



R.N. Croft Financial Group Inc.

The Active Portfolio Program

Class A-4 Income Share (Series R, A, I)

Objective and strategy

The Class A-4 Income Share selects investments from four major segments of the financial markets. The Class can invest in fixed income, equity, preferred shares, and income trusts. This Class seeks to achieve above-average income for the unitholder.

The Class may write covered call options in respect of all or part of the securities in its portfolio to the extent such securities are held directly, or in respect of securities that it has the right or obligation to acquire under forward contracts or other derivative instruments. The Class may also, from time to time, buy puts to hedge against downside market movements, write puts to acquire shares, or buy calls as a stock replacement strategy.

Benchmark

The benchmark for this Portfolio is the Croft RealWorld Income Index, which is based on the FPX Conservative Index adjusted for a 1% management fee, with the objective of exceeding that benchmark's performance at similar or lower volatility.

Liquidity

The Share Class is available for redemption and is not subject to any deferred sales charges. Transactions occur only when the net asset value (NAV) is calculated, every Wednesday.

Top holdings

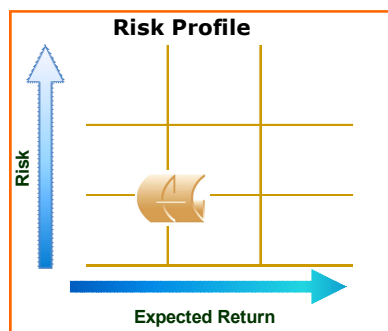
	Symbol	Security	Weight
Equity	XIU	iSHARES S&P/TSX 60 IDX ETF	20.28%
Income	CPD	CLAYMORE S&P CDN PFD ETF	16.60%
Income	CAB	CLAYMORE ADV CDN BD ETF	12.50%
Income	XCB	ISHARES EX ALL CP BD ETF	12.19%
Cash	1CAD	ACCOUNT BALANCE CAD	10.53%
Equity	SPY	SPDR S&P 500 ETF	7.85%
Real Estate	REI.UN	RIOCAN R/ESTATE INV T/U	3.13%
Real Rtn Bonds	A03692	CDA-REAL RET 4% 1DC31	2.74%
Real Rtn Bonds	A21469	CDA-REAL RET 4.25% 1DC26	2.38%
Real Rtn bonds	A21461	CDA-REAL RET 4.25% 1DC21	2.21%

As at July 30, 2011

Costs and Fees

Portfolio Fees*	Series R	1.650%
Portfolio Fees*	Series A	0.000%
Portfolio Fees*	Series I	0.000%

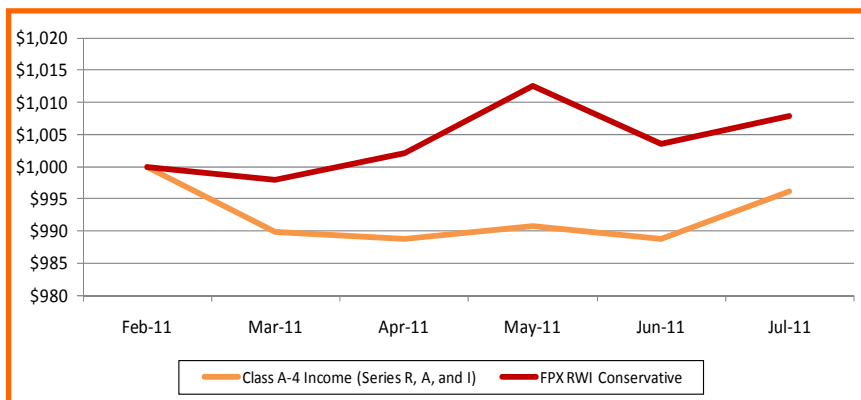
*The embedded portfolio management expense ratio shown includes a) all R. N. Croft management fees, specific to this product and b) relationship Manager fees of 1%, but does not include c) any non-Croft embedded fees.



