

Financial Statements

Integra Diversified Fund

December 31, 2010

INDEPENDENT AUDITORS' REPORT

To the Unitholders of
Integra Diversified Fund

We have audited the accompanying financial statements of **Integra Diversified Fund** (the "Fund"), which comprise the statement of net assets as at December 31, 2010, and the statements of operations and changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2010, and the results of its operations and the changes in its net assets for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 25, 2011

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Integra Diversified Fund

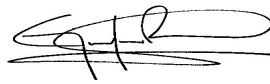
Statement of Net Assets

As at December 31

	2010	2009
ASSETS		
Investments at fair value	\$746,024,080	\$797,870,707
Cash	1,944,512	1,566,507
Accrued dividend and interest receivable	1,515,533	1,627,675
Subscriptions receivable	1,919,156	232,726
Net unrealized gain on foreign exchange forward contracts (note 4)	138,010	77,154
Total assets	751,541,291	801,374,769
LIABILITIES		
Accrued expenses	76,269	85,342
Redemptions payable	557,118	725,112
Total liabilities	633,387	810,454
NET ASSETS REPRESENTING UNITHOLDERS' EQUITY	\$750,907,904	\$800,564,315
UNITS OUTSTANDING (note 3)	18,466,785	21,623,689
NET ASSETS PER UNIT (note 11)	\$40.66	\$37.02
NET ASSET VALUE PER UNIT - INDUSTRY STANDARD FOR TRANSACTIONS (note 11)	\$40.69	\$37.06

(See accompanying notes)

On behalf of the Manager,
Integra Capital Limited:



Graham Rennie
Director



Craig Honey
Director

Integra Diversified Fund

Statement of Operations

Year ended December 31

	2010	2009
INCOME		
Interest	\$13,138,372	\$18,692,756
Dividend	10,604,627	13,706,699
Revenue from securities lending	38,495	41,702
	23,781,494	32,441,157
EXPENSES		
Custodial fees	153,461	124,021
Operating expenses	104,877	213,959
Audit fees	38,095	46,354
Legal fees	2,858	—
Securityholder reporting costs	38,095	35,707
Investment performance monitoring fees	11,428	26,183
Goods and Services Tax	9,737	22,311
Harmonized Sales Tax	20,030	—
	378,581	468,535
NET INVESTMENT INCOME	23,402,913	31,972,622
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS		
Net realized loss on sale of investments	(7,850,044)	(44,663,837)
Net realized gain on foreign exchange forward contracts	364,380	9,063,108
Net realized gain (loss) on foreign exchange	(168,008)	11,479
Net realized loss on futures	—	(635,080)
Net unrealized gain (loss) on foreign exchange	4,886	(14,719)
Transaction costs (note 6)	(843,319)	(855,116)
Change in unrealized appreciation of investments	55,086,238	129,149,018
Change in unrealized appreciation (depreciation) on foreign exchange forward contracts	60,856	(53,776)
NET GAIN ON INVESTMENTS AND TRANSACTION COSTS	46,654,989	92,001,077
INCREASE IN NET ASSETS FROM OPERATIONS	\$70,057,902	\$123,973,699
Increase in net assets from operations per unit (Based on the average number of units outstanding during the year)	\$3.47	\$4.99

(See accompanying notes)

Statement of Changes in Net Assets

Year ended December 31

	2010	2009
NET ASSETS, BEGINNING OF YEAR	\$800,564,315	\$816,499,277
Increase in net assets from operations	70,057,902	123,973,699
DISTRIBUTIONS TO UNITHOLDERS		
Distribution from net investment income	(23,092,616)	(32,676,854)
	(23,092,616)	(32,676,854)
CAPITAL UNIT TRANSACTIONS (note 3)		
Proceeds from issuance of units	50,922,139	47,159,238
Reinvested distributions	23,092,616	32,676,854
Payments on redemptions	(170,636,452)	(187,067,899)
	(96,621,697)	(107,231,807)
Decrease in net assets for the year	(49,656,411)	(15,934,962)
NET ASSETS, END OF YEAR	\$750,907,904	\$800,564,315

(See accompanying notes)

Integra Diversified Fund

Statement of Investments

As at December 31, 2010

	Number of Shares / Par Value \$	Average Cost \$	Fair Value \$
COMMON AND PREFERRED SHARES — 32.43%			
Canadian Equities — 31.71%			
Consumer Discretionary — 1.60%			
Canadian Tire Corp. Ltd., Class 'A'	36,715	2,182,230	2,503,229
Magna International Inc., Class 'A'	95,795	3,031,760	4,958,349
Shaw Communications Inc.	159,143	3,244,127	3,389,746
Thomson Reuters Corp.	31,005	1,208,845	1,151,836
		9,666,962	12,003,160
Consumer Staples — 0.64%			
Alimentation Couche-Tard Inc., Class 'B'	50,572	1,231,606	1,367,467
Loblaw Cos. Ltd.	19,297	765,709	777,476
Metro Inc., Class 'A'	13,416	449,345	606,403
Shoppers Drug Mart Corp.	52,845	2,285,205	2,087,378
		4,731,865	4,838,724
Energy — 7.62%			
Advantage Oil & Gas Ltd.	210,801	1,533,796	1,425,015
Athabasca Oil Sands Corp.	146,990	1,899,681	2,204,850
Baytex Energy Trust	20,857	742,550	972,145
Cameco Corp.	92,155	2,865,544	3,709,239
Canadian Natural Resources Ltd.	224,204	5,976,191	9,925,511
Canadian Oil Sands Trust	48,222	1,453,963	1,275,472
Daylight Energy Ltd.	116,500	1,095,872	1,199,950
Enbridge Inc.	43,945	1,898,513	2,471,027
EnCana Corp.	155,385	4,773,077	4,512,380
Ensign Energy Services Inc.	86,310	1,099,467	1,297,239
Galleon Energy Inc., Class 'A'	168,900	918,962	692,490
Husky Energy Inc.	69,470	1,913,193	1,841,650
Inter Pipeline Fund, Class 'A'	71,987	1,081,210	1,074,046
Keyera Facilities Income Fund	18,513	630,878	650,732
Pacific Rubiales Energy Corp.	63,908	1,568,123	2,154,978
Petrobank Energy & Resources Ltd.	52,286	1,320,001	1,320,222
Petrominerales Ltd.	32,156	1,066,111	1,066,289
Precision Drilling Corp.	133,015	1,127,814	1,276,944
Suncor Energy Inc.	317,505	10,607,368	12,122,341
Talisman Energy Inc.	209,096	3,182,467	4,623,113
Trican Well Service Ltd.	70,206	1,020,102	1,411,843
		47,774,883	57,227,476
Financials — 8.30%			
Bank of Montreal	77,799	2,964,977	4,468,775
Bank of Nova Scotia	128,605	3,828,122	7,334,343
Brookfield Properties Corp.	120,855	1,725,611	2,113,754
Canadian Imperial Bank of Commerce	78,046	5,176,969	6,105,539
Great-West Lifeco Inc.	27,987	766,476	737,737
Home Capital Group Inc.	22,128	991,791	1,145,788
Intact Financial Corp.	67,585	2,479,203	3,430,615
Manulife Financial Corp.	370,104	7,174,536	6,328,778
National Bank of Canada	45,133	2,492,395	3,086,195
Power Financial Corp.	23,425	617,028	718,210
Royal Bank of Canada	108,010	5,185,780	5,638,122
Sun Life Financial Inc.	274,671	8,682,014	8,245,623
TMX Group Inc.	22,897	799,541	845,815
Toronto-Dominion Bank (The)	163,191	8,435,299	12,092,453
		51,319,742	62,291,747
Health Care — 0.18%			
CML Healthcare Income Fund	117,145	1,478,120	1,337,796
		1,478,120	1,337,796
Industrials — 1.88%			
Aecon Group Inc.	154,630	1,793,896	1,580,319
Bombardier Inc., Class 'B'	269,490	1,597,221	1,347,450
CAE Inc.	151,530	1,024,369	1,736,534
Canadian National Railway Co.	60,870	3,506,871	4,032,638
Finning International Inc.	49,441	1,176,316	1,336,885
SNC-Lavalin Group Inc.	19,316	1,004,926	1,148,336
Transat A.T. Inc., Class 'B'	74,468	897,230	1,398,509
WestJet Airlines Ltd.	108,175	1,324,326	1,517,695
		12,325,155	14,098,366

