Segregated Funds**

Interim Unaudited Financial Statements  
June 30, 2011

# The Wawanesa Life Insurance Company Segregated Funds

Statements of Net Assets

As at June 30, 2011 (unaudited) and December 31, 2010 (audited)

	2011				2010			
	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund
<b>Investments - at fair value</b> (see Statements of Investment Portfolio)	\$119,477,489	\$ 22,890,549	\$ 12,461,280	\$ 17,745,221	\$118,035,519	\$ 21,763,716	\$ 11,746,192	\$ 16,296,738
<b>Less</b>								
Management fees payable	38,376	7,702	4,044	5,954	-	-	-	-
Due to (from) the investment manager	(5,965)	(145,160)	(88,528)	18,290	(122,581)	(730)	4,254	(5,688)
Due to (from) The Wawanesa Life Insurance Company	(31,029)	139,869	84,823	(24,268)	123,374	531	(4,254)	5,692
	1,382	2,411	339	( 24)	793	( 199)	-	4
<b>Net assets representing unitholders' equity</b>	<u>\$119,476,107</u>	<u>\$ 22,888,138</u>	<u>\$ 12,460,941</u>	<u>\$ 17,745,245</u>	<u>\$118,034,726</u>	<u>\$ 21,763,915</u>	<u>\$ 11,746,192</u>	<u>\$ 16,296,734</u>

# The Wawanesa Life Insurance Company Segregated Funds

## Statements of Changes in Net Assets

For the period ended June 30, 2011 (unaudited) and the year ended December 31, 2010 (audited)

	2011				2010			
	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund
<b>Net assets - Beginning of year</b>	\$118,034,726	\$ 21,763,915	\$ 11,746,192	\$ 16,296,734	\$ 97,723,799	\$ 19,376,908	\$ 10,060,010	\$ 12,735,159
<b>Increase in net assets resulting from operations</b>	(860,118)	408,802	133,240	244,067	15,865,177	1,399,016	116,849	679,618
<b>Unit transactions</b>								
Proceeds from sale of units								
Class A	2,803,584	419,228	129,646	461,090	2,104,191	373,583	339,877	1,464,296
Class B	3,142,731	575,616	151,885	215,792	5,151,099	1,105,004	318,355	864,819
Class C	4,933,731	1,183,103	1,034,677	1,501,441	7,278,884	1,643,902	1,859,703	2,041,356
	10,880,046	2,177,947	1,316,208	2,178,323	14,534,174	3,122,489	2,517,935	4,370,471
Payments on redemption of units								
Class A	2,127,412	316,743	137,668	232,731	2,240,672	383,554	238,606	667,647
Class B	3,544,008	783,958	217,896	123,650	5,419,360	1,234,227	229,963	112,791
Class C	2,907,127	361,825	379,135	617,498	2,428,392	516,717	480,033	708,076
	8,578,547	1,462,526	734,699	973,879	10,088,424	2,134,498	948,602	1,488,514
	2,301,499	715,421	581,509	1,204,444	4,445,750	987,991	1,569,333	2,881,957
<b>Net assets - End of year</b>	\$119,476,107	\$ 22,888,138	\$ 12,460,941	\$ 17,745,245	\$118,034,726	\$ 21,763,915	\$ 11,746,192	\$ 16,296,734

# The Wawanesa Life Insurance Company Segregated Funds

Statements of Changes in Net Assets...*continued*

For the period ended June 30, 2011 (unaudited) and the year ended December 31, 2010 (audited)

	2011				2010			
	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund
<b>Number of units outstanding - End of period</b>								
Class A	727,521	301,025	161,636	356,667	696,471	288,802	162,635	340,206
Class B	2,981,310	1,295,035	284,872	248,514	2,999,083	1,318,104	291,546	242,113
Class C	2,136,286	1,216,907	802,758	602,442	2,030,884	1,100,047	737,720	542,703
<b>Net asset value per unit - At last valuation date</b>	<b>June 30, 2011</b>				<b>December 30, 2010</b>			
Class A	\$ 20.2236	\$ 8.4728	\$ 9.3367	\$ 14.1859	\$ 20.5859	\$ 8.4331	\$ 9.3789	\$ 13.9841
Class B	21.4227	9.1017	10.0239	14.5907	21.7659	9.0432	10.0508	14.3584
Class C	18.6523	6.9417	9.9207	15.0694	18.9250	6.8875	9.9335	14.8095

# The Wawanesa Life Insurance Company Segregated Funds

## Statements of Operations

For the periods ended June 30 (unaudited)

