

IA Clarington Sarbit U.S. Equity Fund

Series A, F, F6, I, L, L6, O and T6 Units

Interim Management Report of Fund Performance

June 30, 2011

This interim management report of fund performance contains financial highlights but does not contain the complete interim financial statements of the Fund. You can get a copy of the interim financial statements at your request, and at no cost, by calling 1-888-860-9888, by writing to us at 522 University Avenue, Suite 700, Toronto, ON M5G 1Y7, or by visiting our website at www.iaclarington.com or SEDAR at www.sedar.com.

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

Management Discussion of Fund Performance

The management discussion of fund performance for IA Clarington Sarbit U.S. Equity Fund (the "Fund") represents management's view of the significant factors and developments affecting the Fund's performance and outlook. IA Clarington Investments Inc. is the manager (the "Manager") of the Fund.

In this report, "Net Assets" or "Net Assets per Unit" are references to net assets as determined in accordance with Canadian generally accepted accounting principles ("GAAP") as presented in the Fund's financial statements. All references to "Net Asset Value", "Net Asset Value per Unit" or "NAV" are referenced to the net asset value as determined in accordance with National Instrument 81-106 – Investment Fund Continuous Disclosure, which is used for transactional purposes, including fund purchases and fund redemptions.

The Fund's Portfolio Advisor is Industrial Alliance Investment Management Inc. ("IAIM") and Sarbit Advisory Services Inc. ("SASI") is the sub-advisor (the "Portfolio Sub-Advisor") of the Fund.

Results of Operations

The Fund's Net Assets increased by 85.3% or \$170.5 million during the period, from \$200.0 million on December 31, 2010 to \$370.5 million on June 30, 2011. This change in Net Assets resulted from an increase of \$170.8 million due to net sales, a decrease of \$1.3 million due to distributions and an increase of \$1.0 million due to investment operations, including market volatility, income and expense.

The average Net Assets of the Fund increased by 141.0% or \$172.6 million in comparison to the prior year, from \$122.4 million to \$295.0 million. Average Net Assets influence revenue earned and expenses incurred by the Fund during the period.

The Series A units of the Fund returned 1.5% for the six-month period ending June 30, 2011. The performance of the other series of the Fund is substantially similar, save for differences in expense structure. Refer to the "Past Performance" section for the performance information of each series.

The Fund's benchmark and broad-based benchmark, the S&P 500 Index, returned 2.8% over the same six-month period. The Fund's return calculation for all series includes fees and expenses which are not applicable in generating a return for the benchmark.

Over the first six months of the year, the Fund underperformed the S&P 500 Index. The Information Technology sector was one of the Fund's worst performing sectors, underperforming the Index by 0.5% over first half of the year. A number of companies contributed to the detraction from performance. Smart Technologies declined 35% (Information Technology sector) and GAP Inc. decreased by 22% (Consumer Discretionary sector). The Portfolio Sub-Advisor continues to believe these companies are great buying opportunities and has been adding to these positions throughout the first half of the year.

The Portfolio Sub-Advisor believes Smart Technologies Inc. is the dominant player in the global interactive electronic whiteboard space. The stock has declined due to the slowdown and uncertainty in the education market, especially in the U.S. The Portfolio Sub-Advisor believes the company lost significant sales opportunities in both the educational and business markets. Longer-term, with a better economy, this is a business the Portfolio Sub-Advisor believes will grow and profit at a double-digit rate.

The main reason for Gap Inc.'s price decline was an unexpected dramatic rise in cotton prices, which has and will have a negative impact on earnings and margins over the near term. In the longer term, however, the Portfolio Sub-Advisor believes it is an extremely well run company with great brand recognition (The Gap, Old Navy, Banana Republic, Athleta), and over a longer-time horizon, a business with great free cash flow generation and bottom line earnings growth.

The Portfolio Sub-Advisor pays a great deal of attention to long-term progress of businesses, which the investment team measures in periods of years, not months. If companies increase in value over time, the Portfolio Sub-Advisor believes it is reasonable to expect that the stock prices will eventually follow. The Consumer Discretionary sector was one of the Fund's best performing sectors; however, it lagged the Index by 2%. In this sector, Coinstar Inc. and Iconix Brand Group, Inc. were two of the main contributors to the Fund's performance, both increased in value by 28% and 22%, respectively.