Integra Diversified Fund

Statement of Investments

As at December 31, 2010

	Number of Shares / Par Value \$	Average Cost \$	Fair Value \$
Information Technology — 2.07%			
CGI Group Inc., Class 'A'	62,626	638,406	1,075,288
Enablonce Technologies Inc.	1,274,000	738,920	687,960
Miranda Technologies Inc.	258,500	1,634,022	1,411,410
Open Text Corp.	30,690	1,358,686	1,399,771
Research In Motion Ltd.	153,106	9,836,430	8,877,086
Sierra Wireless Inc.	77,800	873,677	1,155,330
SXC Health Solutions Corp.	21,611	585,861	918,684
		15,666,002	15,525,529
Materials — 7.42%			
Agnico-Eagle Mines Ltd.	30,485	2,165,841	2,330,578
Agrium Inc.	33,706	2,526,831	3,084,099
Barrick Gold Corp.	212,681	8,572,582	11,278,473
Equinox Minerals Ltd.	229,162	889,099	1,400,180
Goldcorp Inc.	73,590	3,174,170	3,369,686
Grande Cache Coal Corp.	67,940	343,347	711,332
Inmet Mining Corp.	37,600	2,151,447	2,904,976
Kinross Gold Corp.	133,660	2,558,426	2,522,164
Lundin Mining Corp.	95,000	595,888	687,800
Methanex Corp.	43,280	1,210,971	1,308,787
Osisko Mining Corp.	100,520	1,487,545	1,455,530
Potash Corp. of Saskatchewan Inc.	24,534	3,266,374	3,785,842
Quadra FNX Mining Ltd.	101,580	1,405,479	1,699,433
Semafo Inc.	63,570	786,152	683,378
Sherritt International Corp.	57,744	506,499	486,782
Silver Wheaton Corp.	48,201	706,663	1,877,911
Silvercorp Metals Inc.	62,749	477,352	797,540
Sino-Forest Corp., Class 'A'	104,019	1,913,590	2,420,522
Teck Resources Ltd., Class 'B'	58,205	1,349,990	3,586,592
Thompson Creek Metals Co. Inc.	131,000	1,663,563	1,912,600
Uranium Participation Corp.	224,100	1,589,530	1,774,872
Yamana Gold Inc.	441,935	4,956,530	5,630,252
		44,297,869	55,709,329
Telecommunication Services — 1.84%			
BCE Inc.	145,339	3,948,651	5,134,827
Rogers Communications Inc., Class 'B'	161,437	5,462,791	5,571,191
TELUS Corp.	69,113	3,049,150	3,143,259
		12,460,592	13,849,277
Utilities — 0.16%			
Canadian Utilities Ltd., Class 'A'	22,948	1,038,959	1,245,388
		1,038,959	1,245,388
Total Canadian Equities — 31.71%			
		200,760,149	238,126,792
United States Equities — 0.51%			
Consumer Discretionary — 0.18%			
Comcast Corp., Class 'A'	61,450	1,472,382	1,342,094
		1,472,382	1,342,094
Health Care — 0.16%			
Zimmer Holdings Inc.	23,175	1,451,781	1,235,213
		1,451,781	1,235,213
Information Technology — 0.17%			
Oracle Corp.	40,232	849,900	1,250,866
		849,900	1,250,866
Total United States Equities — 0.51%			
		3,774,063	3,828,173
International Equities — 0.21%			
Finland — 0.07%			
Nokia OYJ, ADR	52,920	1,241,808	542,666
		1,241,808	542,666
Japan — 0.14%			
Nintendo Co. Ltd.	3,540	1,041,888	1,032,639
		1,041,888	1,032,639
Total International Equities — 0.21%			
		2,283,696	1,575,305
TOTAL EQUITIES — 32.43%			
		206,817,908	243,530,270

Integra Diversified Fund

Statement of Investments

As at December 31, 2010

	Number of Shares / Par Value \$	Average Cost \$	Fair Value \$
Canadian Bonds — 18.86%			
Government of Canada — 8.12%			
Canada Housing Trust No. 1, 4.55%, 2012/12/15	4,530,000	4,567,777	4,766,458
Canada Housing Trust No. 1, 3.15%, 2015/06/15	800,000	798,944	819,792
Canada Housing Trust No. 1, 2.75%, 2015/12/15	1,032,000	1,029,668	1,035,025
Canada Housing Trust No. 1, 3.75%, 2020/03/15	674,000	668,467	692,619
Canada Housing Trust No. 1, 3.35%, 2020/12/15	818,000	814,272	808,051
Canada Housing Trust No. 1, Series '16', 4.00%, 2012/06/15	1,230,000	1,290,221	1,271,223
Canada Housing Trust No. 1, Series '37', 2.45%, 2015/12/15	993,000	990,597	982,230
Canada Housing Trust No. 1, Series 'MAR', 2.95%, 2015/03/15	10,255,000	10,311,885	10,443,075
Canada Post Corp., Series '2', 4.08%, 2025/07/16	72,000	72,020	74,181
Canada Post Corp., Series '1', 4.36%, 2040/07/16	58,000	58,085	61,134
CBC Monetization Trust, Callable, 4.69%, 2027/05/15	24,097	24,097	24,719
Government of Canada, 1.50%, 2012/06/01	2,106,000	2,096,579	2,105,111
Government of Canada, 3.75%, 2012/06/01	168,000	174,754	173,180
Government of Canada, 2.00%, 2012/09/01	1,320,000	1,329,296	1,328,372
Government of Canada, 1.50%, 2012/12/01	2,300,000	2,300,815	2,292,602
Government of Canada, 1.75%, 2013/03/01	6,217,000	6,209,788	6,217,804
Government of Canada, 3.50%, 2013/06/01	4,938,000	5,117,939	5,134,137
Government of Canada, 3.00%, 2014/06/01	101,000	103,591	104,065
Government of Canada, 2.00%, 2014/12/01	810,000	802,959	804,184
Government of Canada, 2.50%, 2015/06/01	1,400,000	1,431,534	1,411,613
Government of Canada, 4.50%, 2015/06/01	250,000	271,700	273,048
Government of Canada, 4.00%, 2016/06/01	107,000	113,128	114,916
Government of Canada, 4.00%, 2017/06/01	1,154,000	1,241,409	1,241,813
Government of Canada, 3.75%, 2019/06/01	966,000	1,032,917	1,018,256
Government of Canada, 3.50%, 2020/06/01	3,773,000	3,894,660	3,890,293
Government of Canada, 3.25%, 2021/06/01	1,658,000	1,678,974	1,661,882
Government of Canada, 8.00%, 2027/06/01	265,000	394,982	415,150
Government of Canada, 5.75%, 2029/06/01	2,808,000	3,487,478	3,663,052
Government of Canada, 5.75%, 2033/06/01	1,882,000	2,388,122	2,515,196
Government of Canada, 5.00%, 2037/06/01	1,335,000	1,619,806	1,655,757
Government of Canada, 4.00%, 2041/06/01	1,792,000	1,946,556	1,949,491
Millit-Air Inc., Series '1', 5.75%, 2019/06/30	150,334	162,436	165,442
PSP Capital Inc., Series '2', Callable, 2.94%, 2015/12/03	260,000	259,891	259,135
Royal Office Finance L.P., Series 'A', Callable, Sinking Fund, 5.21%, 2032/11/12	1,485,393	1,464,924	1,588,544
		60,150,271	60,961,550
Provincial Government — 4.90%			
Financement-Québec, 5.00%, 2012/11/01	1,000,000	1,068,160	1,043,800
Financement-Québec, 3.25%, 2014/06/01	100,000	101,090	102,772
Financement-Québec, 3.50%, 2016/12/01	225,000	226,348	229,297
Financement-Québec, 5.25%, 2034/06/01	250,000	242,397	275,210
Hospital for Sick Children/Canada, Series 'A', Callable, 5.22%, 2049/12/16	50,000	50,000	51,668
Hydro-Quebec, Series 'HL', 11.00%, 2020/08/15	155,000	245,846	242,890
Hydro-Quebec, Series 'IC', 9.62%, 2022/07/15	125,000	184,859	188,387
Hydro-Quebec, Series 'JN', 5.00%, 2050/02/15	614,000	645,130	685,399
Hydro One Inc., 4.64%, 2016/03/03	500,000	501,414	535,643
Hydro One Inc., Series '21', Callable, 2.95%, 2015/09/11	500,000	499,955	498,964
McGill University Health Centre, Callable, 5.36%, 2043/12/31	43,000	42,981	44,995
New Brunswick (F-M) Project Co. Inc., Step Coupon, Callable, 6.47%, 2027/11/30	113,014	127,829	130,317
Province of Alberta, 4.00%, 2019/12/01	255,000	257,951	264,167
Province of Alberta, 4.50%, 2040/12/01	80,000	79,292	84,061
Province of British Columbia, 4.65%, 2018/12/18	1,020,000	1,060,699	1,104,876
Province of British Columbia, 4.10%, 2019/12/18	185,000	184,825	191,783
Province of British Columbia, 4.70%, 2037/06/18	1,000,000	955,440	1,060,410
Province of British Columbia, 4.95%, 2040/06/18	169,000	174,846	187,581
Province of British Columbia, 4.30%, 2042/06/18	157,000	158,081	157,962
Province of British Columbia, Series 'BCCD-24', 3.70%, 2020/12/18	258,000	257,335	257,107
Province of Manitoba, 4.25%, 2018/05/03	930,000	947,084	984,260
Province of Manitoba, 4.15%, 2020/06/03	125,000	127,107	128,979
Province of Manitoba, 4.40%, 2025/09/05	72,000	71,735	74,216
Province of Manitoba, 5.70%, 2037/03/05	175,000	202,606	212,209
Province of Manitoba, 4.65%, 2040/03/05	60,000	58,502	63,395
Province of Manitoba, 4.10%, 2041/03/05	47,000	46,877	45,522
Province of Manitoba, 4.70%, 2050/03/05	50,000	50,573	54,110
Province of New Brunswick, 4.70%, 2016/07/21	44,000	48,047	47,838
Province of New Brunswick, 4.45%, 2018/03/26	1,275,000	1,221,705	1,360,440
Province of New Brunswick, 4.40%, 2019/06/03	50,000	50,738	52,641
Province of New Brunswick, 4.50%, 2020/06/02	142,000	142,566	149,367
Province of New Brunswick, 4.55%, 2037/03/26	800,000	781,600	812,255
Province of New Brunswick, 4.80%, 2041/06/03	109,000	107,269	115,998
Province of New Brunswick, Sinking Fund, 4.80%, 2039/09/26	45,000	45,098	47,689
Province of Newfoundland and Labrador, 4.65%, 2040/10/17	500,000	496,500	525,179
Province of Nova Scotia, 4.15%, 2019/11/25	80,000	79,357	82,593
Province of Nova Scotia, 4.70%, 2041/06/01	160,000	165,795	168,025
Province of Ontario, 5.00%, 2014/03/08	5,900,000	6,443,685	6,383,901
Province of Ontario, 4.50%, 2015/03/08	94,000	99,852	101,007
Province of Ontario, 3.15%, 2015/09/08	418,000	424,666	425,593
Province of Ontario, 4.30%, 2017/03/08	2,170,000	2,069,507	2,309,552
Province of Ontario, 4.40%, 2019/06/02	210,000	213,469	221,419
Province of Ontario, 4.20%, 2020/06/02	416,000	432,334	428,955
Province of Ontario, 6.50%, 2029/03/08	750,000	920,820	961,395
Province of Ontario, 5.85%, 2033/03/08	500,000	575,060	605,185
Province of Ontario, 4.70%, 2037/06/02	2,306,000	2,289,256	2,419,563
Province of Ontario, 4.60%, 2039/06/02	32,000	31,332	33,243

