

Monthly Update

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

	One Month to Oct 31, 2011	Year to Date Oct 31, 2011
TSX	5.40%	-8.86%
S&P 500	10.77%	-0.35%
DJII	9.54%	3.26%
NASDAQ	11.14%	1.19%

Distributions (by record date)

	LFE	LFE.PR.A	Total
Total to Date	\$5.70	\$3.4320	\$9.1320
2011 YTD	\$0.30	\$0.4375	\$0.7375
2010	\$0.50	\$0.5250	\$1.0250
2009	\$0.60	\$0.5250	\$1.1250
2008	\$1.10	\$0.5250	\$1.6250
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

October was an exceptional month for the North American financial markets, despite uncertainties of spillover effects of the debt crisis surrounding the Eurozone countries. Market sentiment and performance continued to be dictated by macroeconomic and political events during the month. Increased market volatility was observed as European leaders hammered out an agreement intended to stabilize the Greek sovereign debt crisis. Global markets rallied sharply toward the end of the month as investors welcomed the specific details contained in the Greece bailout plan. The extent of extremely positive market reaction underlies the importance of resolving the Eurozone debt crisis to the financial markets. The potential success of this plan and future actions to deal with the Greek sovereign debt crisis and other distressed Eurozone countries will have a significant impact on global financial markets. In addition, investors will also continue to focus on U.S. efforts to deal with extraordinary large and growing government deficits.

Notwithstanding overall macro concerns, valuations remain relatively attractive in this low interest rate environment. The valuations of the companies in the portfolio generally remain at very reasonable levels when measured by price to earnings ratios and current dividend yields and this should continue to act as a major support at these current market prices. Due to increased market volatility in the recent months, the covered call writing program has added a higher level of income to supplement dividend income earned in the portfolio.

Details

Total Net Assets:	\$134,742,888
Units Outstanding:	10,714,203
Inception Date:	April 18, 2005
Termination Date:	December 1, 2012
Net Asset Value*:	\$12.58
Cash Weighting:	6%
Canadian Equity Weighting:	94%
LFE.PR.A Trading Price:	\$9.78
Current Yield*:	5.4%
Asset Coverage:	126%
Market Capitalization:	\$104,784,905
LFE Trading Price:	\$2.83
Current Yield*:	0.0%
Market Capitalization:	\$30,321,194

*Last distribution annualized.

Core Holdings By Weight

Great-West Lifeco Inc.
 Manulife Financial Corporation
 Sun Life Financial Inc.
 Industrial Alliance Insurance

Weightings subject to change at any time.