Iconix Brand Group, Inc. is the Fund's largest holding with an almost 10% weighting. The Portfolio Sub-Advisor believes that the company has a great business model that has continued to grow through the economic hardships in the U.S. Owning 28 great apparel brands that are distributed throughout the major retail distributors of America, Iconix Brand Group, Inc. does it without manufacturing and distribution expenditures. Their model is to collect royalties on the sale of every piece of apparel/clothing. The business continues to grow domestically, and is now expanding its reach to China, India, Latin America, Russia, and Australia. The Portfolio Sub-Advisor believes the company should continue double-digit growth for years to come, while today the stock is trading at just over 10 times free cash flow.

Coinstar Inc. has two core businesses: coin counting machines and DVD rental kiosks (Redbox), with thousands of units in place in major retailers. While the stock has retreated with the market recently, the Portfolio Sub-Advisor believes it is cheaply priced.

During the first two quarters of the year the Portfolio Sub-Advisor added a number of new holdings to the Fund - Coinstar Inc., Kenneth Cole Productions Inc., Gap Inc., CVS Caremark Corp., Generac Holdings Inc., and Berkshire Hathaway Inc. which the Portfolio Sub-Advisor found to be trading at attractive valuations. As markets rallied in the first half of the year, the Portfolio Sub-Advisor took some profits off the table, selling Iron Mountain Inc. and Sara Lee Corp., and in the second quarter, Verizon Communications Inc. and Philip Morris International Inc. as these holdings quickly realized full valuation.

The Portfolio Sub-Advisor believes the Fund's positive returns will likely come in clusters, and will eventually reflect the businesses they represent.

The Fund remains currency hedged in order to reduce the impact of currency fluctuation. During the first six months of the year, the U.S. dollar was lower against the Canadian dollar, falling from \$0.99 to \$0.96.

At the end of the reporting period, the Fund held shares in 20 businesses. This follows the Portfolio Sub-Advisor's practice of having a concentrated portfolio.

Recent Developments

Concern regarding investing in the U.S. markets remains a worry for Canadian investors, however, the Portfolio Sub-Advisor believes the problems will be dealt with over time and the country will eventually recover economically. More importantly, the Portfolio Sub-Advisor believes the companies held in the Fund remain strong financially with great balance sheets, dominant positions in their respective industries, and have the ability to generate increasing amounts of free cash flow. The Portfolio Sub-Advisor believes, with a great deal of confidence, that these businesses have a high probability of being worth more in the long term compared to their value today.

Effective March 2, 2011, the Fund commenced offering Series L and Series L6 units.

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International Financial Reporting Standards (IFRS)

The Accounting Standards Board of the Canadian Institute of Chartered Accountants has announced in January 2011 that it has decided to defer the mandatory adoption of IFRS for investment funds that apply the Accounting Guideline on Investment Companies ("AcG-18") to January 1, 2013 instead of January 1, 2012, as it had been previously decided. The Fund, therefore, will adopt IFRS in the financial year beginning on January 1, 2013, and will produce its first financial statements in accordance with IAS 34, Interim Financial Reporting, for the semi-annual period ending on June 30, 2013.

In order to be ready for the changeover to IFRS, the Fund, by way of the Manager, has developed a transition plan containing three phases: 1) identification of the risks; 2) implementation of the new standards; and 3) conversion. During the next two years, the Fund will evaluate the financial consequences and impacts of the conversion to IFRS and complete the design of financial statements and the notes to the financial statements according to IFRS requirements. The Fund will also evaluate the impact of the new accounting standards on disclosure controls and procedures and internal control over financial reporting and make the necessary changes. The Manager anticipates there will be changes to the financial statements but the impact, if any, cannot be reasonably estimated at this time. Training and communication plans will continue throughout the year to prepare and assess the required information.

Given the evolution of accounting standards, the overall impact of adopting IFRS on the Fund's financial situation and future results cannot be reasonably established until the process is completed.

Related Party Transactions

SASI is an affiliate of the Manager, as it owns 20% of SASI. For its Portfolio Sub-Advisory services, SASI charged the Manager fees.

The Fund paid the Manager management fees that are calculated daily on the Net Asset Value attributable to each series. The management fees paid are disclosed in the financial statements.

Industrial Alliance Insurance and Financial Services Inc. ("Industrial Alliance") is the sole parent of the Manager. During the period, the Fund paid fund accounting fees to Industrial Alliance. The amounts paid are disclosed in the financial statements.