Integra Diversified Fund

Statement of Investments

As at December 31, 2010

	Number of Shares / Par Value \$	Average Cost \$	Fair Value \$
Province of Ontario, 4.65%, 2041/06/02	646,000	677,150	680,579
Province of Ontario, Series 'KJ', 7.60%, 2027/06/02	1,985,000	2,728,103	2,779,874
Province of Prince Edward Island, 3.70%, 2020/09/02	15,000	14,921	14,768
Province of Prince Edward Island, 4.65%, 2037/11/19	35,000	33,794	35,798
Province of Quebec, 4.50%, 2019/12/01	36,000	38,126	38,038
Province of Quebec, 4.50%, 2020/12/01	1,269,000	1,321,133	1,331,037
Province of Quebec, 6.25%, 2032/06/01	750,000	847,875	939,784
Province of Quebec, 5.75%, 2036/12/01	990,000	1,065,636	1,183,892
Province of Quebec, 5.00%, 2038/12/01	330,000	336,233	358,745
Province of Quebec, 5.00%, 2041/12/01	503,000	528,666	552,877
Province of Quebec, Series 'OS', 6.00%, 2029/10/01	440,000	484,651	533,077
Province of Saskatchewan, 4.65%, 2017/09/05	1,900,000	2,013,848	2,067,784
Province of Saskatchewan, 3.90%, 2020/07/28	55,000	54,842	56,099
Province of Saskatchewan, Series 'GC', 4.75%, 2040/06/01	71,000	77,146	76,871
Yukon Development Corp., 5.00%, 2040/06/29	15,000	14,898	15,739
		35,444,640	36,816,780
Municipal — 0.37%			
City of Toronto, 4.50%, 2019/12/02	65,000	64,799	67,381
City of Toronto, 5.20%, 2040/06/01	88,000	88,710	94,112
City of Vancouver, 4.50%, 2020/06/01	25,000	24,904	25,961
Durham District School Board, 6.75%, 2019/11/19	22,000	25,700	26,195
Municipal Finance Authority of British Columbia, 4.45%, 2020/06/01	77,000	79,670	80,242
Municipality of Peel, Ontario, Sinking Fund, 5.10%, 2040/06/29	44,000	43,672	46,157
Municipality of York, Ontario, 4.50%, 2020/06/30	29,000	28,914	29,910
South Coast British Columbia Transportation Authority, 3.80%, 2020/11/02	50,000	49,963	48,919
Toronto Hydro Corp., Callable, 5.15%, 2017/11/14	250,000	260,632	273,687
Ville de Montréal, 5.00%, 2018/12/01	1,000,000	1,035,000	1,074,684
Ville de Montréal, 5.45%, 2019/12/01	920,000	980,633	1,013,694
		2,682,597	2,780,942
Corporate — 5.47%			
407 International Inc., 5.96%, 2035/12/03	500,000	547,905	575,894
407 International Inc., Callable, 4.99%, 2020/06/16	66,000	65,959	70,241
407 International Inc., Callable, 4.30%, 2021/05/26	250,000	249,915	249,144
407 International Inc., Series '10-A1', Callable, 3.88%, 2015/06/16	42,000	41,992	43,516
Alberta Capital Finance Authority, 3.05%, 2015/06/15	93,000	92,786	94,758
AltaLink L.P., Series '2008-1', Callable, 5.24%, 2018/05/29	150,000	153,861	164,560
American Express Canada Credit Corp., 4.85%, 2014/10/03	300,000	300,000	315,236
Bank of Montreal Subordinated Notes Trust, Variable Rate, Callable, 2022/09/26	200,000	221,068	221,034
Bank of Montreal, Callable, 5.05%, 2013/09/03	1,250,000	1,228,212	1,333,262
Bank of Montreal, Callable, 3.93%, 2015/04/27	200,000	200,000	206,538
Bank of Montreal, Callable, 3.10%, 2016/03/10	250,000	250,000	247,041
Bank of Montreal, Callable, 4.61%, 2025/09/10	500,000	500,000	494,628
Bank of Nova Scotia, 3.03%, 2012/06/04	300,000	299,991	304,330
Bank of Nova Scotia, 4.56%, 2013/10/30	800,000	778,048	843,484
Bell Aliant Regional Communications L.P., 4.37%, 2017/09/13	150,000	149,991	148,732
Bell Aliant Regional Communications L.P., Callable, 6.29%, 2015/02/17	300,000	299,880	329,095
Bell Canada, Callable, 4.85%, 2014/06/30	500,000	499,210	528,268
Bell Canada, 7.85%, 2031/04/02	250,000	270,015	300,595
BMO Capital Trust II, Series 'A', Variable Rate, Callable, 2018/12/31	100,000	127,244	128,068
BMO Capital Trust, Series 'E', Variable Rate, Callable, 2015/12/31	500,000	516,265	519,198
BMW Canada Inc., Series 'A', Restricted, 3.22%, 2013/03/28	750,000	749,918	761,729
Caisse centrale Desjardins du Quebec, 3.50%, 2017/10/05	200,000	200,000	195,477
Cameco Corp., Series 'D', Callable, 5.67%, 2019/09/02	100,000	100,424	107,091
Canadian Capital Auto Receivables Asset Trust II, Class 'A2', Series '2010-1', 2.00%, 2012/11/17	481,160	481,160	481,275
Canadian Credit Card Master Trust, Class 'A', Series '2010-1', 3.44%, 2015/07/24	42,000	42,000	42,347
Canadian Imperial Bank of Commerce, 3.10%, 2015/03/02	500,000	499,060	501,333
Canadian Imperial Bank of Commerce, Callable, 4.95%, 2014/01/23	500,000	518,285	533,537
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 2020/04/30	170,000	170,000	175,424
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 2020/11/02	250,000	249,472	244,715
Canadian Imperial Bank of Commerce/Canada, 3.95%, 2017/07/14	150,000	149,682	152,330
Canadian Pacific Railway Co., Callable, 6.45%, 2039/11/17	250,000	249,868	271,008
Capital Desjardins Inc., Series 'H', Variable Rate, Callable, 2020/11/23	135,000	135,000	134,746
Capital Power L.P., Callable, 5.28%, 2020/11/16	85,000	85,000	83,566
Caterpillar Financial Services Ltd., 5.20%, 2013/06/03	500,000	499,960	531,379
CDP Financial Inc., 4.60%, 2020/07/15	160,000	159,670	166,292
Central 1 Credit Union, Series '7', 3.38%, 2013/04/19	35,000	35,000	35,603
Chip Mortgage Trust, Callable, 4.49%, 2015/08/04	22,000	21,993	22,712
CIBC Capital Trust, Callable, 10.25%, 2018/06/30	25,000	38,494	32,837
CIBC Capital Trust, Series 'A', Callable, 9.98%, 2019/06/30	150,000	187,608	189,447
Cogeco Cable Inc., Callable, 5.15%, 2020/11/16	150,000	149,710	148,928
CU Inc., Callable, 6.22%, 2024/03/06	400,000	400,000	460,292
CU Inc., Callable, 5.56%, 2028/05/26	150,000	150,000	162,573
Enbridge Gas Distribution Inc., Callable, 4.04%, 2020/11/23	350,000	349,856	349,781
Enbridge Inc., Callable, 5.00%, 2016/08/09	500,000	494,240	536,712
Enbridge Inc., Callable, 4.77%, 2019/09/02	150,000	149,930	155,774
Enbridge Inc., Callable, 4.53%, 2020/03/09	750,000	749,880	760,000
Enbridge Inc., Callable, 5.12%, 2040/09/28	100,000	100,000	97,593
Enbridge Pipelines Inc., Callable, 4.45%, 2020/04/06	500,000	499,800	513,242
Epcor Utilities Inc., Callable, 5.80%, 2018/01/31	900,000	924,696	1,001,541
Ford Auto Securitization Trust, Class 'A1', Series '2010-R1', Callable, 1.52%, 2012/10/15	234,814	234,814	234,648
Ford Auto Securitization Trust, Class 'A2', Series '2010-R1', Callable, 2.75%, 2013/11/15	1,000,000	1,000,000	1,005,708
Ford Auto Securitization Trust, Class 'A3', Series '2010-R1', Callable, 3.84%, 2015/01/15	1,000,000	1,000,000	1,031,936
Fortis Inc., Callable, 6.51%, 2039/07/04	250,000	249,835	294,362
FortisAlberta Inc., Callable, 4.80%, 2050/10/27	200,000	199,858	195,364
Gaz Métro inc., Series 'L', Callable, 5.40%, 2013/04/15	250,000	249,935	265,916

