

**MANAGER'S COMMENTARY**



**GREG PAYNE, MA, CFA**

The market rally that began in early March gained further strength in April. The MSCI AC World Index gained more than 5% for the month, while the Investeco GESF gained nearly 9% and is now essentially flat for the year.

The increased appetite for risk was clearly evident in many environmental sectors. For example, shares in manufacturers of solar PV equipment rallied hard, some by as much as 60% in April alone. A case can always be made that the bad news has been 'priced in' and that the market is discounting future improvements, but we do not believe that improving fundamentals are a major contributor to this rally. We are more inclined to attribute it to a combination of several factors such as government stimulus announcements; Wall Street gaming and short squeezes; momentum style investing; and a public belief that it "always bounces back". For the most part, we have not seen reason to upgrade our expectations of fundamental performance at the company or macroeconomic level.

There were a few encouraging earnings reports from some of our holdings. For example, Siemens, 5N Plus, Pure Technologies, and Ansaldo STS all reported good growth in the current environment. But in general, revenues and earnings for the large reporters were down double digits from 2008. What is curious is that the market seems to be rewarding companies with the weakest balance sheets and worst financial performance. Even in our portfolio the best performing stocks were also the ones carrying the most debt. Companies such as Interface (up 94% in April), Johnson Controls (+58%) and Nalco Holding (+25%) all have aggressive capital structures. We took the opportunity to sell or reduce these positions. In general, our models are signaling more selling than buying opportunities right now and our cash position has increased to 33%. We see a great number of superb environmental companies with very promising futures but we will only buy them at the right price.

**FUND PRICE (AS OF APRIL 30, 2009): \$7.26 (CLASS A), \$7.36 (CLASS F), \$7.56 (CLASS I)**

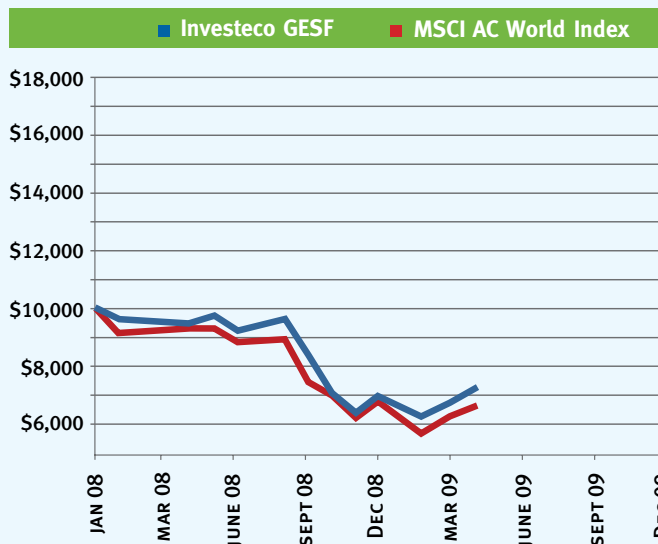
**MONTHLY FUND PERFORMANCE (CLASS A UNITS)**

NAV Return % (\$CAD)	Jan 2009	Feb 2009	Mar 2009	Apr 2009	May 2009	Jun 2009	Jul 2009	Aug 2009	Sep 2009	Oct 2009	Nov 2009	Dec 2009	YTD
Investeco GESF	-8.6	-4.0	4.7	8.7									-0.2
MSCI World	-8.2	-7.9	7.0	5.3									-4.8

**PERFORMANCE**

	Investeco GESF	MSCI World
1 Month	8.7	5.3
3 Months	9.2	3.8
6 Months	1.5	-6.8
1 Year	-24.5	-30.7
3 Year	-	-
5 Year	-	-
10 Year	-	-
Since Inception	-27.4	-33.5
2008	-27.3	-30.2
2009	-	-
2010	-	-

**GROWTH OF \$10,000 (CLASS A UNITS)**



Disclaimer: Commissions, trailing commissions, management fees and expenses all may be associated with the Global Environmental Sectors Fund (the "Fund"). The investments discussed above may not be suitable for all investors. Some conditions apply. Investors should carefully review the Fund's Offering Memorandum, including the risk factors detailed therein under the heading "Risk Factors", prior to investing in the Fund. The indicated rates of return for the Fund, if any, are historical total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. There can be no assurance that the Fund objectives will be met. The Morgan Stanley World Index has been chosen as the benchmark for the Fund because it is the most relevant available index for comparison given the diversification of the Fund. The Fund is not guaranteed, its value changes frequently and past performance may not be repeated. Any opinions expressed in the commentary are those of the author and do not necessarily reflect the views and opinions of the Manager or any distributor of the Fund. The views expressed are of a general nature and should not be interpreted as investment advice to you in any way. Please consult a qualified financial advisor before making an investment decision. The portfolio manager/advisor/sub-advisor has a direct interest in the management and performance fees of the Fund, and may, at any given time, have a direct interest in the Fund itself.