Suitability and risk profile

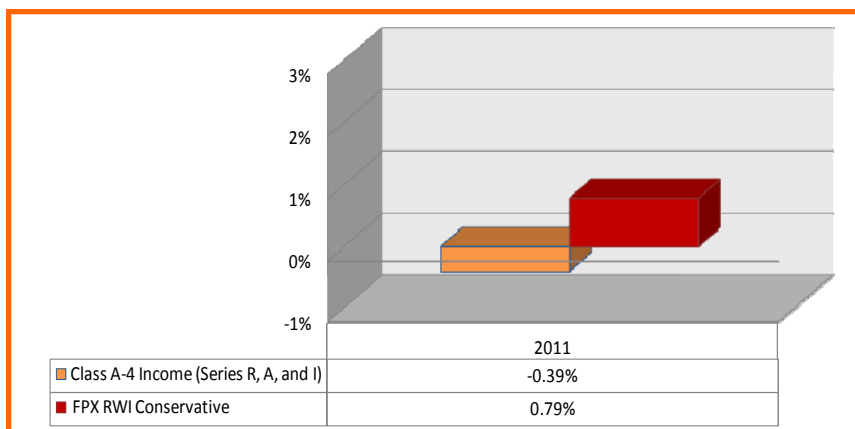
This Share Class is suitable for income investors seeking dividends with below-average volatility risk. Investors seeking to use this portfolio are short- to mid-term investors with a time horizon of five to seven years.

Class A-4 Income Share vs Benchmark Cumulative Returns



As at July 30, 2011

Annual Returns



As at July 30, 2011



REALWORLD INCOME INDEX

Composition

Gov't of Canada Treasury Bills	20%
Gov't of Canada Laddered Bonds	50%
iShares CDN LargeCap 60 Index Fund	25%
S&P 500 Depositary Receipts	5%

At Croft Financial Group we use what we call the "Croft RealWorld Indexes" as our passive benchmarks. These are three globally diversified index-based portfolios based on the FPX Indexes originally co-developed by Richard Croft. These indexes are diversified by asset mix and geographic region, and are rebalanced semi-annually. What makes these benchmarks different is that they are investable, and they include a basket of index-based exchange traded funds. The Croft RealWorld Indexes take the process a step further and adjust the FPX Indexes for a 1% management fee, about the average fee paid by Canadian investors for portfolio management.

Benchmark Characteristics

Unambiguous. The components are clearly specified.

Appropriate or representative. It is consistent with your portfolio objectives.

Measurable. Performance can be established frequently.

Current. It is based on marketable securities.

Investable. It can be replicated and the components can be purchased separately.

Portfolio Statistics Portfolio Benchmark

Returns

1-month	0.75%	0.44%
3-months	0.74%	0.57%
6-months	—	—
1-year	—	—
3-year (compounded)	—	—
Since inception* (compounded)	-0.39%	0.79%
Annual standard deviation	0.41%	2.52%
Sharpe Ratio	(2.15)	0.12
Maximum up month	0.75%	1.03%
Maximum down month	-1.02%	-0.89%

* Feb. 1, 2011

Time Horizon 5-7 years +

This is a low- to medium-risk portfolio with a longer time horizon. Lower volatility in this portfolio should decrease risk of capital loss, allowing for withdrawals .

DISCLAIMER & NOTES

Portfolio management services provided by R.N. Croft Financial Group Inc. All metrics as at 7/30/2011. Performance is not guaranteed. Portfolio values change frequently, and past performance may not be repeated. Performance is based on actual returns to 7/30/2011 net of embedded management and operating fees and transaction costs, but are not adjusted for any account or relationship manager fees. Portfolio returns are net of all withholding taxes. Performance data have not been audited and are for illustrative purposes only. R N Croft Financial Group Ltd. is a licensed Portfolio Manager serving individual and institutional clients throughout Canada. Valuations and performance results are reported in Canadian dollars. Additional information regarding calculating and reporting performance is available upon request. Please contact R.N. Croft Financial Group, 218 Steeles Ave. East, Thornhill, ON L3T 1A6, Telephone: 905-695-7777 or Toll-free: 1-877-289-2884. APPA48292011