

MDPIM Dividend Pool

Management Report of Fund Performance (June 30, 2011)

Series A and Series T units of this Pool are offered for sale to discretionary, managed account clients only.

Results of Operations

For the six-month period ending June 30, 2011, the MDPIM Dividend Pool ("the Pool") generated a total return of 6.3%.

Consistent with its yield seeking investment mandate, the Pool maintained an average exposure of 40% to the Financials sector, while having no exposure to the Information Technology sector. Out of the nine industrial sectors represented in the portfolio, the Financials and Energy sectors received on average the highest portfolio weighting, while the Health Care and Consumer Staples sectors received the lowest allocation.

Only the Consumer Discretionary and Health Care sectors contributed negatively to the Pool's return. As a result of their positive performance and their weight within the Fund, the Energy and Financials sectors were the largest contributors to the Pool's positive performance.

As at June 30, 2011, the total net asset value of the Pool was \$450 million, an increase of 11% from the beginning of the year. The growth in net assets was largely attributable to the increase in net contributions to the Pool and from positive contributions from the results of operations of the Pool.

Recent Developments

Strategic Changes

There were no strategic changes to the Pool throughout the year. Overall, the Investment Advisor has adhered to their investment disciplines and we are confident that their portfolio management strategies will achieve the long-term objectives of the Pool.

Related Party Transactions

MD Physician Services Inc. is the Manager, Registrar and Trustee of the MDPIM Pools. As Manager, MD Physician Services Inc. manages the overall business of the MDPIM Pools and is responsible for: setting investment objectives, providing and/or retaining the services of third party service providers for fund accounting services, administration services, and promoting the sales of the Pool's units.

As Registrar, MD Physician Services Inc. tracks the owners of units of the MDPIM Pools and processes purchase, transfer and redemption orders, issues investor account statements, and issues annual tax reporting information.

As the Pool is organized as a Trust, investing in the Pool means purchasing units of the Trust. As Trustee to the Pool, MD Physician Services Inc. holds actual title to the property in the Pool—the cash and securities the Pool invests in—on behalf of the unitholders.

The principal distributor is MD Management Limited. As principal distributor, units of the MDPIM Pools are only available through MD Management Limited to clients of MD Private Trust Company or discretionary account clients of MD Physician Services Inc.

MD Management Limited and MD Private Trust Company are owned by the Pool's Manager, MD Physician Services Inc., which is owned by CMA Holdings (2009) Inc.

Management Fees

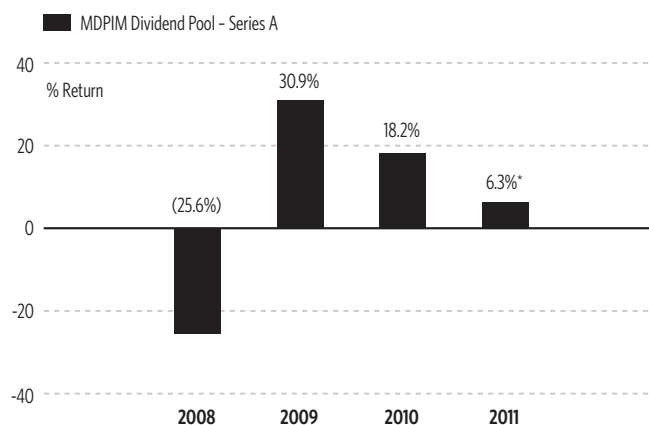
No management fee is charged in respect of units of the Pool. Investors in these units have agreed to pay a managed account fee directly to MD Physician Services Inc. See the information specific to the Pool included in Part B of the Simplified Prospectus.

Past Performance

The following bar chart shows the Pool's annual performance for each of the years shown, and illustrates how the Pool's performance changed from year to year. The chart shows, in percentage terms, how much an investment, made on the first day of each calendar year, would have grown or decreased by the last day of each calendar year.

The performance information assumes that all distributions made by the Pool were reinvested in additional units of the Pool and does not take into account sales, redemptions, distributions or other optional charges that would reduce returns. How the Pool has performed in the past does not necessarily indicate how the Pool will perform in the future.

Year-By-Year Returns



*For the six-month period ended June 30, 2011.

Series T units are not reported here as they have been in existence for less than a full calendar year.

Disclosure

This interim management report of fund performance contains financial highlights but does not contain the complete interim financial statements of the investment fund. You can obtain a copy of the interim financial statements at your request, and at no cost, by calling 1 800 267-2332, by writing to us at MD Physician Services Inc., 1870 Alta Vista Drive, Ottawa, Ontario, K1G 6R7, or by visiting our website at md.cma.ca or SEDAR at sedar.com.

Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MDPIM Dividend Pool

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Regarding Forward-Looking Statements

This document contains forward-looking statements. Such statements are generally identifiable by the terminology used, such as “plan”, “anticipate”, “intend”, “expect”, “estimate”, or other similar wording.

These forward-looking statements are subject to known and unknown risks and uncertainties and other factors which may cause actual results, levels of activity and achievements to differ materially from those expressed or implied by such statements. Such factors include, but are not limited to: general economic, market and business conditions; fluctuations in securities prices; fluctuation in interest rates and foreign currency exchange rates; and actions by governmental authorities. Future events and their effects on the Pool may not be those anticipated. Actual results may differ materially from the results anticipated in these forward-looking statements.

MDPIM Dividend Pool

Management Report of Fund Performance (June 30, 2011)

Financial Highlights

The following tables show selected key financial information about the Pool and its financial performance for the past five years. This information is derived from the Pool's audited annual and unaudited interim financial statements.

The Pool's Net Assets per Unit¹

Series A	Six months	Year ended December 31				
	ended June 30 2011	2010	2009	2008	2007 ⁴	
Net assets—beginning of the period	\$9.70	\$8.57	\$6.88	\$9.71	\$10.00	
Increase (decrease) from operations:						
Total revenue	\$0.21	\$0.42	\$0.41	\$0.42	\$0.32	
Total expenses	\$—	\$—	\$(0.01)	\$(0.01)	\$(0.01)	
Net realized gains (losses) for the period	\$0.30	\$0.06	\$(0.02)	\$(0.26)	\$(0.02)	
Net unrealized gains (losses) for the period	\$0.05	\$1.14	\$1.96	\$(2.56)	\$(0.77)	
Total increase (decrease) from operations ²	\$0.56	\$1.62	\$2.34	\$(2.41)	\$(0.48)	
Distributions:						
From income (excluding dividends)	\$(0.01)	\$(0.09)	\$(0.09)	\$(0.11)	\$(0.08)	
From dividends	\$(0.20)	\$(0.30)	\$(0.26)	\$(0.27)	\$(0.12)	
From capital gains	\$—	\$—	\$—	\$—	\$—	
Return of capital	\$(0.01)	\$(0.01)	\$(0.02)	\$(0.02)	\$(0.01)	
Total annual distributions ³	\$(0.22)	\$(0.40)	\$(0.37)	\$(0.40)	\$(0.21)	
Net assets—end of the period	\$10.10	\$9.70	\$8.57	\$6.88	\$9.71	

Series T	Six months	2010 ⁵
	ended June 30 2011	
Net assets—beginning of the period	\$10.03	\$10.00
Increase (decrease) from operations:		
Total revenue	\$0.20	\$—
Total expenses	\$—	\$—
Net realized gains (losses) for the period	\$0.03	\$—
Net unrealized gains (losses) for the period	\$(0.01)	\$—
Total increase (decrease) from operations ²	\$0.22	\$—
Distributions:		
From income (excluding dividends)	\$—	\$—
From dividends	\$(0.09)	\$—
From capital gains	\$—	\$—
Return of capital	\$(0.25)	\$—
Total annual distributions ³	\$(0.34)	\$—
Net assets—end of the period	\$10.32	\$10.03

¹ This information is derived from the Pool's audited annual financial statements and unaudited interim financial statements. The net assets per unit presented in the financial statements differs from the net asset value per unit calculated for fund pricing purposes. An explanation of these differences can be found in Note 2 of the Notes to Financial Statements. Net assets per unit are presented for 2007 through 2011.

² Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial year.

³ Distributions were paid in cash or reinvested in additional units of the Pool, or both.

⁴ The results shown are for the period January 4 - December 31, 2007.

⁵ The results shown are for the period November 22 - December 31, 2010.

MDPIM Dividend Pool

Management Report of Fund Performance (June 30, 2011)

Ratios and Supplemental Data

Series A	Six months ended June 30	Year ended December 31			
	2011	2010	2009	2008	2007 ⁵
Total net asset value, end of the period ¹	\$449,258,161	\$402,847,769	\$211,027,552	\$70,128,238	\$51,429,584
Number of units outstanding	44,398,765	41,461,099	24,563,179	10,167,569	5,287,840
Management expense ratio ²	—	—	—	—	—
Management expense ratio before waivers or absorptions	0.01%	0.06%	0.12%	0.18%	0.58%
Trading expense ratio ³	0.04%	0.06%	0.09%	0.10%	0.11%
Portfolio turnover rate ⁴	30.25%	6.69%	10.56%	9.36%	7.52%
Net asset value per unit	\$10.12	\$9.72	\$8.59	\$6.90	\$9.73

