

Volatility meter



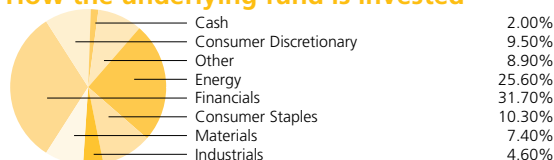
CANADIAN LARGE CAP EQUITY

Code 7241

Manulife Jarislowsky Fraser Canadian Equity Fund

RRSP content -> **Canadian**

How the underlying fund is invested



Top holdings within the underlying fund

(As at March 31, 2005)

Bank of Nova Scotia	6.80%
Royal Bank of Canada	6.80%
Manulife Financial	5.80%
TD Bank	5.30%
Nexen	4.90%
Talisman Energy	4.80%
Shell Canada	3.70%
Great West Life	3.40%
Loblaw Companies	3.30%
Canadian Tire Corporation	3.20%
Total	48.00%

Underlying fund commentary

(As at December 31, 2004)

In Canada, the stock market was helped by strong performance from telecommunications services (+15.0%), utilities (+12.2%) and industrials (+10.6%). In most cases commodity prices stabilized, with the price of oil dropping by almost 30%, removing most of the speculative premium that was the basis of such strong performance from that sector earlier in the year.

The Canadian Equity Fund outperformed the S&P/TSX over the quarter and one year period. The run of Cameco (+25.4%) and Potash Corp. (+23.2%) within the portfolio continued, with only Metro Inc. (+26.0%) doing better. There were no new companies added to the Canadian equity section during the fourth quarter. We added to existing positions in Thomson, Shaw Communications and Canfor, and bought additional units of the JF Special Equity Fund. On the sale side, we continued to trim the existing positions in Cameco and Nova Chemicals.

At present, as we find opportunities in Canada, valuations suggest that we continue to take profits in some of our cyclical holdings such as Cameco and Nova Chemicals. Quality will be a major factor in determining which companies outperform in 2005. As a result, our overall portfolio strategy will remain the same. We will focus on good quality, best-in-class companies that provide a reasonable expectation of strong returns over the next 2-5 years.

UNDERLYING FUND -> **JF Canadian Equity**

Objective Jarislowsky Fraser's equity style emphasizes buying long-term growth at a reasonable price. Internal resources are primarily relied on to generate investment ideas. Each year their investment professionals contact and interview more than 200 Canadian companies. The focus of the portfolio is on industry leaders with strong balance sheets and cash flow as well as depth and quality at the management level.

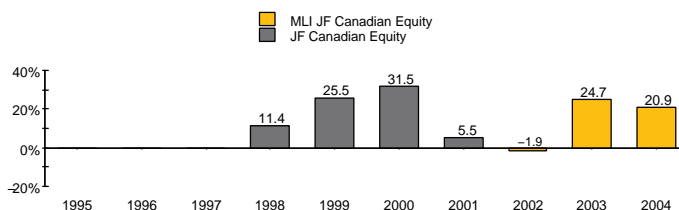
Managed by Jarislowsky Fraser Ltd.

Fund managers Jarislowsky Fraser - Mgmt. Team

Inception date April 1997 **Total assets** \$2,931.4 million

Historical gross returns

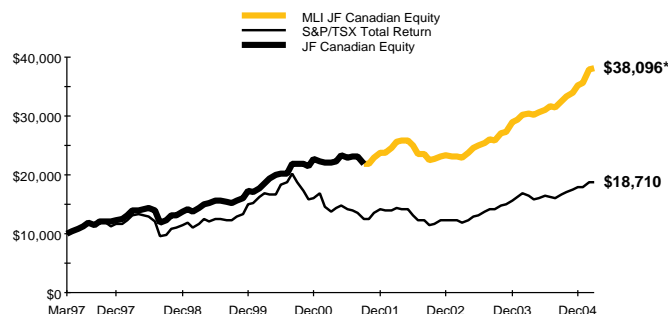
The solid area represents the gross returns of the Manulife fund since its inception in October 2001. To provide further historical information, the shaded area represents the returns of the underlying fund for the period before the start date of the Manulife fund.



*Only full calendar year returns are shown.

Overall past performance

This graph shows how a \$10,000 investment in this fund would have changed in value over time, based on gross returns.



*For illustration purposes only. Includes mutual/pooled fund performance as indicated. Actual fund performance could be expected to vary.

Annual compound returns (As at March 31, 2005)

This table shows the historical annual compound total return of the fund compared with the S&P/TSX Total Return.

	1-year	2-year	3-year	5-year	Since inception	Manulife inception date
MLI JF Canadian Equity	25.28%	28.93%	14.19%	-	17.09%	Oct 2001
S&P/TSX Total Return	13.93%	25.27%	8.94%	1.99%	-	-

Rate of return expectation

Over the long term, this fund is expected to outperform the S&P/TSX Composite Index.