Invesco Canadian Equity Pool

Quarterly Report for the period ending June 30, 2010

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Portfolio Summary

- Market overview
- Performance summary

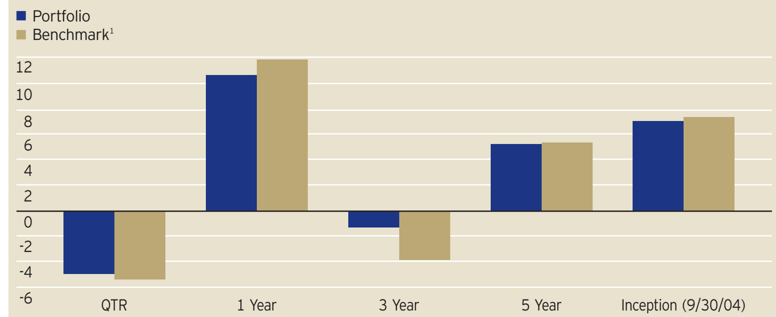
Highlights

Globally, the second quarter of 2010 saw a dramatic reversal of equity performance from the prior four quarters as economic, fiscal and regulatory worries led investors to be increasingly risk-averse. The S&P/TSX Composite Index (the "Index"), with a total return of -5.5% in the quarter, actually fared better than most developed countries in local terms. A key reason for this outperformance was the strength of the gold and precious metals sectors (up 21.1% and 16.7%, respectively). The price of gold rose to a record US$1257.20 an ounce on June 18 before closing the quarter up 11.9%, at US$1245.50. The gold sector comprised 12.8% of the Index at quarter end.

Among the largest Index sectors, energy and financials sectors declined 5.6% and 10.6%, respectively. Crude oil ended the quarter down 9.7% at US$75.63 per barrel, but the futures for delivery in December 2018 declined only 1.5% to US$90.08 a barrel. The materials sector appeared little changed overall as the aforementioned rise in the gold sector was offset by a sharp drop of 28.5% in diversified metals and mining stocks. Copper fell 17% in the quarter, while zinc and aluminum fell 15.9% and 25.8%, respectively.

While the information and technology sector and the health care sector are each a much smaller part of the index, they stood out this quarter with extreme opposite performance (down 25.0% and up 10.6%, respectively) based on the underlying performance of two stocks, Research In Motion Ltd. ("RIM") (down 30%) and Biovail Corp. (up 20.7%). RIM declined on concerns about the company's competitive position and Biovail rose when the company announced a merger with Valeant.

Performance Chart



Performance Table

Period	Portfolio (%)	Benchmark[1] (%)
QTR	-4.98	-5.51
1 Year	10.69	11.95
3 Year	-1.36	-3.88
5 Year	5.29	5.45
Since inception of the pool[2]	7.10	7.44

Benchmark Performance

Sector	Total Returns Q2 2010 (%)	Total Returns YTD (%)
Health Care	11.27	22.77
Telecommunication Services	3.84	9.82
Consumer Discretionary	1.57	7.90
Materials	0.79	1.08
Energy	-4.86	-6.75
Utilities	-5.31	-2.23
Industrials	-6.20	-0.36
Consumer Staples	-9.08	-8.94
Financials	-9.81	-2.51
Information Technology	-24.96	-20.46
S&P/TSX Composite Index	**-5.51**	**-2.55**

[1] S&P/TSX Composite Index
[2] Inception of the pool: September 30, 2004
All data as of June 30, 2010
Source: Invesco, StyleADVISOR and FactSet Research Systems Inc.

Recent Performance Analysis

- Recent performance versus the benchmark
- Contributing factors

Performance Review

Invesco Canadian Equity Pool (the "Pool") outperformed the S&P/TSX, helped by its underweighting in metals and mining, energy and financials. The Pool was also helped by the strong performance of a broad range of individual companies, yet hurt by its underweighting in gold.

The best-performing companies in the portfolio over the quarter included Barrick Gold Corp., IESI-BFI Ltd., Goldcorp Inc., Magna International, BCE Inc. and Gildan Activewear Inc. IESI-BFC completed its merger with Waste Services to form North America's third-largest solid waste management company. Magna, a leading auto parts supplier, appreciated on the company's improving results and an announcement that it planned to eliminate its dual class structure. BCE continued to make progress in cost cutting and increasing market share. Gildan Activewear, a manufacturer and marketer of high-quality branded activewear for sale to the wholesale and retail channels, reported results above expectations and increased guidance.

