

# Scotia Vision Conservative 2015 Portfolio

**?** Guide to this Document

**Benchmark**  
Morningstar CAN Bal Gbl Con  
CAD

**Fund Category**  
2015 Target Date Portfolio

**Morningstar Rating™**  
★★

## Investment Objective

The fund's objective is to follow an asset allocation strategy that emphasizes a balanced total return. The fund will gradually shift its asset mix from an emphasis on equity funds to an emphasis on income and cash equivalent funds as its target date (2015) approaches. The fund invests primarily in a diversified mix of mutual funds managed by the fund's manager and other mutual fund managers.

## Reasons for Investing

- ▶ A managed solution based on innovative asset allocation strategies that automatically become more conservative over the life of the investment.
- ▶ A single investment that offers the convenience of one fund, one price and one performance record to follow.
- ▶ Includes leading ScotiaFunds managed by an experienced team of investment professionals.

## Risk Rating



**Time Horizon** Medium-Long term

## Fund Essentials

Inception Date	June 2005
Total Assets \$Mil	55.79
Min. Initial Inv.(\$)	2,500
Min. Additional Inv.(\$)	50
Income Distribution	Annually
Capital Distribution	Annually
MER %	2.08
NAV \$ as of 12-31-2011	10.18

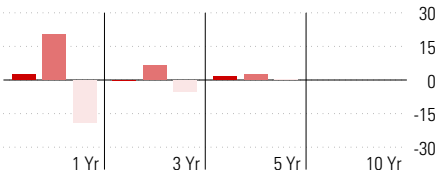
## Series Options

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	BNS322

**Portfolio Manager** Wes Mills  
Scotia Asset Management

**Management Company** Scotia Asset Management  
**Telephone** 800 268-9269  
**Web Site** www.scotiafunds.com

## Performance Analysis as of 12-31-2011



Best/Worst Periods (%)	1 Yr	3 Yr	5 Yr	10 Yr
Avg.	2.3	-0.1	1.5	—
Best	20.3	6.4	2.6	—
Worst	-18.9	-5.3	0.1	—
No. of Periods	67	43	19	—
% Positive	65.7	41.9	100.0	—

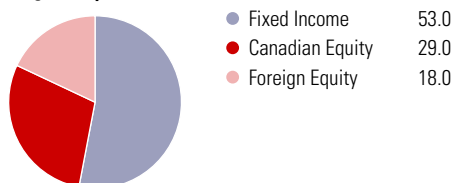
Trailing Returns (%)	1 Mth	3 Mth	6 Mth	1 Yr	2 Yr	3 Yr	5 Yr	10 Yr
Fund	0.3	1.8	-1.2	-0.5	3.0	6.0	0.1	—
Benchmark	0.3	3.2	0.0	1.7	4.4	6.1	1.3	3.6
Quartile	4	2	4	4	4	3	4	—

Calendar Year Returns (%)	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Fund	—	—	—	—	—	9.4	-1.4	-14.6	12.4	6.6	-0.5
Benchmark	-2.2	-5.5	9.2	7.3	7.5	11.7	-0.1	-10.7	9.7	7.2	1.7
Quartile	—	—	—	—	—	2	4	4	2	2	4

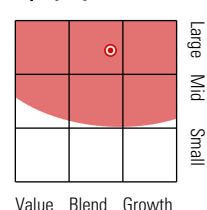
Distributions (\$/unit)	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Total	—	—	—	—	0.13	0.24	0.45	0.15	0.11	0.07	0.05
Income	—	—	—	—	0.04	0.09	0.08	0.15	0.11	0.07	0.05
Capital Gains	—	—	—	—	0.08	0.15	0.38	—	—	—	—

## Portfolio Analysis as of 11-30-2011

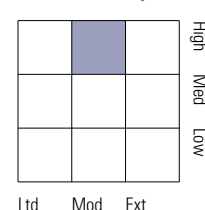
### Target Composition



### Equity Style



### Fixed Income Style



### Top Ten Holdings

Top Ten Holdings	% Assets
Scotia Canadian Income	19.7
Scotia Canadian Bond Index	18.7
Scotia Canadian Dividend	11.0
Scotia Canadian Index	8.9
Scotia Global Bond	8.8
Scotia Money Market	8.0
Scotia International Index	5.9
Scotia US Index	3.2
Scotia International Value	3.1
Scotia Canadian Blue Chip	3.0