The Fund is responsible for payment of all expenses relating to the operation of the Fund and the carrying on of its business, except for those expenses relating to Series I units. This includes, but is not limited to legal, audit and custodial fees, taxes, brokerage fees, interest, operating and administrative fees, costs and expenses. In addition, the Fund is also responsible for the fees, costs and expenses of financial and other reports and prospectuses required to comply with all regulatory requirements in connection with the distribution of securities of the Fund, except for those expenses relating to Series I units. A certain portion of these fees (including fund accounting fees) and expenses are initially paid for by the Manager, and then recovered from the Fund.

At its sole discretion, the Manager waived management fees or absorbed expenses of the Fund. The management expense ratios of each of the series of units of the Fund with and without the waivers and absorptions are reported in the following Ratios and Supplemental Data table.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the periods indicated.

The Fund's Net Assets per Unit (\$) ¹						
Series A	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	3.50	2.56	2.73	4.77	4.92	4.63
Increase (decrease) from operations:						
Total revenue	0.02	0.08	0.02	0.05	0.05	0.06
Total expenses	(0.05)	(0.08)	(0.07)	(0.11)	(0.14)	(0.14)
Realized gains (losses) for the period	0.26	0.50	(0.12)	(0.83)	0.52	0.31
Unrealized gains (losses) for the period	(0.21)	0.47	0.25	(1.13)	(0.56)	0.06
Transaction costs	(0.01)	(0.02)	(0.01)	-	-	-
Total increase (decrease) from operations²	0.01	0.95	0.07	(2.02)	(0.13)	0.29
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
Total distributions³	-	-	-	-	-	-
Net Assets, end of period	3.55	3.50	2.56	2.73	4.77	4.93

The Fund's Net Assets per Unit (\$) ¹						
Series F	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	3.85	2.78	2.91	5.01	5.08	4.71
Increase (decrease) from operations:						
Total revenue	0.02	0.09	0.03	0.05	0.06	(0.03)
Total expenses	(0.02)	(0.04)	(0.03)	(0.05)	(0.06)	(0.06)
Realized gains (losses) for the period	0.28	0.53	0.01	(1.26)	0.49	0.37
Unrealized gains (losses) for the period	(0.24)	0.55	0.22	(1.32)	(0.66)	0.07
Transaction costs	(0.01)	(0.02)	(0.01)	-	-	-
Total increase (decrease) from operations²	0.03	1.11	0.22	(2.58)	(0.17)	0.35
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
Total distributions³	-	-	-	-	-	-
Net Assets, end of period	3.93	3.85	2.78	2.91	5.01	5.09

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Financial Highlights (continued)

The Fund's Net Assets per Unit (\$) ¹						
Series F6	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	13.60	10.33	10.00	-	-	-
Increase (decrease) from operations:						
Total revenue	0.06	0.31	0.06	-	-	-
Total expenses	(0.09)	(0.15)	(0.07)	-	-	-
Realized gains (losses) for the period	1.00	1.95	0.06	-	-	-
Unrealized gains (losses) for the period	(0.74)	1.87	0.44	-	-	-
Transaction costs	(0.04)	(0.06)	(0.01)	-	-	-
Total increase (decrease) from operations²	0.19	3.92	0.48	-	-	-
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	(0.41)	(1.18)	(0.35)	-	-	-
Total distributions³	(0.41)	(1.18)	(0.35)	-	-	-
Net Assets, end of period	13.48	13.60	10.33	-	-	-

The Fund's Net Assets per Unit (\$) ¹						
Series L	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	3.57	-	-	-	-	-
Increase (decrease) from operations:						
Total revenue	0.01	-	-	-	-	-
Total expenses	(0.03)	-	-	-	-	-
Realized gains (losses) for the period	0.17	-	-	-	-	-
Unrealized gains (losses) for the period	(0.34)	-	-	-	-	-
Transaction costs	(0.01)	-	-	-	-	-
Total increase (decrease) from operations²	(0.20)	-	-	-	-	-
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
Total distributions³	-	-	-	-	-	-
Net Assets, end of period	3.55	-	-	-	-	-