Integra Diversified Fund

Statement of Investments

As at December 31, 2010

	Number of Shares / Par Value \$	Average Cost \$	Fair Value \$
GE Capital Canada Funding Co., 5.68%, 2019/09/10	250,000	258,355	267,585
GE Capital Canada Funding Co., 5.73%, 2037/10/22	50,000	49,476	51,357
GE Capital Canada Funding Co., Series 'A', 4.24%, 2015/06/08	100,000	99,996	102,762
General Electric Capital Corp., 5.15%, 2013/06/06	750,000	695,242	791,758
George Weston Ltd., Callable, 7.10%, 2032/02/05	100,000	110,026	110,120
Gloucester Credit Card Trust, Class 'A', Series '2008-1', 5.34%, 2013/05/15	250,000	260,673	264,070
Greater Toronto Airports Authority, Series '2009-1', 5.96%, 2019/11/20	100,000	99,977	113,877
Greater Toronto Airports Authority, Series '02-3', 6.98%, 2032/10/15	250,000	250,050	311,819
Greater Toronto Airports Authority, Series '2010-1', Callable, 5.63%, 2040/06/07	250,000	249,748	270,982
Great-West Lifeco Inc., Callable, 4.65%, 2020/08/13	24,000	24,000	24,036
Great-West Lifeco Inc., 6.00%, 2039/11/16	35,000	35,186	37,762
Halifax International Airport Authority, Series 'C', Callable, 4.89%, 2050/11/15	25,000	25,000	24,343
HSBC Bank Canada, 3.86%, 2015/05/21	350,000	349,906	360,053
HSBC Bank Canada, 3.56%, 2017/10/04	500,000	500,000	490,636
IGM Financial Inc., 7.35%, 2019/04/08	100,000	99,944	117,926
Intact Financial Corp., Callable, 5.41%, 2019/09/03	100,000	99,954	105,247
John Deere Credit Inc., 3.90%, 2013/07/29	250,000	249,715	258,155
Laurentian Bank of Canada, Variable Rate, Callable, 2020/11/02	350,000	349,066	344,498
Loblaw Cos Ltd., Callable, 4.85%, 2014/05/08	400,000	399,912	422,300
Manitoba Telecom Services Inc., Series '7', 5.05%, 2012/05/11	180,000	179,986	185,112
Manitoba Telecom Services Inc., Series '7', 6.65%, 2016/05/11	50,000	49,975	55,553
Manulife Financial Corp., Callable, 4.90%, 2014/06/02	800,000	800,000	832,446
Manulife Financial Corp., Callable, 7.77%, 2019/04/08	200,000	200,000	239,236
Maritimes & Northeast Pipeline L.P., Callable, 4.34%, 2019/11/30	292,500	292,488	297,870
National Bank of Canada, 3.15%, 2015/02/11	500,000	500,000	502,005
NAV CANADA, 3.43%, 2012/04/17	1,250,000	1,250,000	1,273,625
Nova Scotia Power Inc., 8.85%, 2025/05/19	150,000	188,398	208,002
Ornge Issue Trust, Series 'A', Callable, 5.73%, 2034/06/11	60,000	60,000	64,193
Power Corp. of Canada, Callable, 8.57%, 2039/04/22	100,000	99,924	133,286
Rogers Communications Inc., 6.11%, 2040/08/25	115,000	114,890	113,575
Rogers Communications Inc., Callable, 5.80%, 2016/05/26	755,000	753,241	827,214
Rogers Communications Inc., Callable, 4.70%, 2020/09/29	135,000	134,926	132,501
Rogers Communications Inc., Callable, 6.68%, 2039/11/04	100,000	99,897	106,827
Royal Bank of Canada, 5.20%, 2012/08/15	100,000	107,940	104,947
Royal Bank of Canada, 5.06%, 2013/07/17	850,000	836,536	905,184
Royal Bank of Canada, 3.66%, 2017/01/25	300,000	299,889	302,229
Royal Bank of Canada, 4.93%, 2025/07/16	400,000	399,872	408,962
Royal Bank of Canada, Callable, 3.27%, 2014/11/10	150,000	149,979	152,461
Royal Bank of Canada, Variable Rate, Callable, 2018/06/06	750,000	799,838	790,690
Royal Bank of Canada, Variable Rate, Callable, 2020/06/15	100,000	99,964	103,369
Royal Bank of Canada, Variable Rate, Callable, 2020/11/02	150,000	149,958	146,890
Scotiabank Capital Trust, Series '06-1', Callable, 5.65%, 2036/12/31	300,000	295,521	302,248
Scotiabank Tier I Trust, Variable Rate, Callable, 2108/06/30	100,000	107,144	114,808
Shaw Communications Inc., Callable, 5.65%, 2019/10/01	350,000	354,195	361,576
Shaw Communications Inc., Callable, 5.50%, 2020/12/07	250,000	249,088	253,071
Shoppers Drug Mart Corp., Series '3', 4.80%, 2012/01/20	480,000	479,880	493,476
Sobeys Inc., Callable, 6.64%, 2040/06/07	25,000	24,987	25,663
Sun Life Capital Trust II, Callable, 5.86%, 2019/12/31	250,000	250,000	257,642
Sun Life Capital Trust, Series 'B', Callable, 7.09%, 2032/06/30	150,000	173,590	169,225
Sun Life Financial Inc., Series '2009-1', Variable Rate, Callable, 2019/03/31	750,000	748,995	846,209
Sun Life Financial Inc., Variable Rate, Callable, 2042/05/29	50,000	45,891	46,096
Suncor Energy Inc., Series '4', Callable, 5.80%, 2018/05/22	250,000	206,892	277,862
TD Capital Trust IV, Perpetual, Callable, 10.00%, 2108/06/30	50,000	62,582	64,205
TD Capital Trust IV, Variable Rate, Callable, 2108/06/30	120,000	128,503	130,121
TELUS Corp., Series 'CF', Callable, 4.95%, 2014/05/15	400,000	399,984	423,427
TELUS Corp., Series 'CG', Callable, 5.05%, 2019/12/04	150,000	149,128	152,829
TELUS Corp., Series 'CH', Callable, 5.05%, 2020/07/23	250,000	249,360	252,318
Thomson Reuters Corp., Callable, 4.35%, 2020/09/30	350,000	348,652	350,739
Toronto-Dominion Bank (The), 4.85%, 2013/02/13	1,050,000	1,059,166	1,106,024
Toronto-Dominion Bank (The), Variable Rate, Callable, 2020/11/02	100,000	100,000	98,779
Toronto-Dominion Bank (The), Variable Rate, Callable, 2023/07/09	500,000	551,085	556,434
Toronto-Dominion Bank (The), Variable Rate, Callable, 2105/12/14	500,000	534,090	519,852
Toronto-Dominion Bank (The), Variable Rate, Callable, 2106/12/18	750,000	788,198	816,460
TransAlta Corp., Callable, 6.45%, 2014/05/29	130,000	129,770	141,195
TransAlta Corp., Callable, 6.40%, 2019/11/18	150,000	149,562	163,156
TransCanada PipeLines Ltd., Callable, 5.05%, 2014/02/14	400,000	398,868	428,073
TransCanada PipeLines Ltd., Callable, 8.05%, 2039/02/17	550,000	618,057	774,135
Union Gas Ltd., Callable, 5.20%, 2040/07/23	24,000	23,884	24,891
VW Credit Canada Inc., 2.55%, 2013/11/18	500,000	499,355	498,101
Westcoast Energy Inc., Series '10', Callable, 4.57%, 2020/07/02	30,000	29,998	30,400
		39,197,842	41,029,318
TOTAL CANADIAN BONDS — 18.86%		137,475,350	141,588,590

