

Think of this as **customized** diversification.

THE RUSSELL SOVEREIGN INVESTMENT PROGRAM.

Together with your investment advisor, Sovereign provides a complete portfolio solution. Customized. To meet your investment needs.

WE MANAGE MANAGERS TO BRING YOU BEST-OF-BREED INVESTMENTS.

We actively monitor about 8,000 manager products, of which fewer than 9% earn our "hire" ranking. Less than 2% of researched money managers receive an assignment in a Russell fund.

OUR RESEARCH LOOKS FORWARD.

Everyone studies performance. But performance tracking is, by definition, backwards-looking. At Russell, we hold more than 5,000 meetings with money managers each year. We get to know managers well enough to see developing trends long before performance tracking will reveal them. Then we move swiftly and cost-effectively when changes are needed.

YOUR NEEDS DETERMINE OUR DESIGN.

Sovereign can be customized to meet your personal investment objectives and changing life circumstances. It's also flexible enough to incorporate other investments that you may currently own.

WE BELIEVE AN INFORMED INVESTOR IS A GOOD INVESTOR.

Each quarter you will receive a comprehensive quarterly rate of return statement, an informative market and investment commentary, and educational articles.



Our commitment to you.

With the help of your advisor, we will help you replace the hunches, hope and guesswork with a solid investment discipline that puts some of the world's best money managers at your disposal. Our approach has been tested over time by many of the world's leading corporate and individual investors. And it's brought to you by selected investment experts in your own community. Learn more at www.russell.com/ca.

¹The identification of the clients listed does not constitute an endorsement or recommendation of Russell's products or services by such clients.

²The money managers listed and their weight in the respective pools are current as of October 2007. Russell has the right to hire, dismiss or replace a money manager at any time as is consistent with their role as manager of the pools. For a list of current managers, please call 888-509-1792.

³These are minimum account sizes required by the stated money manager to open an institutional, separate account. This is the type of account managed by the manager for Russell in the respective Sovereign Pools. The minimum account requirements for the Canadian money managers are in C\$ and all other account minimums are in US\$.

COMMISSIONS, TRAILING COMMISSIONS, MANAGEMENT FEES AND EXPENSES ALL MAY BE ASSOCIATED WITH MUTUAL FUND INVESTMENTS. PLEASE READ THE PROSPECTUS BEFORE INVESTING.

RUSSELL BY THE NUMBERS.

- Founded in 1936
- Creator of the Russell Global Indexes, including the Russell 2000®
- US\$230 billion in assets under management
- Approximately US\$2 trillion in assets under advisement
- More than 2,800 institutional clients and millions of individual shareholders in 44 countries
- Rated #1 in Money Manager Research
- 4,600 investment products scrutinized annually
- Only 2% of researched money managers make it into our funds

MUTUAL FUNDS ARE NOT GUARANTEED, THEIR VALUES CHANGE FREQUENTLY AND PAST PERFORMANCE MAY NOT BE REPEATED. MUTUAL FUND SECURITIES ARE NOT COVERED BY THE CDIC OR ANY OTHER GOVERNMENT DEPOSIT ISSUER. THERE CAN BE NO ASSURANCES THAT THE FUND WILL BE ABLE TO MAINTAIN ITS NET ASSET VALUE PER SECURITY AT A CONSTANT AMOUNT OR THAT THE FULL AMOUNT OF YOUR INVESTMENT IN THE FUND WILL BE RETURNED TO YOU. PAST PERFORMANCE MAY NOT BE REPEATED.

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an overview of the **RUSSELL SOVEREIGN INVESTMENT PROGRAM**



RUSSELL INVESTMENTS.

At Russell, we have a rich heritage of directing the investments of some of the world’s largest investors—many of whom have billion-dollar portfolios. This kind of investor cannot afford to be without a highly diversified portfolio. Neither can you.

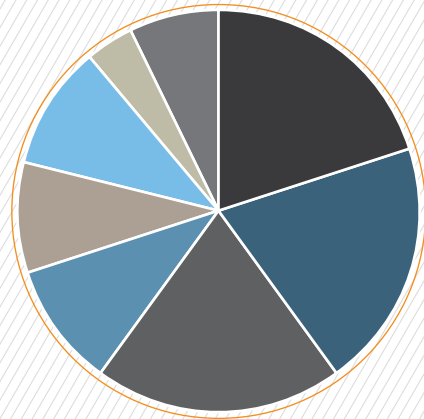
We believe success means making investment excellence easier to come by.

We’re certain sophisticated solutions can be simplified and strengthened at the same time. We know that the very best investment strategies—those used by leading corporations, for example—should be accessible to individuals. To people like you. So we provide you with access to superior money managers and to the same expertise in research and portfolio design as many of the world’s largest and most sophisticated investors—such as Alcoa, AT&T Inc., BHP Billiton, Boeing, Caterpillar, Coca-Cola, IBM, State Teachers Retirement System of Ohio and Toyota Motor Pension Fund.¹

WE’RE THE WORLD AUTHORITY ON PEOPLE WHO MANAGE MONEY.

