

**Canadian Life Companies Split Corp** is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in a diversified, high quality portfolio consisting of four Canadian Life Insurance companies. Two types of shares are available, a Class A and a Preferred.

## Objectives

### Preferred Shares (TSX: LFE.PR.A):

(i) to provide holders of the Preferred Shares with fixed, cumulative preferential monthly cash dividends in the amount of \$0.04375 per Preferred Share to yield **5.25% per annum** on the original issue price; and (ii) on or about December 1, 2012 (termination date), to pay the holders of the Preferred Shares the original issue price of those shares.

### Class A Shares (TSX: LFE):

(i) to provide holders of the Class A Shares with regular monthly cash dividends initially targeted to be \$0.10 per Class A Share to yield **8.0% per annum** on the original issue price; and (ii) on or about December 1, 2012 (termination date), to pay the holders of Class A Shares at least the original issue price of those shares.

## Distributions (by record date)

	LFE	LFE.PR.A	Total
Total to Date	\$3.60	\$1.5945	\$5.1945
2008 YTD	\$0.40	\$0.1750	\$0.5750
2007	\$1.20	\$0.5250	\$1.7250
2006	\$1.20	\$0.5250	\$1.7250
2005	\$0.80	\$0.3695*	\$1.1695

\*Initial distribution for the period Apr 18/05 to May31/05.

## Commentary

Dramatic action was taken by the central banks around the world including the Bank of Canada which lowered the overnight lending rate another ½ percentage point. Lowering interest rates and providing liquidity to the market appears to have stabilized the credit crisis situation and allowed the market a confidence that has not been seen this year.

All major North American stock indices were up for the month of April by at least 4%. The TSX is positive year-to-date with a return of 0.7%

Great-West Lifeco (TSX: GWO) increased its quarterly dividend to \$0.2925 per share, a 6.4% increase from last quarter for a total increase of 14% over the past year (Feb 08). TD Bank (TSX: TD) increased its quarterly dividend to \$0.59 per share, a 3.5% increase from last quarter (Feb 08).

The LifeSplit portfolio has a current dividend yield of approximately 3.0%.

## Details

Gross Proceeds:	\$241,751,950
Units Issued:	9,670,078
Inception Date:	April 18, 2005
Termination Date:	Dec 1, 2012
Net Asset Value:	\$24.60 (Apr 30/08)

Cash Weighting:	2%
Canadian Equity Weighting:	98%

<b>LFE.PR.A</b> Trading Price:	\$10.30 (Apr 30/08)
Current Yield:	51.% annually
Asset Coverage:	246%
Market Capitalization:	\$93,327,569

<b>LFE</b> Trading Price:	\$13.40 (Apr 30/08)
Current Yield:	9.0% annually
Market Capitalization:	\$121,416,449

## Core Holdings By Weight

Manulife Financial	MFC
Sun Life Financial	SLF
Great-West Lifeco	GWO
Industrial Alliance	IAG

*Weightings subject to change at any time.*