### Total Number of Portfolio Holdings

Total Number of Portfolio Holdings	16
Total Number of Stock Holdings	908
Total Number of Bond Holdings	774
Total Number of Other Holdings	159
Total Number of Underlying Holdings	1,841

### Top 5 Sector Allocation

Top 5 Sector Allocation	% Assets
Financials	22.8
Energy	22.8
Materials	15.0
Industrial	9.4
Information Technology	7.5

### Fixed Income Breakdown

Fixed Income Breakdown	% Bond
Government Bonds	55.3
Corporate Bonds	17.6
Other Bonds	0.0
Mortgage Backed Securities	1.2
ST Investments (Cash & Other)	25.9
Asset Backed Securities	0.0

# Scotia Vision Conservative 2015 Portfolio

## Portfolio Advisor Overview

### Manager Bio



**Wes Mills**  
**Manager Since** 2011-3-29  
**Scotia Asset Management**

Wes Mills is Chief Investment Officer (CIO) of Scotia Asset Management (SAM). Wes joined SAM in 1993 and has been with Scotiabank for over 25 years. He is responsible for the overall investment policy for all assets managed by SAM including mutual funds, institutional accounts and private wealth management. Wes acts as the chairperson of the Investment Strategy Committee which is charged with setting the overall investment strategy for client portfolios.

### Additional Information

You can find additional information about each fund in its annual information form, its most recently filed annual and interim financial statements, and its most recently filed annual and interim management reports of fund performance.

You can get a copy of these documents, at no charge, by calling 1 800 268-9269 for English or 1 800 387-5004 for French, or from your dealer or broker. You can also download these documents from our website at [www.scotiafunds.com](http://www.scotiafunds.com), or from SEDAR at [www.sedar.com](http://www.sedar.com).

### Portfolio Advisor Quarterly Commentary as of 12-31-2011

Scotia Vision Conservative 2015 Portfolio delivered a return of 1.7% for the quarter versus the 2.8% return of the blended benchmark, consisting of 48% DEX Universe Bond, 26% S&P/TSX Composite, 16% MSCI World and 10% DEX 91 Day T-Bill indices.

The fourth quarter of 2011 ended with equities largely outperforming bonds, due to improving investor confidence. Positive U.S. economic news and the actions taken by European policymakers in dealing with the eurozone debt crisis were key factors in buoying the markets. Also, China's pre-emptive action to slow growth rates to sustainable levels appears to have worked, reducing concerns over rapid inflation.

The DEX Universe Bond Index returned 2.0% during the

quarter. While all three major sectors delivered positive returns, only provincial bonds outperformed the Index. With uncertainty surrounding the sustainability of the global economy, the Canadian equity market was resilient, returning 3.5% over the quarter, with six of the 10 sectors ending in positive territory. Over the period, the health care sector led the overall market, while information technology, materials, consumer discretionary and utilities posted a negative return. Global equities were also impacted by market uncertainty and the MSCI World Index ended the quarter with a gain of 5.3% (in Canadian dollars).

Scotia Global Bond Fund detracted from the portfolio's performance, while Scotia Canadian Dividend Fund had the largest positive impact on the portfolio's return.

### Disclosure

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 ® Registered trademark of The Bank of Nova Scotia, used under licence.

### IMPORTANT MUTUAL FUND INFORMATION

ScotiaFunds are available from Scotia Securities Inc., a corporate entity separate from, although wholly-owned by, The Bank of Nova Scotia, and other dealers. ScotiaFunds are managed by Scotia Asset Management L.P., a limited partnership wholly-owned directly and indirectly by The Bank of Nova Scotia.

Fund prices are provided for information purposes only. All information pertains to Class A units of the fund unless stated otherwise.

Units of the fund are only available for sale to residents of Canada, unless the laws of a foreign jurisdiction permit sales to its residents. Please contact your financial advisor for more details. The contents of this document should not be considered an offer to sell to, or a solicitation to buy mutual fund units from, any person in a jurisdiction where such offer or solicitation is considered unlawful.

Important information about the fund is contained in the Simplified Prospectus, which should be read carefully before investing. Commissions, trailing commissions, management fees and expenses may be associated with mutual fund investments. The performance data provided assumes reinvestment of distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. There can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment will be returned to you. Mutual funds are not covered by the Canada Deposit Insurance Corporation (CDIC) or by any other government deposit insurer. Past performance may not be repeated.

Scotia Asset Management L.P., as Manager of the ScotiaFunds, may compensate its staff and any appointed sub-distributor by regular payments based on the net asset value (NAV) of units held by investors. For further details, please refer to the Simplified Prospectus.