With more than three decades of money manager research experience and more dedicated manager research analysts than any other firm, we perform the vital work to keep your investment diversified and balanced, in pursuit of your goals. No wonder Russell guides approximately US\$2 trillion for clients in over 40 countries.

Your Portfolio



TALK TO YOUR ADVISOR.

Sovereign is designed so your advisor can help you create a personal profile and establish a tailored financial plan. Once you’ve implemented your plan, your advisor will continue to monitor your situation to keep you on track with your goals.

CHOOSE FROM 8 POOLS
TO *build* A PORTFOLIO

RUSSELL *balances*
INVESTMENT STYLES

RUSSELL *selects and*
monitors YOUR MANAGERS

INVESTMENT POOL	STYLE	MANAGER ²	MANAGER ACCOUNT SIZE MINIMUM ³	<i>sample</i> PORTFOLIO	
				INVESTED AMOUNT (\$750,000)	PERCENTAGE (%) ALLOCATED TO EACH POOL
Russell Fixed Income Pool	Interest Rate Management	Beutel Goodman & Co.	\$15M	\$75,000	20%
	Security Selection	Canso Investment Counsel	\$2M	\$37,500	
	Global	Pacific Investment Mgmt. Co. (PIMCO)	\$2M	\$37,500	
Russell Core Plus Fixed Income Pool	Interest Rate Management and Global	Pacific Investment Mgmt. Co. (PIMCO)	\$2M	\$50,100	20%
	Sector Selection and Global	AllianceBernstein	\$35M	\$49,950	
	Security Selection and Global	Goldman Sachs Asset Management	\$50M	\$49,950	
Russell Canadian Equity Pool	Value	Foyston, Gordon & Payne Inc.	\$25M	\$42,000	20%
	Market-Oriented	Aurion Capital Management Inc.	\$20M	\$33,000	
	Market-Oriented	Greystone Managed Inv. Inc.	\$5M	\$33,000	
	Growth	Picton Mahoney Asset Management	\$10M	\$42,000	
Russell U.S. Equity Pool	Value	Institutional Capital Corporation	\$25M	\$10,500	10%
	Value	MFS Institutional Advisors	\$10M	\$9,750	
	Value	Schneider Capital Management	\$25M	\$7,500	
	Market-Oriented	Arnhold and S. Bleichroeder Advisors	\$100M	\$6,000	
	Market-Oriented	Frank Russell Company*	N/A	\$3,750	
	Market-Oriented	Suffolk Capital Management, Inc.	\$5M	\$10,500	
	Growth	Cornerstone Capital Management, Inc.	\$10M	\$6,750	
	Growth	Montag & Caldwell, Inc.	\$40M	\$8,250	
	Growth	Turner Investment Partners	\$10M	\$6,750	
	Small Cap	Fuller & Thaler Asset Management, Inc.	\$10M	\$5,250	
Russell Overseas Equity Pool	Value	AllianceBernstein	\$25M	\$13,500	9%
	Value	Mondrian Investment Partners Ltd.	\$10M	\$13,500	
	Market-Oriented	Arrowstreet Capital, L.P.	\$25M	\$10,125	
	Growth	MFS Institutional Advisors	\$50M	\$16,875	
	Growth	Wellington Management Company	\$50M	\$13,500	
Russell Global Equity Pool	Growth	MFS Investment Management Inc.	\$10M	\$26,250	10%
	Growth	Alliance Capital Management L.P.	\$50M	\$26,250	
	Value	Altrinsic Global Advisors LLC	\$25M	\$22,500	
Russell Emerging Markets Pool	Value	Sanford Bernstein & Co.	\$2M	\$15,000	4%
	Growth	T. Rowe Price Int’l	\$2M	\$15,000	
Russell Money Market Pool	Short-Term	McLean Budden	\$2M	\$52,500	7%

= \$750,000 THIS SAMPLE PORTFOLIO IS BASED ON A MODERATE RISK PROFILE

ASSET

WE DIVERSIFY YOUR PORTFOLIO INTO MULTIPLE ASSET CLASSES BY UP TO EIGHT RUSSELL POOLS.

STYLE

THEN WE DIVERSIFY EACH POOL INTO MULTIPLE INVESTMENT STYLES.

MANAGER

THEN WE USE MULTIPLE MONEY MANAGERS TO DIVERSIFY EVEN FURTHER.

The Russell Strategy

¹FRANK RUSSELL COMPANY IS THE PARENT COMPANY OF RUSSELL INVESTMENTS CANADA LIMITED. FRANK RUSSELL COMPANY MAY USE A SMALL FIXED PERCENTAGE OF THE POOL’S ASSETS TO PURCHASE ADDITIONAL SECURITIES THAT SEVERAL MANAGERS CONSIDER TO BE ATTRACTIVE.