The Fund's Net Assets per Unit (\$) ¹						
Series I	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	4.20	2.99	3.10	5.26	5.28	4.82
Increase (decrease) from operations:						
Total revenue	0.01	0.08	0.02	0.05	0.06	-
Total expenses	-	-	-	-	-	-
Realized gains (losses) for the period	0.33	0.46	(0.58)	(0.99)	0.54	-
Unrealized gains (losses) for the period	(0.63)	0.07	0.05	(1.23)	(0.61)	-
Transaction costs	(0.01)	(0.01)	-	-	-	-
Total increase (decrease) from operations²	(0.30)	0.60	(0.51)	(2.17)	(0.01)	-
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
Total distributions³	-	-	-	-	-	-
Net Assets, end of period	4.32	4.20	2.99	3.10	5.26	5.28

The Fund's Net Assets per Unit (\$) ¹						
Series L6	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	13.48	-	-	-	-	-
Increase (decrease) from operations:						
Total revenue	0.03	-	-	-	-	-
Total expenses	(0.13)	-	-	-	-	-
Realized gains (losses) for the period	0.72	-	-	-	-	-
Unrealized gains (losses) for the period	(1.16)	-	-	-	-	-
Transaction costs	(0.02)	-	-	-	-	-
Total increase (decrease) from operations²	(0.56)	-	-	-	-	-
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	(0.26)	-	-	-	-	-
Total distributions³	(0.26)	-	-	-	-	-
Net Assets, end of period	13.07	-	-	-	-	-

The Fund's Net Assets per Unit (\$) ¹						
Series O	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	4.20	3.36	-	-	-	-
Increase (decrease) from operations:						
Total revenue	0.02	0.06	-	-	-	-
Total expenses	-	-	-	-	-	-
Realized gains (losses) for the period	0.31	0.24	-	-	-	-
Unrealized gains (losses) for the period	(0.30)	0.59	-	-	-	-
Transaction costs	(0.01)	(0.01)	-	-	-	-
Total increase (decrease) from operations²	0.02	0.88	-	-	-	-
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
Total distributions³	-	-	-	-	-	-
Net Assets, end of period	4.31	4.20	-	-	-	-

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Financial Highlights (continued)

The Fund's Net Assets per Unit (\$) ¹						
Series T6	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Net Assets, beginning of period	13.28	10.24	10.00	-	-	-
Increase (decrease) from operations:						
Total revenue	0.06	0.30	0.06	-	-	-
Total expenses	(0.19)	(0.32)	(0.16)	-	-	-
Realized gains (losses) for the period	0.99	1.96	0.09	-	-	-
Unrealized gains (losses) for the period	(0.75)	1.76	0.41	-	-	-
Transaction costs	(0.04)	(0.06)	(0.01)	-	-	-
Total increase (decrease) from operations²	0.07	3.64	0.39	-	-	-
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends ⁴	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	(0.40)	(1.18)	(0.35)	-	-	-
Total distributions³	(0.40)	(1.18)	(0.35)	-	-	-
Net Assets, end of period	13.06	13.28	10.24	-	-	-

1 The per unit data is derived from the Fund's audited annual financial statements for prior periods and from the interim unaudited financial statements, for the current period ended June 30, 2011. The Net Assets per Unit presented in the financial statements can differ from the Net Asset Value per Unit calculated for fund pricing purposes. An explanation of these differences can be found in the Notes to the Financial Statements. It is not intended that the Fund's Net Assets per Unit table act as a continuity of opening and closing Net Assets per Unit.

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 period.

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

4 Distributions qualified for Canadian dividend tax credit.

Ratios and Supplemental Data						
Series A	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	262,463	142,625	86,270	19,688	43,705	56,843
Number of units outstanding (000's) ¹	73,893	40,746	33,669	7,215	9,156	11,538
Management expense ratio (%) ^{2,3}	2.69	2.67	2.75	2.87	2.88	2.89
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	2.69	2.71	2.78	3.27	3.22	3.30
Trading expense ratio (%) ⁵	0.28	0.52	0.19	0.04	0.04	0.02
Portfolio turnover rate (%) ⁶	44.18	74.49	160.38	41.39	44.94	19.14
NAV per unit (\$)	3.55	3.50	2.56	2.73	4.77	4.93

