Manulife Investments
MUTUAL FUNDS

AIC Canadian Balanced Corporate Class

November 30, 2009

Portfolio Managers

Sub-advised by MFC Global Investment Management (Canada)

Key Reasons to Invest

- Ideal for investors seeking tax efficiency through the ability to switch between AIC Corporate Funds without triggering capital gains.
- Lipper Award winner for highest risk-adjusted return for three years ended Dec. 31, 2006.
- Investment strategy designed to deliver superior risk-adjusted returns.
- Current asset mix: equities 61.4%, bonds 29%, cash 9.2% (as of Dec. 31, 2008).
  - May raise equities to 75% if circumstances warrant and potential for Canadian equity returns is greater than for fixed income investments.
- Diversification by sector and sub-sector increases the number of potential investment opportunities while reducing volatility.

Fund Codes

CDN $			US $			Switches & Redemptions only[2]	
FE	DSC	LL	FE	DSC	LL	SC CDN$[3]	SC US$[3]
2701	2402	3402	2801	2902	3902	2401	2901

[2]Fund codes in this column relate to units purchased prior to August 16, 2000.
[3]"Sales Charge" option available for switches and redemptions only.

Fund Details

Assets Under Management (as at November 30, 2009)	$12.2 million
Introduction Date	April 2, 2001
Management Fee	Mutual Fund Units - 2.00%
Management Expense Ratio	2.62%[1 2]

[1]Annualized as of June 30, 2009.
[2]Net of expense absorptions and/or management fee waivers.

Returns Summary (as at November 30, 2009)

	3 mo*	6 mo*	1 yr	3 yrs	5 yrs	10 yrs	15 yrs	20 yrs	Since Intro	YTD
CDN $	2.1%	6.7%	11.3%	(4.5%)	2.2%	-	-	-	1.6%	16.4%
US $	6.0%	10.4%	30.3%	(2.0%)	4.7%	-	-	-	6.4%	34.2%

* - Simple Rates of Return.

Summary of Investment Portfolio Top 25 Investments[4] (as at September 30, 2009)

EQUITIES	% of net assets
The Toronto-Dominion Bank	6.4%
Suncor Energy, Inc.	6.3%
Shaw Communications Inc. - Class B	6.3%
Rogers Communications Inc. - Class B	5.7%
Canadian Oil Sands Trust	4.9%
Great-West Lifeco Inc.	4.0%
Sun Life Financial Inc.	3.1%
Agrium Inc.	3.1%
George Weston Limited	2.9%
CML HealthCare Income Fund	2.9%
Loblaw Companies Limited	2.3%
BCE Inc.	1.4%
Canadian Tire Corporation, Limited - Class A	0.5%
	49.8%
BONDS	
Government of Canada, 5.750%, June 1, 2033	10.9%
Province of New Brunswick, 5.875%, December 6, 2012	4.3%
Province of Manitoba, 5.050%, December 3, 2013	4.3%
CU Inc., 7.050%, June 1, 2011	4.2%
Enbridge Pipelines Inc., 4.460%, December 17, 2012	3.3%
Manulife Financial Corporation, 5.505%, June 26, 2018	1.6%
	28.6%
CASH & CASH EQUIVALENTS [1]	22.8%
Total	**101.2%**

[4] Where a fund holds less than 25 holdings, all investments have been disclosed. There may be other assets and liabilities which are not included, and therefore the summary does not add up to 100%. In cases where the total exceeds 100%, this means that there are liabilities in the fund not reflected in the Top 25. Typical liabilities of a fund include redemptions payable to unitholders or amounts due to brokers for investment purchases.