Among the worst contributors to performance were RIM, Manulife Financial Corp., Royal Bank of Canada, Power Corp., The Toronto-Dominion Bank and Nexen Inc. RIM reported in-line earnings and above-expected margins, but revenue was at the low end of guidance based on product mix, and investors grew concerned about the potential for slower growth, increased competition and the possibility that management is overly optimistic about new product launches scheduled for the second half of 2010. RIM's stock is discounting conservative assumptions in an industry that is still growing at a rapid pace. RIM has excellent mid- to long-term prospects, as the company's strong management team remains innovative within the smartphone industry. RIM continues to benefit from its proprietary network and server software that provide added security and the ability to optimize data traffic. Furthermore, RIM has a very strong balance sheet, no debt and significant cash flows. Manulife is likely to report weaker earnings in the second quarter given its sensitivity to equity markets, interest rates and to a lesser extent credit quality. Nexen declined on the weakness in the price of oil and as the company had to reassess its drilling plans in the Gulf of Mexico.

Early in the quarter the Pool reduced its exposure to Canadian banks based on valuation. Also reduced through the quarter were positions in Torstar Corp., West Fraser Timber Co. Ltd., IESI-BFC, Canadian National Railway Co., Thomson Reuters Corp. and Fort Chicago Energy Partners L.P., based on price appreciation. The Pool took advantage of price weakness to initiate a position in Teck Resources Ltd. and add to RIM, Suncor Energy Inc., Genworth MI Canada Inc., Manulife and Shoppers Drug Mart Corp.

Teck Resources is Canada's largest mining company with operations in the U.S., Canada, Chile and Peru. The company has a diversified commodity mix with a focus on coal, copper and zinc, and an attractive growth profile. Over the past year, Teck has significantly reduced its financial leverage (which resulted from the purchase of Fording Coal at the peak of the market) and regained its investment grade status, having benefited from asset sales, relatively strong coal and copper prices, and sustained demand from Asian markets. Weakness in commodity prices in the second quarter saw the stock come off. It declined further following an explosion at one of its facilities, creating an attractive entry point – as the final impact of this disruption appeared to be modest and fully discounted in the stock price.

Performance Table

Period	Portfolio (%)	Benchmark[1] (%)
QTR	-4.98	-5.51
YTD	-0.25	-2.55

Top Contributors

Asset Name	Primary Sector	Average Portfolio Weight for Quarter (%)	Contribution to Return (%)
Barrick Gold Corp	Materials	3.35	0.70
IESI-BFI LTD	Industrials	1.55	0.29
Goldcorp Inc	Materials	1.18	0.22
Magna International Inc CL A	Consumer Discretionary	1.86	0.18
BCE Inc	Telecommunications	2.89	0.15

Bottom Contributors

Asset Name	Primary Sector	Average Portfolio Weight for Quarter (%)	Contribution to Return (%)
Research In Motion LTD	Information Technology	3.00	-1.03
Manulife Financial Corp	Financials	3.49	-0.84
Royal Bank of Canada	Financials	5.75	-0.80
Power Corp of Canada	Financials	2.66	-0.44
Toronto-Dominion Bank	Financials	4.69	-0.37

[1]S&P/TSX Composite Index
All data as of June 30, 2010
Source: Invesco and StyleADVISOR

