



PIE US Equity Fund (Series I)

Quick Facts

Inception date: December 15, 2008
 Management fee: Series I: 0.30%
 Portfolio Manager: R.N. Croft Financial Group Inc.
 Distributions: Annually, as specified in the prospectus
 Fund codes: Series I: TCG642

Performance

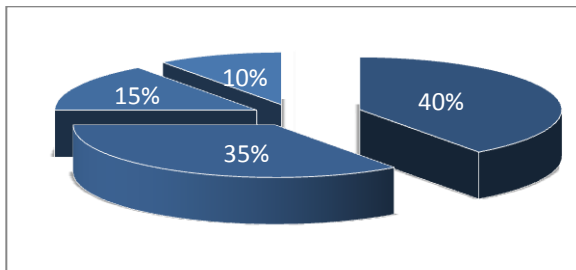
	Series I
NAV	\$10.11
3 Month	-7.84%
6 Month	-3.90%
1 Year	1.84%
Inception	0.72%

As of June 30, 2010
 Inception date 12/15/2008

What Does the Fund Invest in?

The Fund aims to invest in a cross-section of US stocks. The Fund will hold a position in the S&P 500 Depository Receipts, which represent a basket of large size US stocks, the FTSE RAFI Fundamental Index, the Russell small-cap value and the Russell mid-cap value. The Fund will rebalance periodically in order to maintain the target investment mix.

Fund Asset Mix



SPDR's - S&P 500	40%
CLU - FTSE RAFI US (C\$ hedged)	35%
IWS - Russell small-cap value	15%
IWN - Russell mid-cap value	10%

As at June 30, 2010

How Risky Is the Fund

High
 Medium to High
Medium
 Low to Medium
 Low
 Very Low



Who Is This Fund for?

The Fund is designed to be an equity component within a portfolio mandate. As such, the percentage invested in this Fund may vary depending on the investor's objectives and risk tolerance within the context of his or her portfolio mix. Generally, this Fund should appeal to medium-risk investors seeking capital appreciation, with some dividend income.

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Market Commentary

Faced with high unemployment, low core inflation, plunging new home sales, and considerable slack in the economy, the US government resisted calls to remove stimulus in the second quarter, and in fact planned on adding more.

Producer prices fell 0.3% month over month in May, as lower food and energy prices combined with high unemployment and excess capacity to hold inflation in check. However, US industrial production rose 1.2% in May, mainly in utilities and autos, as capacity utilization rose to 74.7% in the month, still considerably shy of the 80% average over the past 20 years.

US Federal Reserve Board Chairman Ben Bernanke continued to signal that the Fed isn't quite ready to pull the trigger on interest rate hikes anytime soon. He indicated that the US economy now appears to have developed enough momentum to avoid a double-dip recession, while stimulative monetary policy continues to provide support. He also made no bones about the fact that the Fed will continue to cooperate internationally to ensure stability in the face of the eurozone crisis, indicating also that the effect of that crisis is "likely to be modest" if financial markets continue to stabilize.

Against this backdrop, then, the US Federal Reserve Board left its benchmark fed funds rate unchanged in the second quarter, at between 0% and 0.25%.

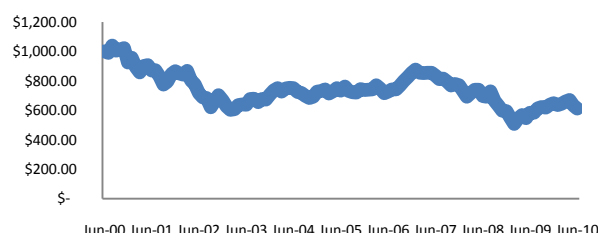
Stock markets declined broadly in the second quarter, as the eurozone credit crisis triggered a "flight to quality" and cut investors' appetite for riskier asset classes. The Fund's high weighting to US diversified equities through its holding of the SPDR S&P 500 ETF and the Claymore US Fundamental Index ETF (C\$ Hedged) suppressed performance as the Standard & Poor's 500 Composite Index slipped 3.5% (in C\$) quarter over quarter in the second quarter. Mid- and small-cap value style-based indexes also fell in the quarter, and Fund performance was weighed down by a 5.3% (in C\$) quarterly decline in the iShares Russell MidCap Value Index Fund (NYSE: IWS) and a 6.7% (in C\$) drop in the iShares Russell 2000 Value Index Fund (NYSE: IWN).

June 30, 2010

Fund Benchmark Index

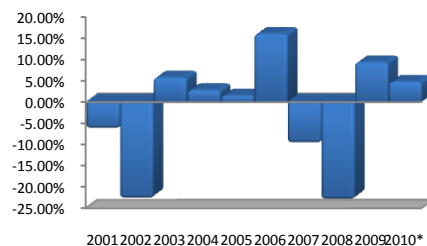
The performance of each PIE Fund is compared with an appropriate benchmark index. The PIE US Equity Fund benchmark consists of Canadian dollar adjusted benchmark indexes comprising 70% S&P 500 Composite Total Return Index plus 30% S&P 600 Small Cap Total Return Index. In a total return index, dividends and interest income are reinvested – that is, the income is used to buy additional units of the benchmark. These returns* are for illustrative purposes only and do not account for the potential or risk associated with covered option writing or fund rebalancing.

Benchmark Cumulative Returns



As of June 30, 2010

Benchmark Annual Returns



As of June 30, 2010

10-Year Benchmark Statistics

Compound Annual Returns	-4.79%	Average % Up	2.94%
Annual Standard Deviation	13.54%	Average % Down	-3.39%
Sharpe Ratio	-0.39	Number of Up months	58
Maximum % Up	7.71%	Number of Down Months	62
Maximum % Down	-9.63%		

As of June 30, 2010

*All metrics as at June 30, 2010, for Series I funds. Performance is not guaranteed. Portfolio values change frequently, and past performance may not be repeated. Performance data have not been audited and are for illustrative purposes only. Benchmark performance is based on returns adjusted for fees at a rate of 1% per annum. Valuations and performance results are reported in Canadian dollars. Performance is also calculated net transaction fees. Additional information regarding calculating and reporting performance is available upon request. The Fund is offered by prospectus by PIE Portfolio Index Evolution Corporation, which is related, connected, and managed by R.N. Croft Financial Group Inc., which also acts as investment advisor to the Fund.