Total net asset value **$12,876,522**
(as at September 30, 2009)

Portfolio Composition

(as at September 30, 2009)

INVESTMENT AREA	
Cash & Other Assets	21.6%
Financials	13.5%
Energy	11.2%
Federal Bonds	10.9%
Corporate Bonds	9.1%
Provincial/Municipal Bonds	8.6%
Telecommunication Services	7.1%
Consumer Discretionary	6.8%
Consumer Staples	5.2%
Materials	3.1%
Health Care	2.9%

GEOGRAPHIC REGION	
Canada	78.4%
Cash & Other Assets	21.6%

[1] Cash & Cash Equivalents refers to cash on hand plus any evidence of indebtedness having a remaining term to maturity of 365 days or less that is issued or fully guaranteed by a prescribed government or Canadian financial institution. Cash & Other Assets refers to cash on hand plus all other assets and liabilities in the fund excluding portfolio investments.
The investment portfolio may change due to ongoing portfolio transactions of the investment fund. Quarterly updates are available within 60 days of each quarter end by visiting www.aic.com or contacting Manulife AIC Client Services at 1-800-263-2144.

2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Net Asset Value Per Unit (as at November 30) ($)									
5.24	4.89	5.77	6.40	6.04	5.06	4.37	4.20	5.01	-
Calendar Year Return (as at December 31) (%)									
NA	(18.4)	(9.6)	7.3	17.9	16.6	8.6	(18.6)	NA	NA
Annual Distributions ($)									
-	0.1742	0.0809	0.0637	0.0350	0.0385	0.0265	0.0272	0.0047	-

Latest Commentary - June 30, 2009

For the six months ended June 30, 2009, AIC Canadian Balanced Corporate Class (the "Fund") generated a return of 11.3%, while the Fund's benchmarks, the DEX Universe Overall Bond Total Return Index and the S&P/TSX Composite Total Return Index (60%) and DEX Universe Overall Bond Total Return Index (40%) generated returns of 2.8% and 11.7%, respectively. As at June 30, 2009, the net asset value of the Fund was $12,906,307.

The financial services sector is one in which the Fund has traditionally had significant investments. Positive attributes of financials include that they provide "inevitable" services (such as banking, insurance and asset management), have long business lives and generate substantial free cash flow. An important issue with many financials, however, is that they operate with uniquely high leverage (the ratio of total assets or insured obligations to common equity). During times of high systemic stress such as the world has recently been experiencing, many financials are thus exposed to the risk of leveraged loss. As a result, we have chosen to be very selective with our financial services investments. During the first half of 2009, we completed the sale of investments in four financial services companies. Our three remaining financials holdings are Toronto-Dominion Bank, Sun Life Financial and Great-West Lifeco. All three companies are leaders in their industries and possess above-average financial strength. Further, all three have enjoyed strong recoveries in their share prices in recent months as financial market concerns have abated.

Another sector in which the Fund has always had investments is energy. We remain of the view that world oil production is mature while over time demand will continue to grow. As a result, higher oil prices than their historical average will be necessary to balance supply and demand. We continue to hold Canadian Oil Sands Trust, Nexen and Petro-Canada. Somewhat mitigating our traditional enthusiasm for oil companies, however, are two factors. First, energy share prices, after recent strong gains, now discount much of the commodity price strength that is likely to accompany a global economic recovery.

Second, the Organization of the Petroleum Exporting Countries (OPEC) has reduced its production to match falling global demand so that OPEC now has spare production capacity of about five million barrels of oil per day. As a result, oil prices may level off once they have risen into OPEC's target range which is apparently not far above recent price levels. Taking these factors into account, we have reduced the Fund's energy weighting in the first half of 2009 by selling the Fund's former holding in Suncor Energy and reducing the investment in Nexen.

In other portfolio activity, we reduced the Fund's holding of Thomson Reuters plc and increased the holding in CML Healthcare Income Fund, both for valuation reasons (Thomson's stock price had risen sharply while CML's had fallen to near a four-year low). We also established a significant position in Shaw Communications, the leading communications company in western Canada, and a small position in Rogers Communications.

Reflecting the portfolio activity described above, the percentages of the Fund invested in equities, bonds and working capital (includes cash and short term fixed income securities) at June 30, 2009 were approximately 52%, 28% and 20%, respectively, compared to 64%, 29% and 7%, respectively, at December 31, 2008. We look forward to deploying the Fund's cash in the months ahead in investments which foster the Fund's two objectives of preservation of capital and above-average growth of capital over the long term.

The Fund experienced net redemptions during the period. We do not believe that redemptions have had a material impact upon the management of the Fund since every effort is made to fund redemptions in a manner that optimizes the Fund's composition and positions it for the future.

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