Portfolio Structure

- Strategy

Strategy

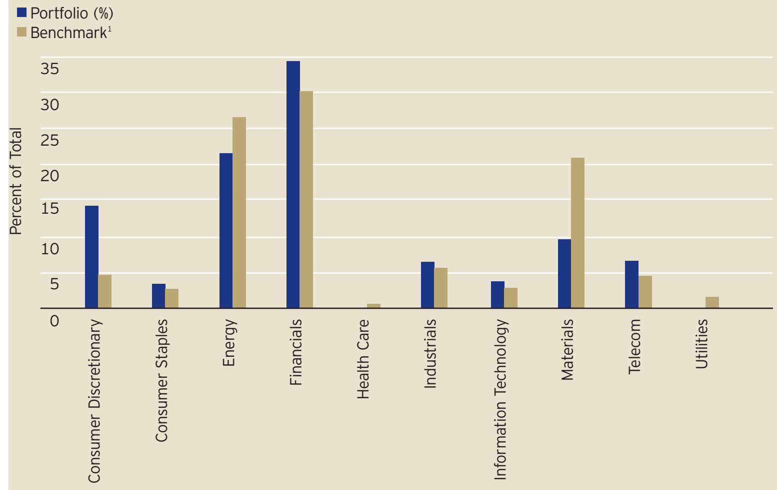
Global growth is continuing, but at a modest pace as the economic recovery faces many headwinds. While Canada has been among the top-performing developed economies in 2010, the pace of recent growth is generally not considered sustainable. The portfolio management team believes 2010 will continue to be quite different from 2009, with stock performance coming from a better balance of companies held within many different sectors. The portfolio is well-positioned for the current environment, with a diversified portfolio of attractively valued, high-quality companies. The cash position remained above 5% at quarter end.

The Invesco Canadian Equity Pool is managed with a continued focus on investing for the long term in high-quality companies with strong management and whose shares are trading at attractive prices.

Top Holdings

Company	Sector	Portfolio (%)
Royal Bank of Canada	Financials	5.41
The Toronto-Dominion Bank	Financials	4.66
Barrick Gold Corp.	Materials	3.90
The Bank of Nova Scotia	Financials	3.65
Manulife Financial Corp.	Financials	3.43
Suncor Energy Inc.	Energy	3.28
BCE Inc.	Telecom	3.06
Thomson Reuters Corp.	Consumer Discretionary	3.04
Research In Motion Ltd.	Information Technology	2.65
Brookfield Asset Management Inc., Class A	Financials	2.63
Total		**35.71**

Sector Weightings

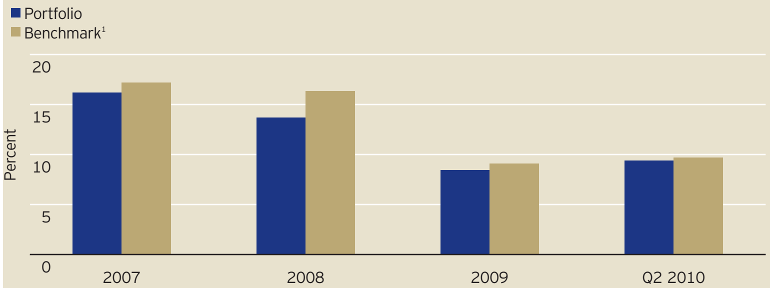


[1]S&P/TSX Composite Index
All data as of June 30, 2010
Source: Invesco and FactSet Research Systems Inc.
The companies listed in Top Holdings were selected for illustrative purposes only and are not intended to convey specific investment advice.