Ratios and Supplemental Data						
Series F	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	35,830	16,604	7,597	333	249	173
Number of units outstanding (000's) ¹	9,105	4,312	2,734	114	50	34
Management expense ratio (%) ^{2,3}	1.27	1.27	1.25	1.24	1.26	1.25
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	1.27	1.27	1.25	1.27	1.60	3.20
Trading expense ratio (%) ⁵	0.28	0.52	0.19	0.04	0.04	0.02
Portfolio turnover rate (%) ⁶	44.18	74.49	160.38	41.39	44.94	19.14
NAV per unit (\$)	3.94	3.85	2.78	2.91	5.01	5.09

Ratios and Supplemental Data						
Series F6	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	1,254	861	530	-	-	-
Number of units outstanding (000's) ¹	93	63	51	-	-	-
Management expense ratio (%) ^{2,3}	1.33	1.29	1.26	-	-	-
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	1.35	1.35	1.35	-	-	-
Trading expense ratio (%) ⁵	0.28	0.52	0.19	-	-	-
Portfolio turnover rate (%) ⁶	44.18	74.49	160.38	-	-	-
NAV per unit (\$)	13.49	13.60	10.34	-	-	-

Ratios and Supplemental Data						
Series I	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	287	31	390	1	2	2
Number of units outstanding (000's) ¹	66	7	130	0.4	0.4	0.4
Management expense ratio (%) ^{2,3}	-	-	-	-	-	-
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	0.02	0.03	0.03	-	24.27	23.61
Trading expense ratio (%) ⁵	0.28	0.52	0.19	0.04	0.04	0.02
Portfolio turnover rate (%) ⁶	44.18	74.49	160.38	41.39	44.94	19.14
NAV per unit (\$)	4.32	4.20	2.99	3.10	5.27	5.28

Ratios and Supplemental Data						
Series L	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	1,267	-	-	-	-	-
Number of units outstanding (000's) ¹	357	-	-	-	-	-
Management expense ratio (%) ^{2,3}	2.76	-	-	-	-	-
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	2.92	-	-	-	-	-
Trading expense ratio (%) ⁵	0.28	-	-	-	-	-
Portfolio turnover rate (%) ⁶	44.18	-	-	-	-	-
NAV per unit (\$)	3.55	-	-	-	-	-

Ratios and Supplemental Data						
Series L6	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	7	-	-	-	-	-
Number of units outstanding (000's) ¹	0.6	-	-	-	-	-
Management expense ratio (%) ^{2,3}	2.83	-	-	-	-	-
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	3.27	-	-	-	-	-
Trading expense ratio (%) ⁵	0.28	-	-	-	-	-
Portfolio turnover rate (%) ⁶	44.18	-	-	-	-	-
NAV per unit (\$)	13.08	-	-	-	-	-

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Financial Highlights (continued)

Ratios and Supplemental Data						
Series 0	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	21,249	7,065	-	-	-	-
Number of units outstanding (000's) ¹	4,922	1,682	-	-	-	-
Management expense ratio (%) ^{2,3}	0.11	0.11	-	-	-	-
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	0.16	0.17	-	-	-	-
Trading expense ratio (%) ⁵	0.28	0.52	-	-	-	-
Portfolio turnover rate (%) ⁶	44.18	74.49	-	-	-	-
NAV per unit (\$)	4.32	4.20	-	-	-	-

Ratios and Supplemental Data						
Series T6	06/30 2011	12/31 2010	12/31 2009	12/31 2008	12/31 2007	12/31 2006
Total NAV (\$) (000's) ¹	48,493	32,798	23,425	-	-	-
Number of units outstanding (000's) ¹	3,708	2,470	2,285	-	-	-
Management expense ratio (%) ^{2,3}	2.80	2.77	2.75	-	-	-
Management expense ratio before waivers or absorptions (%) ^{2,3,4}	2.80	2.85	2.94	-	-	-
Trading expense ratio (%) ⁵	0.28	0.52	0.19	-	-	-
Portfolio turnover rate (%) ⁶	44.18	74.49	160.38	-	-	-
NAV per unit (\$)	13.08	13.28	10.25	-	-	-

1 This information is provided as at each period shown.

2 Management expense ratios are based on total expenses (excluding commissions and other portfolio transaction costs) of each series for the stated period and are expressed as an annualized percentage of each series' daily average NAV during the period.

3 The annual management fee of the Fund is 2.25% for Series A, Series L, Series L6 and Series T6 units, 1.10% for Series F and Series F6 units and 0% for Series I and Series O units, before the application of taxes. Series O units were charged a fixed expense fee at 0.15%, but paid 0.10%, net of waivers by the Manager, before application of taxes.