The investment objective of the Fund is to outperform the Morgan Stanley World Index over a full market cycle. The Fund invests in publicly listed companies located around the world that operate in our targeted environmental sectors and that we believe are trading at a discount to their future cash generation potential.

## FUND FACTS

**Asset Class:** Global Equity (Environmental Sectors)

**Benchmark:** MSCI AC World Index

**Fund Type:** Open end investment trust

**Qualified Purchaser:** Accredited Investor

**Minimum Investment:** \$5,000

**RRSP Eligible:** Yes

**FundSERV Codes:** Class A: eco 100

Class F: eco 200

Class I: eco 300

**Purchase and Redemptions:** Last business day of each month

**Custodian:** RBC Dexia Investor Services

**Auditor:** PricewaterhouseCoopers LLP

**Legal Counsel:** McCarthy Tétrault LLP

**Performance Fee:** 10% of profits above a 6% hurdle (payable only on redemption)

**Management Fees:** Class A: 1.5 %

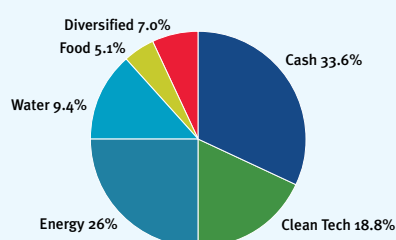
Class F: 1.0 %

Class I: Negotiable

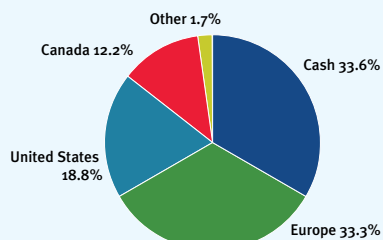
## PORTFOLIO SUMMARY - TOP 20 HOLDINGS

Company Name	Region	Size	Sector	Market Value	Weight
Siemens	Europe	Large	Diversified	\$373,741.80	7.0%
ABB	Europe	Large	Energy	\$339,585.12	6.4%
Schneider Electric	Europe	Large	Energy	\$255,278.82	4.8%
Veolia Environmental	Europe	Large	Water	\$210,905.57	4.0%
LSB Industries	United States	Small	Energy	\$196,421.44	3.7%
Hain Celestial	United States	Small	Food	\$178,464.50	3.4%
Cooper Industries	United States	Mid	Clean Tech	\$167,518.53	3.2%
Tomra Systems	Europe	Small	Clean Tech	\$155,358.28	2.9%
Boralex	Canada	Small	Energy	\$146,484.00	2.8%
Wabtec	United States	Mid	Clean Tech	\$145,005.23	2.7%
Layne Christensen	United States	Small	Water	\$128,671.23	2.4%
Legrand	Europe	Mid	Clean Tech	\$122,525.90	2.3%
Energy Developments	Other	Small	Energy	\$115,484.33	2.2%
Telvent	Europe	Small	Clean Tech	\$112,116.24	2.1%
Piaggio	Europe	Small	Clean Tech	\$100,758.84	1.9%
5N Plus	Canada	Small	Energy	\$95,700.00	1.8%
Ansaldo STS	Europe	Mid	Clean Tech	\$95,327.31	1.8%
Algonquin Power Income Fund	Canada	Small	Energy	\$92,400.00	1.7%
Hemisphere GPS	Canada	Micro	Food	\$90,540.00	1.7%
Interface	United States	Small	Clean Tech	\$59,160.25	1.1%
Fixed Income	-	-	-	\$119,998.10	2.3%
Cash	-	-	-	\$1,785,747.24	33.6%
Total value	-	-	-	\$5,307,552.72	100.0%

SECTOR ALLOCATION



GEOGRAPHIC ALLOCATION



MARKET CAP ALLOCATION