Integra Diversified Fund

Statement of Investments

As at December 31, 2010

	Number of Shares / Par Value \$	Average Cost \$	Fair Value \$
Foreign Bonds — 0.51%			
Bear Stearns Cos. LLC (The), 4.30%, 2011/01/12	1,500,000	1,482,405	1,500,720
Goldman Sachs Group inc. (The), 4.80%, 2011/06/01	850,000	879,633	858,976
Molson Coors International L.P., Callable, 3.95%, 2017/10/06	500,000	498,424	484,685
Rabobank Nederland - Cooperatieve Centrale Raiffeisen-Boerenleenbank B.A., 3.13%, 2015/02/05	1,000,000	998,160	1,004,130
		3,858,622	3,848,511
TOTAL BONDS — 19.37%			
		141,333,972	145,437,101
Other Funds— 46.41%			
Acadian Core International Equity Fund	9,795,993	55,594,475	37,286,487
Analytic Core U.S. Equity Fund	9,042,114	39,021,817	33,254,183
Integra Canadian Fixed Income Plus Fund	15,100,344	148,770,864	149,905,649
Integra Emerging Markets Equity Fund	3,617,910	36,179,674	36,814,406
Integra Newton Global Equity Fund	12,283,820	93,819,912	91,263,871
		373,386,742	348,524,596
Canadian Short-Term Notes — 1.14%			
Treasury Bills — 0.48%			
Government of Canada, Treasury Bill, 0.87%, 2011/01/20	2,550,000	2,546,500	2,548,812
Province of British Columbia, Promissory Note, 1.43%, 2011/03/04	100,000	99,754	99,818
Province of Quebec, Treasury Bill, 1.06%, 2011/02/18	930,000	928,056	928,704
		3,574,310	3,577,334
Canadian Commercial Paper — 0.66%			
Bank of Nova Scotia, Bankers' Acceptance, 1.14%, 2011/02/22	515,000	513,903	514,173
Bank of Nova Scotia, Bankers' Acceptance, 1.15%, 2011/03/09	580,000	578,504	578,778
Firstbank, Bankers' Acceptance, 1.13%, 2011/03/09	1,365,000	1,361,369	1,362,172
National Bank of Canada, Bankers' Acceptance, 1.05%, 2011/01/18	800,000	799,240	799,608
National Bank of Canada, Term Deposit, 1.00%, 2011/01/04	1,700,000	1,700,000	1,700,048
		4,953,016	4,954,779
TOTAL SHORT-TERM NOTES — 1.14%			
		8,527,326	8,532,113
TRANSACTION COSTS			
		(811,259)	
TOTAL INVESTMENT PORTFOLIO — 99.35%			
		729,254,689	746,024,080
OTHER ASSETS, NET OF LIABILITIES — 0.65%			
			4,883,824
NET ASSETS — 100.00%			
			750,907,904

Integra Diversified Fund

Summary of the Investments of the Indirect Holdings

As at December 31,

	% of Net Assets	
	2010	2009
Analytic Core U.S. Equity Fund		
Consumer Discretionary	11.80	6.68
Consumer Staples	11.22	10.62
Energy	12.02	12.47
Financials	13.76	15.45
Health Care	11.76	13.37
Industrials	8.31	10.27
Information Technology	18.01	21.04
Materials	3.96	1.88
Telecommunication Services	3.62	4.18
Utilities	2.94	2.87
International Equities	1.69	0.24
	99.09	99.07
Other Assets, Net of Liabilities	0.91	0.93
Total	100.00	100.00

	% of Net Assets	
	2010	2009
Acadian Core International Equity Fund		
Argentina	0.05	0.08
Australia	5.25	4.72
Austria	0.74	0.49
Belgium	0.34	0.26
Bermuda	0.06	0.05
Brazil	0.02	1.19
Chile	—	0.03
China	0.76	1.00
Czech Republic	0.48	—
Denmark	0.63	0.31
Finland	1.49	0.93
France	6.78	7.50
Germany	10.45	10.86
Greece	0.48	0.33
Hong Kong	3.86	3.60
Italy	1.91	2.03
Japan	26.80	24.22
Luxembourg	—	0.01
Malaysia	0.47	0.20
Mexico	—	1.14
Netherlands	1.45	5.15
Norway	1.07	0.82
Pakistan	0.17	0.17
Philippines	0.05	—
Poland	0.61	—
Singapore	5.44	4.68
South Korea	3.09	3.21
Spain	—	1.12
Sweden	3.00	1.55
Switzerland	5.30	4.41
Taiwan	0.90	0.92
Thailand	0.26	0.36
United Kingdom	17.92	17.81
United States	0.04	—
	99.87	99.15
Other Assets, Net of Liabilities	0.13	0.85
Total	100.00	100.00

	% of Net Assets	
	2010	2009
Integra Newton Global Equity Fund		
Australia	5.59	4.90
Austria	—	0.47
Belgium	0.78	—
Bermuda	0.89	0.75
Brazil	4.59	3.38
Canada	3.88	1.60
China	—	0.41
France	4.57	4.96
Germany	4.83	4.41
Hong Kong	1.70	2.17
Indonesia	—	0.39
Ireland	2.02	—
Japan	6.89	7.33
Luxembourg	0.89	1.88
Macau	1.09	—
Malaysia	—	1.32
Netherlands	—	2.06
Norway	1.15	1.00
Panama	0.96	—
Russia	—	0.48
Singapore	1.61	0.90
South Africa	1.18	1.42
South Korea	0.66	0.77
Spain	0.73	0.70
Switzerland	10.98	9.10
Taiwan	1.15	0.70
Thailand	1.83	1.66
Turkey	0.54	—
United Kingdom	10.40	13.33
United States	29.98	32.90
	98.89	98.99
Other Assets, Net of Liabilities	1.11	1.01
Total	100.00	100.00