4 At its sole discretion, the Manager waived management fees or absorbed expenses of the Fund. Such waivers and absorptions can be terminated at any time, but can be expected to continue for the Fund until such time as the Fund is of sufficient size to reasonably absorb all management fees and expenses incurred in its operation, although the amount of any such waiver or absorption may change from time to time.

5 The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV during the period.

6 The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship or correlation between a high turnover rate and the performance of a Fund. The value of any trades to realign the Fund's portfolio after fund merger, if any, is excluded from the portfolio turnover rate.

Management Fees

Management fees paid by the Fund per series are based on applying the annual management fee rate per series to the daily average NAV of each series and are recorded on an accrual basis.

Breakdown of major services received by the Fund in consideration of the management fees for the period, as a percentage of the management fee:

Management Fees (%)		
Series	Trailer commissions	Other
Series A		
FE	38	62
LL First 3 years	19	81
LL After 3 years	38	62
DSC First 7 years	19	81
DSC After 7 years	38	62
Series F and F6	-	100
Series I	-	-
Series L and L6		
ASC First year	-	100
ASC Year 2 and 3	22	78
ASC After 3 years	44	56
Series O	-	-
Series T6		
FE	44	56
LL First 3 years	22	78
LL After 3 years	44	56
DSC First 7 years	22	78
DSC After 7 years	44	56

FE – front end; LL – low load; DSC – deferred sales charge; ASC – advisor service charge

Other – includes general administration, investment advice and profit.

Past Performance

The performance information shown (based on NAV) assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distribution or other optional charges that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

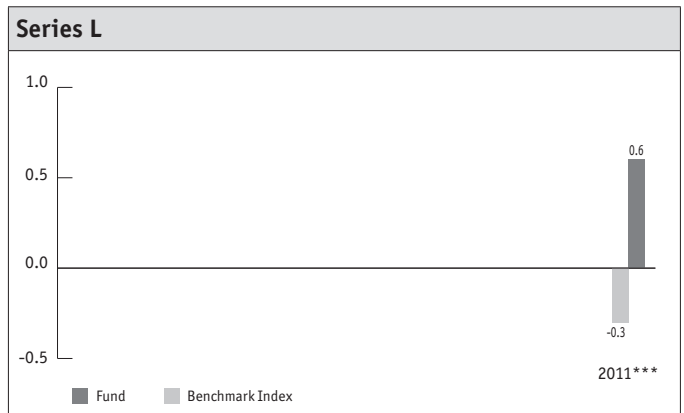
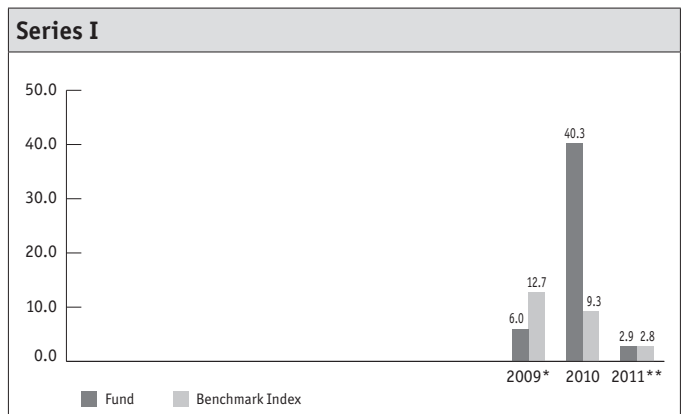
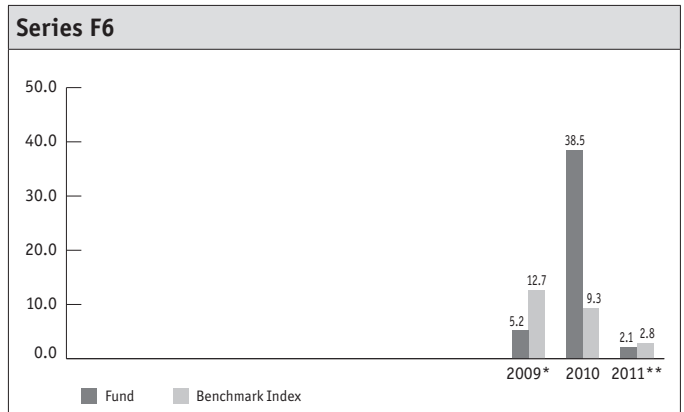
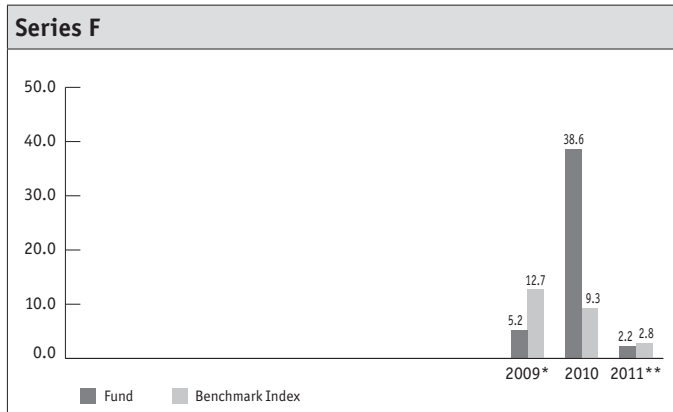
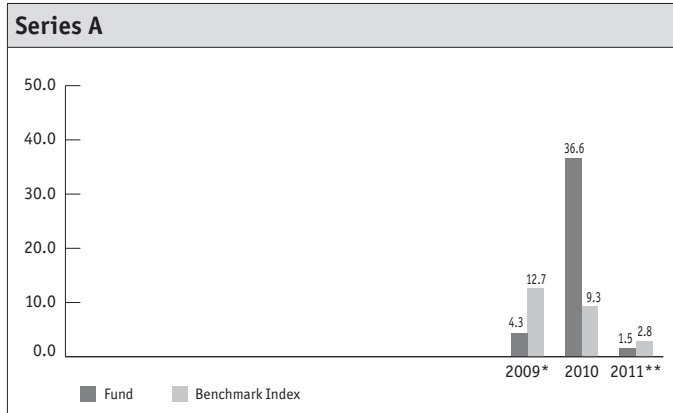
Effective June 5, 2009, IA Clarington U.S. Dividend Fund and Sarbit U.S. Equity Trust merged into the Fund as part of a transaction that was a material change under applicable securities laws. In accordance with applicable securities laws, we may only show performance for periods after June 5, 2009.

