

DEFENDING AGAINST RISING INFLATION AND INTEREST RATES

Graphs and charts to accompany iybi Article

Figure 1

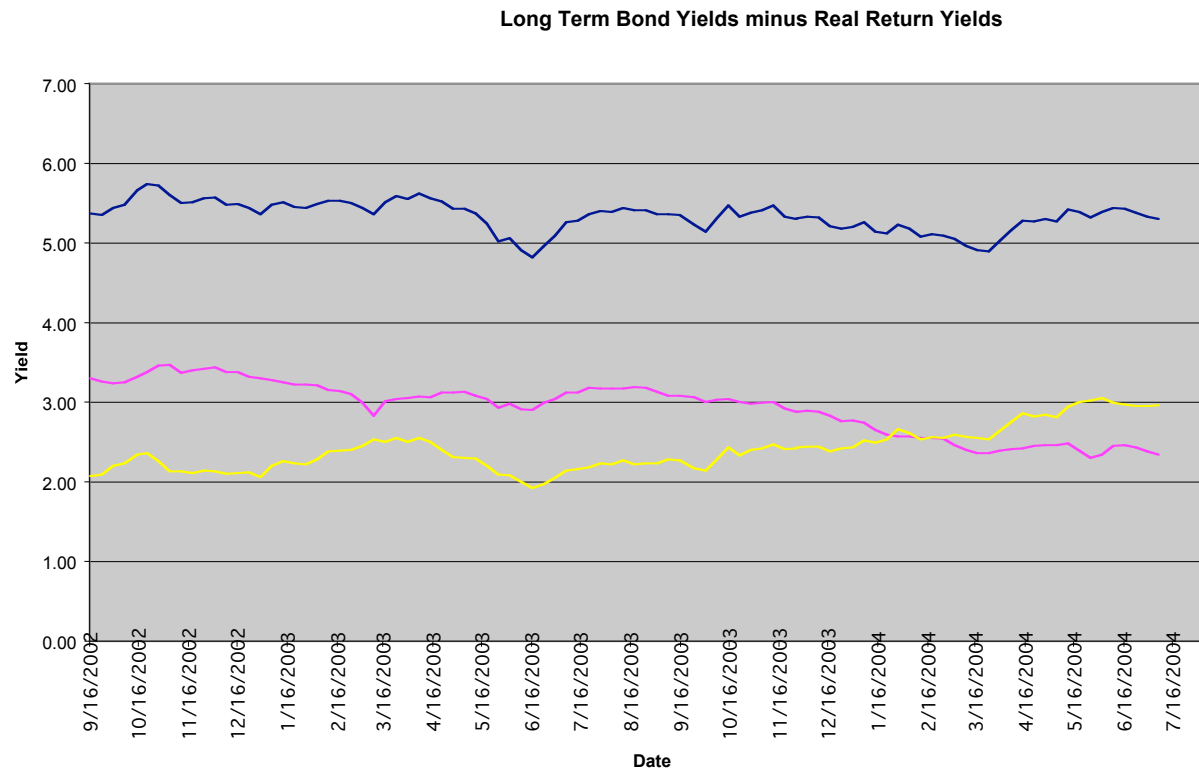


Figure 2

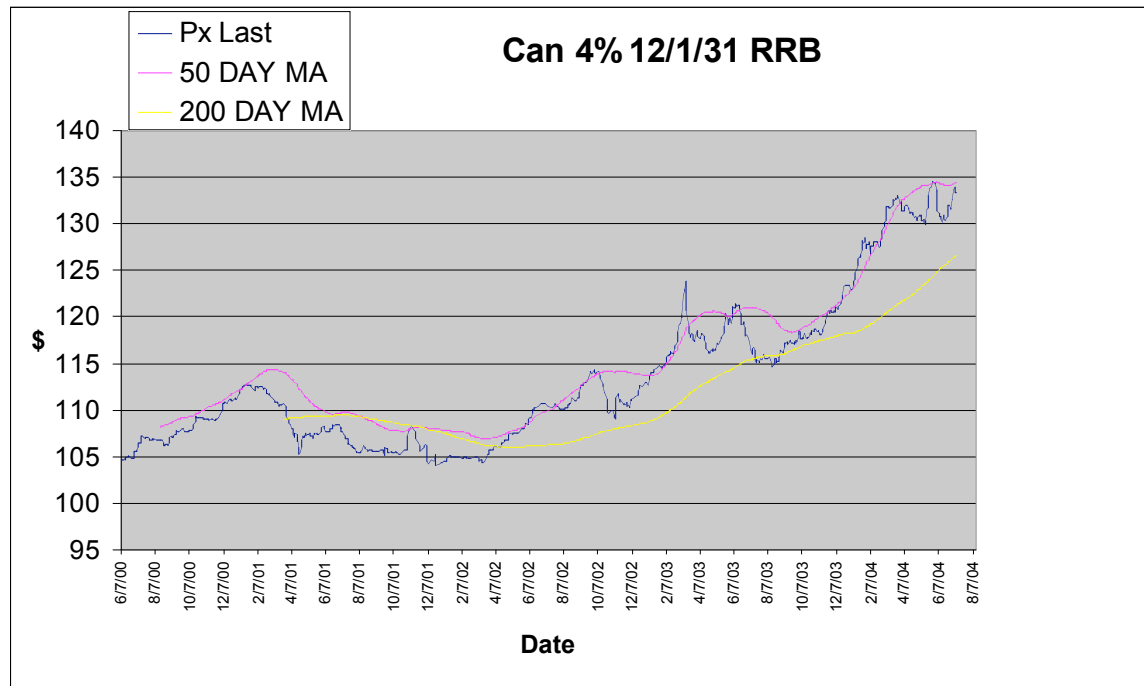


Figure 3

Quantity	Issuer	Coupon	Maturity	Price	S/A Yield	nn Equ	Total Cost
10000	Hydro One	4.000%	31-Oct-05	101.65	2.60%	2.62%	\$10,282.26
10000	Ontario	3.500%	08-Sep-06	101.00	3.00%	3.02%	\$10,253.42
10000	Sask.	5.000%	06-Sep-07	104.20	3.54%	3.57%	\$10,641.92
10000	New Brunswick	4.250%	02-Dec-08	101.05	3.98%	4.02%	\$10,191.16
10000	Nat. Bk.	4.660%	10-Sep-09	101.50	4.33%	4.37%	\$10,351.72
10000	CIBC	4.950%	02-Sep-10	102.00	4.57%	4.62%	\$10,425.12
10000	Cons. Gas	5.400%	15-Apr-11	103.15	4.84%	4.90%	\$10,495.49
10000	Manitoba	5.250%	03-Dec-12	103.00	4.81%	4.86%	\$10,405.00
10000	Ontario	4.750%	02-Jun-13	98.80	4.92%	4.98%	\$9,976.30
10000	Ontario	4.950%	23-Jan-14	99.15	5.06%	5.13%	\$9,946.19
Total Cost Including Accrued Interest					\$102,968.60		
Weighted Average Semi Annual Yield					4.16%		
Average Coupon					4.671%		
Weighted Average Term					5.47 Years		
Total Annual Income					\$4,671.00		

Figure 4

Quantity	Issuer	Coupon	Maturity	Price	S/A Yield	Ann Equiv	Total Cost
13000	Ontario	0.000%	08-Sep-06	93.95	3.04%	3.07%	\$12,213.50
13000	Canada	0.000%	01-Dec-07	93.95	3.57%	3.60%	\$11,570.00
13000	Ontario	0.000%	01-Oct-08	93.95	4.05%	4.09%	\$11,017.50
13000	Newfoundland	0.000%	03-Nov-09	93.95	4.32%	4.37%	\$10,400.00
13000	Manitoba	0.000%	05-Sep-10	93.95	4.60%	4.66%	\$9,867.00