	% of Net Assets	
	2010	2009
Integra Emerging Markets Equity Fund		
Brazil	17.68	—
Chile	0.40	—
China	11.15	—
Hong Kong	6.42	—
India	5.67	—
Indonesia	1.42	—
Luxembourg	0.30	—
Malaysia	1.55	—
Mexico	4.15	—
Netherlands	0.37	—
Peru	0.61	—
Poland	2.32	—
Russia	6.77	—
South Africa	6.34	—
South Korea	15.09	—
Taiwan	12.89	—
Thailand	2.30	—
Turkey	1.45	—
United Kingdom	0.93	—
United States	1.03	—
	98.84	—
Other Assets, Net of Liabilities	1.16	—
Total	100.00	—

Integra Diversified Fund

Summary of the Investments of the Indirect Holdings

As at December 31,

	% of Net Assets	
	2010	2009
Integra Canadian Fixed Income Plus Fund		
Investments Owned		
By Sector		
Government	23.28	31.57
Provincial	9.99	8.52
Municipal	1.02	0.15
Corporate	15.95	14.73
United States Bonds	1.42	5.51
International Bonds	0.93	0.63
Other	50.80	45.39
	103.39	106.50
Investments Sold Short		
By Sector		
Government	(2.13)	(11.09)
Provincial	—	(0.24)
Corporate	—	(0.96)
	(2.13)	(12.29)
Total Investments By Sector	101.26	94.21
Investments Owned		
By Region		
Canada	50.24	54.97
United States	1.42	5.51
International	0.93	0.63
	52.59	61.11
Investments Sold Short		
By Region		
Canada	(2.13)	(12.29)
	(2.13)	(12.29)
Total Investments by Region	50.46	48.82
Other Bonds Owned	50.80	45.39
Cash and Cash Equivalents	—	0.06
Other Assets, Net of Liabilities	(1.26)	5.73
Total	100.00	100.00

Integra Diversified Fund

Risk Disclosures

Financial Instruments Risk

Investment activities of the Integra Diversified Fund (the "Fund") expose it to some financial risks. The Fund's overall risk management program seeks to minimize the potentially adverse effect of risk on the Fund's financial performance in a manner consistent with the Fund's investment objectives and long-term investment time horizon.

Risk Management

The investment objective of the Fund is to generate both capital appreciation (growth) and income, while maintaining a relatively low level of risk. To achieve its objectives, the Fund invests in a number of underlying funds that have holdings in a number of different asset classes while also investing directly in equities and fixed income instruments issued from around the world.

The Fund is sub-advised by Acadian Asset Management LLC, Analytic Investors LLC, Highstreet Asset Management Inc., J. Zechner Associates Inc., Lincluden Management Limited, Newton Capital Management, Principal Global Investors LLC, and State Street Global Advisors Ltd. (the "Sub-Advisors").

The long-term target asset mix of the Fund is 57% in stocks, 40% in Canadian and foreign fixed income instruments, and 3% in cash and short-term instruments.

Financial statements for the underlying funds, which include discussions about their respective risk exposures, are available on the internet at www.integra.com.

The underlying funds may enter into securities lending transactions. Securities lending transactions will be used in conjunction with the underlying funds' other investment strategies in a manner considered most appropriate by managers of the underlying funds to achieve the underlying funds' investment objectives and to enhance the underlying funds' returns.

To assist with managing risk, Integra Capital Limited (the "Manager") also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy and securities regulations.

As the Fund invests in underlying funds it has various risk exposures attributable to its investments in these underlying funds. The types of risks outlined below reflect the risks of the underlying funds.

Credit Risk

Credit risk on financial instruments is the risk of a loss occurring as a result of the default of an issuer on its obligation to the Fund. Credit risk is managed by dealing with issuers that are believed to be creditworthy and by regular monitoring of credit exposures. Additionally, credit risk is reduced by diversification of issuer, industry and geography.

The table below summarizes the Fund's exposure to the credit ratings of debt securities.

Debt Securities by Credit Rating	As a % of Total Bonds	
	December 31, 2010	December 31, 2009
AAA	40.89%	42.69%
AA	27.39%	25.58%
A	25.68%	24.63%
BBB	6.04%	6.44%
Below BBB (O)	0.00%	0.41%
Unrated (U)	0.00%	0.25%
Total	100.00%	100.00%

Counterparty Credit Risk

Counterparty credit risk primarily emanates from the use of over-the-counter derivatives. This risk is minimized by selecting counterparties who have a minimum A credit rating. Ongoing monitoring of credit events/rating developments occurs to ensure the sustainable credit quality of the counterparty. Various factors are considered in the assessment process including fundamental components of the counterparty's profile (such as capital adequacy, asset quality, profitability and liquidity) and credit ratings assigned to the counterparty.

See note 4 to the financial statements for exposures from foreign exchange forward contracts.

Integra Diversified Fund

Risk Disclosures

Currency Risk

Changes in the value of the Canadian dollar compared to foreign currencies will affect the value, in Canadian dollars, of any foreign securities held in the Fund. From time to time, the Fund may manage currency risk through foreign currency hedging strategies.

The tables below indicate the currencies to which the Fund had exposure on its trading monetary assets and liabilities as well as the underlying principal amount of foreign exchange forward contracts.

Currency (As at December 31, 2010)	Currency Risk Exposed Holdings*	Foreign Exchange Forward Contracts	Net Exposure	As a % of Net Assets
U.S. Dollar	\$103,678,295	(\$22,365,479)	\$81,312,816	10.83%
Euro	20,433,947	—	20,433,947	2.72%
Japanese Yen	17,483,727	—	17,483,727	2.33%
British Pound	14,825,806	—	14,825,806	1.97%
Swiss Franc	10,755,150	(66,589)	10,688,561	1.42%
Hong Kong Dollar	9,264,756	—	9,264,756	1.23%
Australian Dollar	7,556,284	(508,598)	7,047,686	0.94%
South Korean Won	6,865,564	—	6,865,564	0.91%
Brazilian Real	5,631,293	—	5,631,293	0.75%
Taiwan Dollar	4,747,449	—	4,747,449	0.63%
South African Rand	3,767,268	—	3,767,268	0.50%
Singapore Dollar	3,596,057	—	3,596,057	0.48%
Thai Baht	2,688,676	—	2,688,676	0.36%
Norwegian Krone	1,447,380	—	1,447,380	0.19%
Swedish Krona	1,118,994	—	1,118,994	0.15%
Polish Zloty	1,072,935	—	1,072,935	0.14%
Mexican Peso	956,341	—	956,341	0.13%
Malaysian Ringgit	743,183	—	743,183	0.10%
Indonesian Rupiah	518,965	—	518,965	0.07%
New Turkish Lira	530,824	—	530,824	0.07%
Czech Koruna	256,305	—	256,305	0.03%
Danish Krone	240,257	—	240,257	0.03%
Pakistan Rupee	63,534	—	63,534	0.01%
New Zealand Dollar	196	—	196	—
Peruvian Nuevo Sol	300	—	300	—
Philippine Peso	20,649	—	20,649	—

*Amounts include monetary items.

Currency (As at December 31, 2009)	Currency Risk Exposed Holdings*	Foreign Exchange Forward Contracts	Net Exposure	As a % of Net Assets
U.S. Dollar	\$145,761,007	(\$4,156,444)	\$141,604,563	17.69%
Euro	34,483,065	(8,281)	34,474,784	4.31%
Japanese Yen	24,171,229	2,086,492	26,257,721	3.28%
British Pound	21,364,634	(5,302,774)	16,061,856	2.01%
Swiss Franc	13,563,840	—	13,563,840	1.69%
Australian Dollar	9,187,665	—	9,187,665	1.15%
Singapore Dollar	4,020,589	—	4,020,589	0.50%
Hong Kong Dollar	3,858,447	—	3,858,447	0.48%
Norwegian Krone	2,623,751	1,030,852	3,654,603	0.46%
South Korean Won	2,814,794	—	2,814,794	0.35%
South African Rand	2,367,113	—	2,367,113	0.30%
Thai Baht	2,209,175	—	2,209,175	0.28%
Malaysian Ringgit	1,713,363	—	1,713,363	0.21%
Brazilian Real	1,475,812	—	1,475,812	0.18%
Swedish Krona	912,631	—	912,631	0.11%
Mexican Peso	682,903	—	682,903	0.09%
Indonesian Rupiah	467,148	—	467,148	0.06%
Danish Krone	180,561	—	180,561	0.02%

Integra Diversified Fund

Risk Disclosures

Pakistan Rupee	98,098	—	98,098	0.01%
Polish Zloty	5,942	—	5,942	—
Peruvian Nuevo Sol	446	—	446	—
New Zealand Dollar	280	—	280	—

*Amounts include monetary items.