Past Performance (continued)

Year-by-Year Returns

The bar charts show the Fund's and the benchmark index's performance for the six-month period ended June 30, 2011, and for each of the previous 12-month periods ended December 31. The charts show in percentage terms how an investment made on January 1 would have increased or decreased by the end of the period.

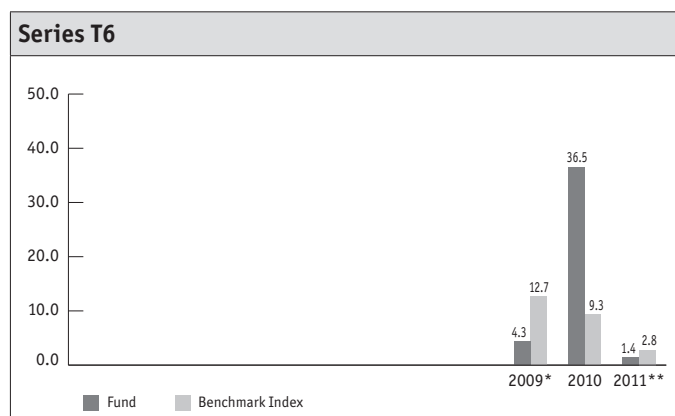
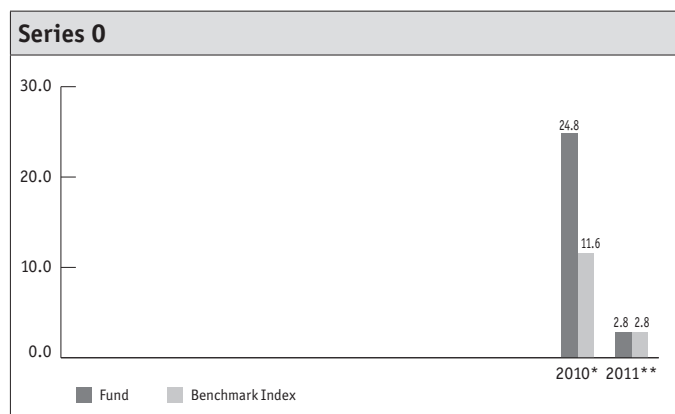
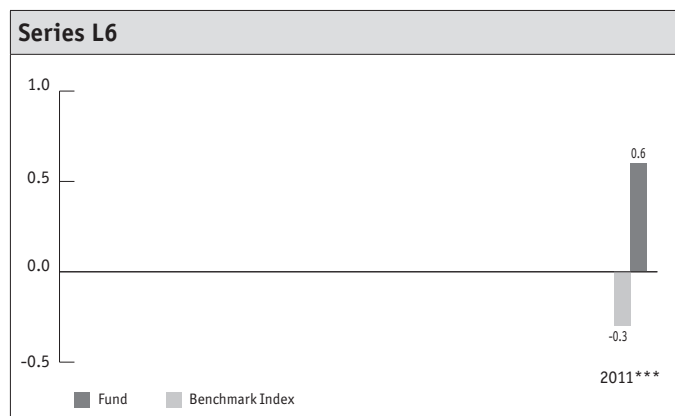
The benchmark index (the "Benchmark Index") consists of the S&P 500 Index.