	2011				2010			
	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund	Canadian Equity Index Fund	U.S. Equity Index Fund	International Equity Index Fund	Canadian Bond Index Fund
<b>Investment income</b>								
Dividends								
Canadian	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Foreign	-	-	-	-	-	-	-	-
Interest	-	-	-	371,922	-	-	-	302,450
Capital gains (losses)	922,657	(126,894)	(21,901)	2,342	157,730	(113,326)	(38,764)	2,968
	922,657	(126,894)	(21,901)	374,264	157,730	(113,326)	(38,764)	305,418
<b>Expenses</b>								
Management fees (note 4)	1,036,245	203,758	104,991	147,669	832,480	166,377	82,533	110,778
<b>Net investment income (loss)</b>	(113,588)	(330,652)	(126,892)	226,595	(674,750)	(279,703)	(121,297)	194,640
<b>Unrealized appreciation (depreciation) of investments</b>								
Fair value of investments	119,477,489	22,890,549	12,461,280	17,745,221	98,121,933	18,618,971	9,759,578	14,095,599
Cost of investments	89,793,325	27,814,711	13,742,120	17,319,814	84,607,206	26,863,587	12,573,035	13,748,651
	29,684,164	(4,924,162)	(1,280,840)	425,407	13,514,727	(8,244,616)	(2,813,457)	346,948
Less: Prior years unrealized appreciation (depreciation) of investments	30,430,694	(5,663,616)	(1,540,972)	407,935	16,247,752	(7,276,772)	(1,565,988)	105,489
	(746,530)	739,454	260,132	17,472	(2,733,025)	(967,844)	(1,247,469)	241,459
<b>Increase (decrease) in net assets from operations</b>	\$ (860,118)	\$ 408,802	\$ 133,240	\$ 244,067	\$ (3,407,775)	\$ (1,247,547)	\$ (1,368,766)	\$ 436,099

# The Wawanesa Life Insurance Company

## Segregated Funds

Statements of Investment Portfolios

As at June 30, 2011 (unaudited) and December 31, 2010 (audited)

	2011			2010		
	Number of units	Average cost	Fair value	Number of units	Average cost	Fair value
<b>Canadian Equity Index Fund</b>						
Underlying fund - TD Emerald Canadian Equity Index Fund # 1560	3,238,355	\$89,793,325	\$119,477,489	3,205,057	\$87,604,825	\$118,035,519
<b>U.S. Equity Index Fund</b>						
Underlying fund - TD Emerald U.S. Market Index Fund # 1571	2,422,511	\$27,814,711	\$ 22,890,549	2,368,247	\$27,427,332	\$ 21,763,716
<b>International Equity Index Fund</b>						
Underlying fund - TD Emerald International Equity Index Fund # 1550	1,093,920	\$13,742,120	\$ 12,461,280	1,052,347	\$13,287,164	\$ 11,746,192
<b>Canadian Bond Index Fund</b>						
Underlying fund - TD Emerald Canadian Bond Index Fund # 1510	1,427,865	\$17,319,814	\$ 17,745,221	1,311,841	\$15,888,803	\$ 16,296,738

# The Wawanesa Life Insurance Company

## Segregated Funds

Description of Units

As at June 30, 2011 (unaudited) and December 31, 2010 (audited)

	2011			2010		
	Outstanding	Attributed	Withdrawn	Outstanding	Attributed	Withdrawn
<b>Canadian Equity Index Fund</b>						
Class A	727,521	132,543	101,493	696,471	115,696	121,318
Class B	2,981,310	142,103	159,876	2,999,083	266,482	277,380
Class C	2,136,286	255,854	150,452	2,030,884	432,639	144,939
<b>U.S. Equity Index Fund</b>						
Class A	301,025	49,249	37,026	288,802	48,125	48,663
Class B	1,295,035	62,460	85,529	1,318,104	131,240	146,006
Class C	1,216,907	168,984	52,124	1,100,047	256,185	80,578
<b>International Equity Index Fund</b>						
Class A	161,636	13,625	14,624	162,635	38,290	26,983
Class B	284,872	14,887	21,561	291,546	33,235	24,893
Class C	802,758	102,578	37,540	737,720	197,720	51,849
<b>Canadian Bond Index Fund</b>						
Class A	356,667	33,155	16,694	340,206	106,537	48,068
Class B	248,514	15,038	8,637	242,113	61,510	7,988
Class C	602,442	101,604	41,865	542,703	140,374	48,953