Series T	Six months ended June 30	2010 ⁶
	2011	
Total net asset value, end of the period ¹	\$197,905	\$25
Number of units outstanding	19,145	3
Management expense ratio ²	—	—
Management expense ratio before waivers or absorptions	—	—
Trading expense ratio ³	0.04%	0.06%
Portfolio turnover rate ⁴	30.25%	6.69%
Net asset value per unit	\$10.34	\$10.04

¹ This information is provided as at June 30 or December 31 of the period shown.

² Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. Effective July 1, 2010, goods and services tax ("GST") was replaced by the harmonized sales tax ("HST") in certain provinces and is applicable at higher rates than the GST. HST is being paid by the Pool and results in a higher MER than in previous years.

³ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

⁴ The Pool's portfolio turnover rate indicates how actively the Pool's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Pool buying and selling all of the securities in its portfolio once in the course of the year. The higher a Pool's portfolio turnover rate in a year, the greater the trading costs payable by the Pool in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a Pool.

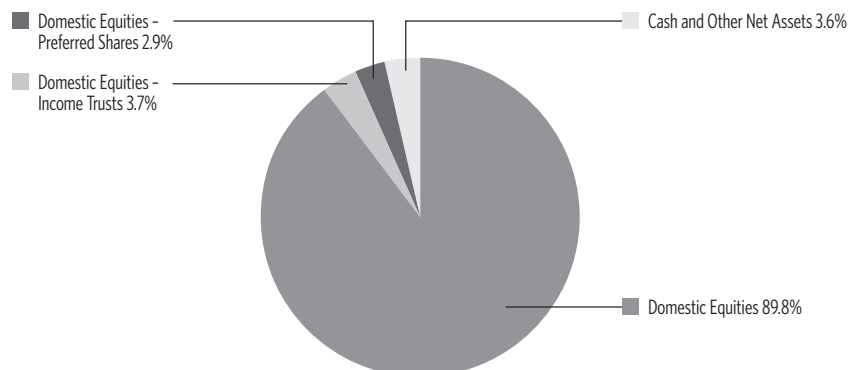
⁵ The results shown are for the period January 4 - December 31, 2007.

⁶ The results shown are for the period November 22 - December 31, 2010.

MDPIM Dividend Pool

Summary of Investment Portfolio, June 30, 2011

Net Asset Value: \$449.5 million



Cash & Portfolio Allocation

Domestic Equities

Consumer Discretionary	11.7%
Consumer Staples	0.5%
Energy	19.7%
Financials	34.1%
Health Care	0.6%
Industrials	4.6%
Materials	2.9%
Telecommunication Services	10.2%
Utilities	5.5%
Total	89.8%

Domestic Equities - Income Trusts

Energy	0.4%
Materials	0.6%
Real Estate	2.7%
Total	3.7%

Domestic Equities - Preferred Shares

Total	2.9%
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Cash & Cash Equivalents

Total	3.7%
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Other Net Assets

Total	-0.1%
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Total	100.0%
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Top 25 Holdings (Percentage of Net Asset Value)

Thomson Reuters Corporation	5.8%
The Bank of Nova Scotia	5.2%
Power Financial Corporation	4.8%
TransCanada Corporation	4.2%
The Toronto-Dominion Bank	4.1%
Royal Bank of Canada	4.1%
Rogers Communications, Inc. Cl. B	3.7%
Cash and Cash Equivalents	3.7%
TMX Group Inc.	3.5%
BCE Inc.	3.5%
Bank of Montreal	3.5%
IGM Financial, Inc.	3.4%
Husky Energy Inc.	3.1%
Sun Life Financial Inc.	3.1%
TELUS Corporation Non-Voting	3.0%
Groupe Aeroplan, Inc.	2.9%
Fortis, Inc.	2.9%
Enbridge Inc.	2.9%
Canadian Imperial Bank of Commerce	2.8%
Methanex Corporation	2.4%
Russel Metals Inc.	2.4%
Canadian Utilities Limited Cl. A	2.3%
Mullen Group Limited	2.3%
Reitmans (Canada) Limited Cl. A	2.2%
Manulife Financial Corporation 6.60% Series 4 Preferred	1.3%

Note: Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment pool. A quarterly update is available.

The Net Asset Value, Portfolio Allocation and Top 25 Holdings in the tables are based on the trading net asset value as at June 30, 2011.



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