IA Clarington Sarbit U.S. Equity Fund

June 30, 2011

Past Performance (continued)



* Return shown is for the partial period ending December 31.

** Return shown is for the six-month period ended June 30, 2011.

*** Return shown is for the partial period ending June 30, 2011.

The S&P 500 Index includes 500 leading companies in leading industries of the U.S. economy and is widely regarded as the best single gauge of the U.S. equities market. Although the S&P 500 Index focuses on the large cap segment of the market, its coverage includes approximately 75% of the market.

A discussion of the performance of the Fund as compared to the Benchmark Index is found in the "Results of Operations" section of this report.

Summary of Investment Portfolio

As at June 30, 2011

The summary of investment portfolio shown, as a percentage of total NAV, may change due to ongoing portfolio transactions of the Fund and a quarterly update is available on the Manager's website.

Sector Allocation	%
Consumer Discretionary	28.68
Cash and Cash Equivalents	27.83
Consumer Staples	13.30
Industrials	10.44
Information Technology	9.50
Financials	5.60
Telecommunication Services	5.09
Energy	2.15
Materials	0.87
Other Assets less Liabilities	(3.46)
Total	100.00

The top positions held by the Fund (up to 25) are shown as a percentage of the total NAV:

Top Holdings	%
Cash and Cash Equivalents	27.83
Iconix Brand Group, Inc.	9.90
CVS Caremark Corp.	9.60
Coinstar Inc.	6.96
Gap Inc.	6.60
CBIZ Inc.	6.52
Smart Technologies Inc., Class A	4.83
Berkshire Hathaway Inc., Class B	4.02
Generac Holdings Inc.	3.92
Atlantic Tele-Network Inc.	3.91
Prestige Brands Holdings Inc.	3.26
Kenneth Cole Productions Inc., Class A	3.18
Suncor Energy Inc.	2.15
Universal Electronics Inc.	2.04
Stamps.com Inc.	2.03
Ituran Location and Control Ltd.	1.76
Duff & Phelps Corp., Class A	1.58
Vodafone Group PLC, Sponsored ADR	1.18
IncrediMail Ltd.	0.88
Polaris Minerals Corp.	0.87
Corby Distilleries Ltd., Class B	0.44

IA Clarington Sarbit U.S. Equity Fund

June 30, 2011

Forward-Looking Statements

This management report of fund performance may contain forward-looking statements which reflect the current expectations of the Manager (or, where indicated, the Portfolio Advisor or Portfolio Sub-Advisor) regarding the Fund's future growth, results of operations, performance and business prospects and opportunities. These statements reflect the current beliefs of the person to which the statements are attributed with respect to future events and are based on information currently available to that person. Forward-looking statements involve significant risks, uncertainties and assumptions. Many factors could cause the Fund's actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements. These factors could include, among other things, general economic, political and market factors, including interest and foreign exchange rates, business competition, changes in government regulations or in tax laws. Although the forward-looking statements contained in this report are based upon what management currently believes to be reasonable assumptions, the Manager cannot assure current or prospective investors that actual results, performance or achievements will be consistent with these forward-looking statements.

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