13000	Br. Columbia	0.000%	19-Nov-11	93.95	4.84%	4.90%	\$9,188.40
13000	Manitoba	0.000%	05-Sep-12	93.95	4.94%	5.00%	\$8,775.00
13000	Ontario	0.000%	17-Oct-13	93.95	5.14%	5.20%	\$8,164.00
13000	Nova Scotia	0.000%	01-Dec-14	93.95	5.30%	5.37%	\$7,585.50
23000	Br. Columbia	0.000%	05-Sep-15	93.95	5.35%	5.42%	\$12,827.10
Total Cost Including Accrued Interest					\$101,608.00		
Weighted Average Semi Annual Yield					3.77%		
Average Coupon					0.000%		
Weighted Average Term					5.05 Years		
Total Annual Income					\$0.00		

Figure 5

Settlement 15-Aug-04

Laddered Bond Portfolio

Quantity	Issuer	Coupon	Maturity	Price	S/A Yield	Ann Equiv	Total Cost
13000	Br. Columbia	0.000%	05-Sep-05	97.39	2.52%	2.53%	\$12,660.70
13000	Ontario	0.000%	08-Sep-06	93.95	3.04%	3.07%	\$12,213.50
13000	Canada	0.000%	01-Dec-07	89.00	3.57%	3.60%	\$11,570.00
13000	Ontario	0.000%	01-Oct-08	84.75	4.05%	4.09%	\$11,017.50
13000	Newfoundland	0.000%	03-Nov-09	80.00	4.32%	4.37%	\$10,400.00
13000	Manitoba	0.000%	05-Sep-10	75.90	4.60%	4.66%	\$9,867.00
13000	Br. Columbia	0.000%	19-Nov-11	70.68	4.84%	4.90%	\$9,188.40
13000	Manitoba	0.000%	05-Sep-12	67.50	4.94%	5.00%	\$8,775.00
13000	Ontario	0.000%	17-Oct-13	62.80	5.14%	5.20%	\$8,164.00
13000	Ontario	0.000%	01-Dec-14	58.35	5.30%	5.37%	\$7,585.50
Total Cost Including Accrued Interest					\$101,441.60		
Weighted Average Semi Annual Yield					4.09%		
Average Coupon					0.000%		
Weighted Average Term					5.19 Years		
Total Annual Income					\$0.00		