As at December 31, 2010, had the Canadian dollar strengthened or weakened by 5% in relation to all currencies, with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$9,766,173 (December 31, 2009 - \$13,280,617). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

Interest Rate Risk

Changes in market interest rates expose fixed income securities, such as bonds, to interest rate risk. Funds that hold income investments are exposed to this risk since changes in prevailing market interest rates will affect the value of fixed income securities.

The table below summarizes the Fund's exposure to interest rate risk. It includes the Fund's assets and trading liabilities at fair values, categorized by the earlier of contractual re-pricing or maturity dates. The interest rate risk associated with short term notes is minimal and therefore not included in the table below.

Bonds	December 31, 2010	December 31, 2009
Less than 1 year	\$7,538,868	\$2,238,259
1-3 years	60,324,091	70,919,423
3-5 years	67,323,780	58,441,572
> 5 years	159,890,465	163,653,378
Total	\$295,077,204	\$295,252,632

As at December 31, 2010, had the prevailing interest rates raised or lowered by 1%, with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$19,356,657 (December 31, 2009 - \$19,023,211).

Liquidity Risk

Unitholders may redeem their units on each valuation date. Therefore, the Fund is invested in securities that are traded in active markets and can be readily disposed. The Fund retains sufficient cash and cash equivalent positions to maintain liquidity.

Other Market Risk

Other market risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All securities present a risk of loss of capital. The Sub-Advisors moderate this risk through a careful selection of investment strategies and selection of securities and other financial instruments within the parameters of the investment strategy developed by the Manager of the Fund.

As at December 31, 2010, a 5% change in stock prices would have changed the Fund's net assets by \$21,836,602 (December 31, 2009 - \$24,075,840) with all other factors held constant. In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

The impact on net assets of the Fund at December 31, 2010, due to a 5% increase or decrease in the Fund's benchmark (30% S&P/TSX, 27% MSCI ACWI ND, 40% DEX Universe, 3% Government of Canada Treasury Bills Indices), with all other variables held constant, would have been \$38,183,667. This calculation is based on the beta of the Fund, over the past 36 months. In practice, the actual results may differ from the sensitivity analysis indicated above and the difference could be material.

The impact on net assets of the Fund at December 31, 2009, due to a 5% increase or decrease in the Fund's benchmark (28.5% S&P/TSX, 32% MSCI ACWI ND, 7.5% JP Morgan Global Government Bond, 30% DEX Universe, 2% Government of Canada Treasury Bills Indices), with all other variables held constant, would have been \$40,512,557. This calculation is based on the beta of the Fund, over the past 36 months. In practice, the actual results may differ from the sensitivity analysis indicated above and the difference could be material.

Integra Diversified Fund

Risk Disclosures

Fair Value Measurements

The Fund adopted the amendments to CICA Section 3862, "Financial Instruments – Disclosures", on January 1, 2009. CICA Section 3862 establishes a three-tier hierarchy as a framework for disclosing fair value based on inputs used to value the Fund's investments. The hierarchy of inputs is summarized below:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

Changes in valuation methods may result in transfers into or out of an investment's assigned level.

The tables below summarize the inputs used in valuing the Fund's financial assets carried at fair values:

Classification (As at December 31, 2010)	Level 1	Level 2	Level 3	Total
Financial Assets				
Equities	\$243,530,270	\$ —	\$ —	\$243,530,270
Short-term notes	—	8,532,113	—	8,532,113
Bonds	—	145,437,101	—	145,437,101
Investments in funds	348,524,596	—	—	348,524,596
Foreign exchange forward contracts	—	138,010	—	138,010
Total Financial Assets	\$592,054,866	\$154,107,224	\$ —	\$746,162,090

Classification (As at December 31, 2009)	Level 1	Level 2	Level 3	Total
Financial Assets				
Equities	\$243,191,118	\$ —	\$ —	\$243,191,118
Short-term notes	—	9,128,522	—	9,128,522
Bonds	—	145,275,688	—	145,275,688
Investments in funds	400,275,379	—	—	400,275,379
Foreign exchange forward contracts	—	77,154	—	77,154
Total Financial Assets	\$643,466,497	\$154,481,364	\$ —	\$797,947,861

Integra Diversified Fund

Risk Disclosures

Summary of Investment Portfolio

The Fund's summary of investment portfolio appears in the following table:

	Percentage of Net Assets (%)	
	December 31, 2010	December 31, 2009
COMMON AND PREFERRED SHARES		
Canadian Equities		
Consumer Discretionary	1.60	1.27
Consumer Staples	0.64	0.52
Energy	7.62	7.98
Financials	8.30	8.58
Health Care	0.18	0.60
Industrials	1.88	1.53
Information Technology	2.07	1.94
Materials	7.42	4.99
Telecommunication Services	1.84	1.97
Utilities	0.16	0.18
Total Canadian Equities	31.71	29.56
United States Equities		
Consumer Discretionary	0.18	0.17
Health Care	0.16	0.12
Information Technology	0.17	0.18
Total United States Equities	0.51	0.47
International Equities		
Finland	0.07	0.09
Japan	0.14	0.26
Total International Equities	0.21	0.35
TOTAL EQUITIES	32.43	30.38
BONDS		
Government of Canada	8.12	7.43
Provincial Government	4.90	4.32
Municipal	0.37	0.14
Corporate	5.47	5.71
Foreign Bonds	0.51	0.55
TOTAL BONDS	19.37	18.15
OTHER FUNDS	46.41	49.99
SHORT-TERM NOTES	1.14	1.14
TOTAL INVESTMENT PORTFOLIO	99.35	99.66
OTHER ASSETS, NET OF LIABILITIES	0.65	0.34
NET ASSETS	100.00	100.00

Integra Diversified Fund

Notes to Financial Statements

1. Establishment of the Fund

The Integra Diversified Fund (the "Fund") was created under the laws of the Province of Ontario by a Declaration of Trust. The Fund was established on June 30, 1987 and commenced operations on this date.

The Fund is not a reporting issuer and is exempt, pursuant to National Instrument 81-106, from the requirement to file its financial statements with the regulatory authorities and has notified the Ontario Securities Commission that it is relying on this exemption. The Fund has prepared its financial statements in accordance with National Instrument 81-106.

2. Summary of Significant Accounting Policies

These financial statements, prepared in accordance with Canadian generally accepted accounting principles ("GAAP"), include estimates and assumptions made by management that affect the reported amounts of assets, liabilities, income, and expenses during the reporting periods. Actual results may differ from such estimates.

On January 1, 2008, the Trust adopted CICA Section 3862, "Financial Instruments-Disclosures" of the CICA Handbook ("Section 3862") and Section 3863, "Financial Instruments - Presentation" ("Section 3863"). These sections establish standards for comprehensive disclosure and presentation requirements for financial instruments. The standards include new requirements to quantify certain risk exposures and to provide sensitivity analysis for certain risks. The disclosure requirements of Sections 3862 and 3863 are contained after the Fund's Statement of Investments.

- [a] Investments are recorded at their fair value in Canadian currency with the difference between this amount and the average cost being shown as unrealized appreciation (depreciation) of investments, net of unrealized gains (losses) resulting from foreign currency translations.
- [b] The fair values of foreign investments and other foreign denominated assets and liabilities are translated into Canadian dollars at exchange rates prevailing on the reporting date.
- [c] Purchases and sales of foreign securities and income and expenses are translated into Canadian dollars at the exchange rates prevailing on the dates of the transactions.
- [d] The gain or loss on sale of investments, net of realized gains (losses) resulting from foreign currency translations, is calculated with reference to the average cost of the related investments, excluding transaction costs.
- [e] Income and expenses are recorded on an accrual basis. Foreign income and expenses are translated into Canadian dollars at the rates of exchange applicable on the valuation date. Security transactions are recorded on the trade date and related transaction costs are charged to income. Dividends are accrued as of the ex-dividend date. Stock dividends are recorded in income based on the fair value of the security.
- [f] Short-term notes are recorded at fair value. The fair value of short-term notes approximates the accrued interest added to the average cost.
- [g] For each Fund unit sold, the Fund receives an amount equal to the net asset value per unit at the date of sale, which amount is included in unitholders' equity. Fund units are redeemable at the option of unitholders at their net asset value on the redemption date. For each Fund unit redeemed, unitholders' equity is reduced by the net asset value of the Fund unit at the date of redemption.
- [h] The fair value of a forward contract is the gain or loss that would be realized if, on the valuation date, the positions were closed out. The forward contract is valued using an interpolation of the foreign exchange rate based on the length of the forward contract. It is reflected in the Statement of Operations as change in unrealized appreciation (depreciation) on foreign exchange forward contracts. When the forward contracts are closed out, any gains or losses realized are included in net realized gain or loss on foreign exchange forward contracts.