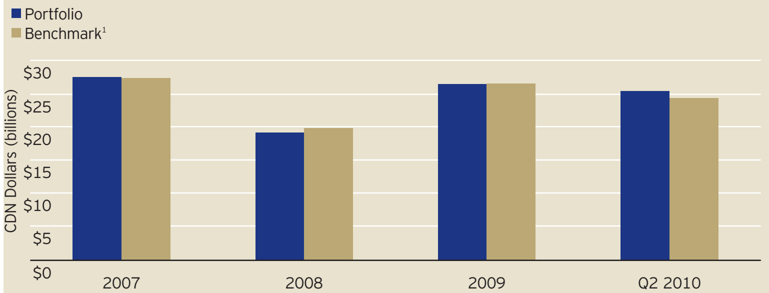
Portfolio Structure

- Portfolio characteristics

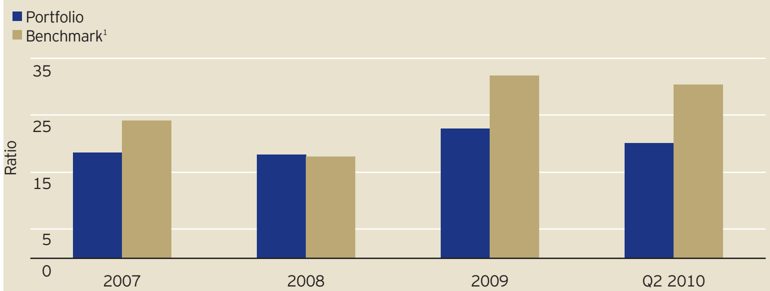
ROE



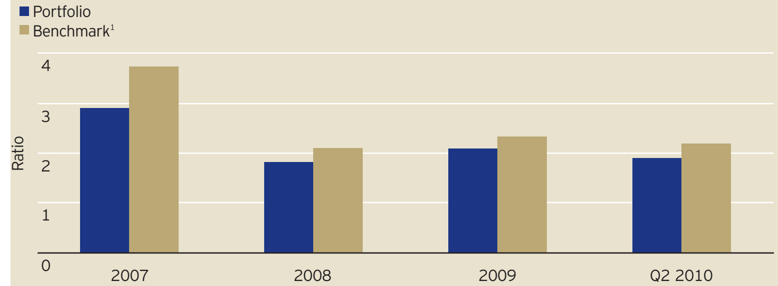
Weighted Avg. Market Cap



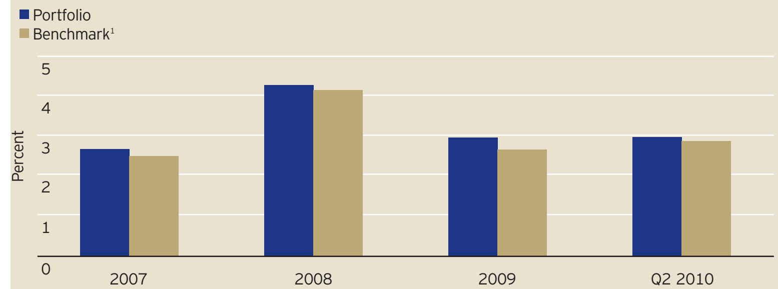
Price / Earnings



Price / Book



Dividend Yield



[1]S&P/TSX Composite Index
All data as of June 30, 2010
Source: FactSet Research Systems Inc.

Invesco Institutional Highlights

Organizational Update

Invesco – an independent firm solely focused on investment management
With approximately 700 dedicated investment professionals worldwide and an operational network spanning 20 countries, Invesco has the global capability to deliver our best ideas to investors around the world. We offer a wide range of single-country, regional and global capabilities across major equity, fixed income and alternative asset classes, delivered through a diverse set of investment vehicles. Invesco Ltd. has US $557.7 billion assets under management (AUM) as of June 30th, 2010.

Investment Perspectives

Greenwood Economic Outlook
The early months of 2010 have seen modest improvements in economic growth among the major western, developed economies as private sector spending gradually starts to revive. However, the sovereign debt crisis of the peripheral southern European economies has prompted fiscal consolidation to take the place of fiscal expansion, and will leave the onus much more on monetary policy to ensure a sustained recovery. Invesco's Chief Economist John Greenwood shares his views for Q3 2010. To read the outlook, visit our web site and click Investment Resources > Investment Perspectives.

Invesco Real Estate House View – Global Market Outlook
Sentiment and pricing have shifted dramatically. As anticipated, the uneven real estate recovery holds implications for investment performance. The outlook for total returns has improved across most property sectors around the globe although the reason for the increase varies by region. To read the outlook, visit our web site and click Investment Resources > Investment Perspectives.

Invesco Global Investment Grade Fixed Income
Jan Friedli, Head of Invesco Global Investment Grade Fixed Income discusses the capabilities of the Invesco Fixed Income team and the challenges and opportunities presented by the European debt crisis. He also explains how the team uses technology to support a globally managed company. To read the outlook, visit our web site and click Investment Resources > Investment Perspectives.

Inflation or Deflation Ahead?
The recent global recession was much more severe – both deeper and longer – than typical post-war recessions. But why was it so different and what can be expected in the aftermath of subsequent huge fiscal deficits and massive central bank easing? John Greenwood, Invesco's Chief Economist, discusses whether there is inflation or deflation ahead. To read the outlook, visit our web site and click Investment Resources > Investment Perspectives.

Invesco for institutional investors

The Invesco Institutional website is a great resource for news and quarterly fund updates as well as interesting and relevant articles on investment strategies for institutional investors. Find out more at: www.institutional.invesco.ca