Integra Diversified Fund

Notes to Financial Statements

- [i] Commissions and other transaction costs are incremental costs that are directly attributable to the acquisition, issue, or disposal of an investment, which include fees and commissions paid to agents, advisors, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Commissions and transaction costs are included as expenses in the Statement of Operations.
- [j] The cost of investments represents the amount paid for each security and is determined on an average cost basis excluding commissions and other transaction costs.

3. Unitholders' Equity

Unit transactions during the year were as follows:

	December 31, 2010		December 31, 2009	
	Number of Fund units	Amount \$	Number of Fund units	Amount \$
Subscriptions	1,338,606	50,922,139	1,374,087	47,159,238
Reinvestments	—	23,092,616	—	32,676,854
Redemptions	4,495,510	170,636,452	5,242,832	187,067,899

The number of issued and outstanding units for the year ended December 31, 2010 is 18,466,785 (December 31, 2009 - 21,623,689).

4. Foreign Exchange Forward Contracts

The Fund utilizes foreign exchange forward contract hedging in the management of currency risk associated with its investment in foreign securities. The objective is to protect the Fund from the possibility of capital losses on foreign currency denominated investments due to increases in the value of the Canadian dollar. However, credit and market risks associated with foreign exchange forward contracts potentially expose the Fund to losses.

In order to minimize the possibility of losses arising from credit risk, the Fund deals only with large financial institutions with a minimum A credit rating.

Currency risks relate to the possibility that foreign exchange forward contracts change in value due to fluctuations in currency prices. The foreign exchange forward contracts are marked-to-market daily and the resulting unrealized gains or losses are recognized in the Statement of Net Assets.

The result of employing foreign exchange forward contracts is that the foreign exchange gains and losses in the securities portfolio move substantially in opposite directions from the gains and losses in the hedging portfolio.

As at December 31, 2010, the Fund held the following foreign exchange forward contract:

Currency to Purchase	Amount \$	Market Value to Purchase \$	Currency to Deliver	Amount \$	Market Value to Deliver \$	Fair Value Unrealized Gain \$	Expiry Dates
CAD	5,107,100	5,107,100	USD	5,000,000	4,969,090	138,010	Jan. 2011
						138,010	

As at December 31, 2009, the Fund held the following foreign exchange forward contract:

Currency to Purchase	Amount \$	Market Value to Purchase \$	Currency to Deliver	Amount \$	Market Value to Deliver \$	Fair Value Unrealized Gain \$	Expiry Dates
CAD	6,786,432	6,786,432	USD	6,400,000	6,709,278	77,154	Feb. 2010
						77,154	

Integra Diversified Fund

Notes to Financial Statements

5. Income Taxes

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and has a taxation year-end of December 15. The net investment income and net realized capital gains of the Fund are distributed by capitalization such that the Fund is not subject to any Part I tax liability.

Capital losses incurred by the Fund cannot be allocated to unitholders but may be carried forward indefinitely to apply against realized capital gains. As at December 31, 2010, the Fund had \$31,747,351 (December 31, 2009 - \$27,100,140) in net capital loss carryforwards.

6. Brokerage Commissions

Brokerage commissions on portfolio transactions may also include research services provided to the investment manager ("soft dollar commissions"). The value of the research services paid to certain brokers for the year ended December 31, 2010 is \$8,437 (December 31, 2009 - \$10,025)

7. Securities Lending

The Fund lends portfolio securities from time to time in order to earn additional income. The Fund has entered into a securities lending program with its custodian, CIBC Mellon Global Securities Services. The aggregate market value of all securities cannot exceed 50% of the net assets of the Fund. The Fund receives collateral in the form of debt obligations of the Government of Canada and any other Sovereign States and Canadian provincial government, against the loaned securities. The Fund maintains a minimum collateral requirement of 102% for North American equities and 105% for Non-North American equities of the market value of the loaned securities during the period of the loan. As at December 31, 2010, certain securities shown in the Statement of Net Assets with a market value of \$31,240,612 (December 31, 2009 - \$57,406,360) had been loaned as part of the securities lending program. The Trustee, on behalf of the Fund, held securities with a market value of \$32,833,092 (December 31, 2009 - \$60,495,591) as collateral for such loans. Under the terms of the program, the Fund may instruct that securities be returned within three days.

8. Capital Management

CICA Section 1535, "Capital Disclosures", establishes standards for disclosing information about an entity's capital and how it is managed. The adoption of this standard results in additional disclosures relating to the redeemable units of the Fund but does not affect the Fund's results or financial position. The capital of the Fund is represented by issued redeemable units with no par value. The units of the Fund are entitled to distributions, if any, and any redemptions are based on the Fund's net asset value per unit. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of units. The relevant movements are shown on the Statement of Changes in Net Assets. The Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

9. Management Fees

The Trustee has appointed Integra Capital Limited (the "Manager") as manager to administer and regulate the day-to-day operations of the Fund. In return for the services provided, the Manager's parent company, Integra Capital Management Corporation, receives management fees from the Fund's unitholders, based on the net asset value of the Fund. These management fees are paid either by a redemption of units or the unitholder, if an institution, may be invoiced and payment will be delivered to the Manager.

10. Trustee and Other Fees

The Fund is responsible for its operating expenses relating to the carrying on of its business, including custodial services, legal, Independent Review Committee fees (if applicable), audit fees, transfer agency services relating to the issue and redemption of units, and the cost of financial and other reports in compliance with all applicable laws, regulations and policies. Such expenses are calculated and accrued daily based on the average net asset value. The Manager pays for such expenses on behalf of the Fund, except for certain expenses such as interest and taxes, and is then reimbursed by the Fund.

Integra Diversified Fund

Notes to Financial Statements

11. Comparison of Net Asset Value Per Unit - Industry Standard for Transactions to Net Assets Per Unit

NI 81-106, issued by the Canadian Securities Administrators ["CSA"] requires investment funds to value their investments using fair value measures as defined in NI 81-106. NI 81-106 requires that fair value prices be based on bid prices, whereas subscriptions and redemptions from the Fund are based on closing prices. Consequently, the method by which the net asset value is calculated for subscription and redemption purposes will be different from the net assets calculated for financial reporting purposes. In accordance with NI 81-106, a comparison of net assets, calculated in accordance with CICA Section 3855 of an investment fund, and net asset value, calculated in accordance with the Manager's fair value policies and procedures for unit pricing, for the year ended December 31 were as follows:

December 31, 2010		December 31, 2009	
Net Assets Value per Unit - Industry Standard for Transactions	Net Assets per Unit	Net Assets Value per Unit - Industry Standard for Transactions	Net Assets per Unit
\$40.69	\$40.66	\$37.06	\$37.02

12. Transition to International Financial Reporting Standards

International Financial Reporting Standards ("IFRS") will replace Canadian GAAP for publicly accountable enterprises, which include investment funds and other reporting issuers. Under the general transition rules for publicly accountable enterprises the Fund would adopt IFRS for its fiscal period beginning January 1, 2011.

On January 12, 2011, the Canadian Accounting Standards Board amended the requirement to prepare financial statements in accordance with IFRS as issued by the International Accounting Standards Board, permitting investment companies, which include investment funds, to defer adoption of IFRS to fiscal years beginning on or after January 1, 2013. The Fund has elected to defer adoption of IFRS to January 1, 2013.

In preparing to meet the requirements, the Manager has taken the following steps in managing the transition to IFRS:

- Established a working group to identify key differences between Canadian GAAP and IFRS and to coordinate the implementation of the transition plan,
- Identified areas where changes in disclosure will be required under IFRS standards,
- Evaluated current information technology and reporting systems for readiness in IFRS implementation,
- Assessed the likely impacts on business activity and operational areas such as internal controls, staffing and training requirements.

The major changes identified for IFRS financial statements include the addition of a Statement of Cash Flows and the classification of unitholders' equity (puttable instruments) as a liability within the Statement of Net Assets, unless certain conditions are met.

Based on the current evaluation of the differences between Canadian GAAP and IFRS, the adoption of IFRS is expected to have no impact on the calculation of net assets or net asset value. IFRS is expected to affect the overall presentation of financial statements and result in additional disclosure in the accompanying notes. However, the Manager's assessment may change if new standards are issued or if the interpretations of current standards are revised.

13. Comparative Figures

Certain comparative figures have been reclassified to conform to the presentation for the year ended December 31, 2010.