

GLOBAL EQUITIES

Performance (see notes on reverse side)

As of 03/31/06 (CAD\$)	QTR	YTD	1 year	3 years	5 years	Since inception
Hexavest Composite	6.07%	6.07%	14.68%	17.73%	5.51%	4.57%
MSCI World Net	6.46%	6.46%	13.81%	14.19%	0.19%	-0.30%
Value added	-0.39%	-0.39%	0.87%	3.54%	5.32%	4.87%

Positive contributors (quarter)

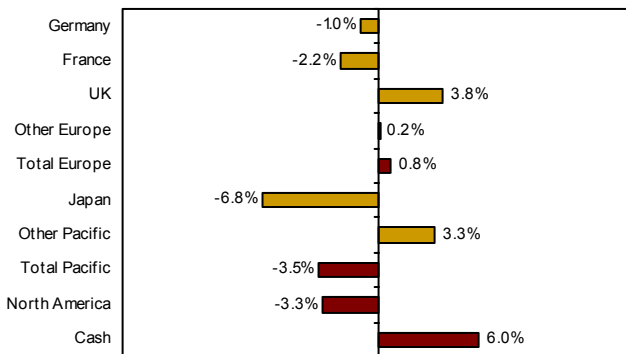
- Regional allocation: Underweighting in the US.
- Sector allocation: Overweighting in Materials, mainly in the gold and paper & forest products industries.

Negative contributors (quarter)

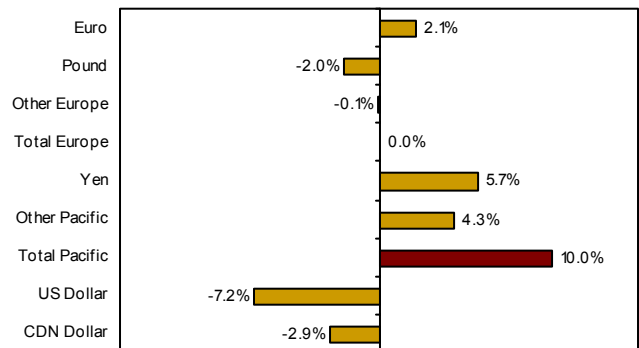
- Regional allocation: Underweighting in France, Germany, and Spain.
- Sector allocation: Overweighting in Healthcare and Telecoms (Europe) and underweighting in Financials and Technology (Europe).
- Cash position in a bull market.

Model Portfolio

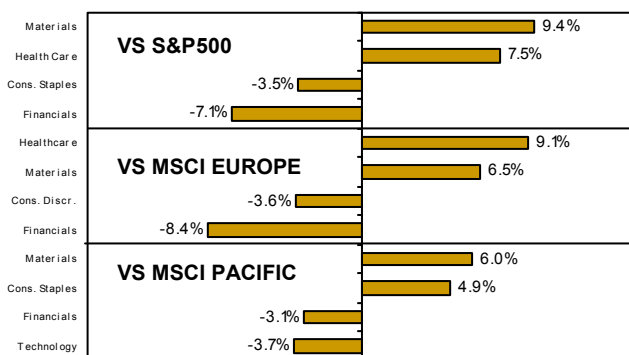
COUNTRY DEVIATIONS VS MSCI WORLD



CURRENCY DEVIATIONS VS MSCI WORLD



MAJOR SECTOR DEVIATIONS (EX. CASH)



TOP 10 STOCK HOLDINGS

Description	Country/Region	% of Portfolio
Intel Corp.	United States	1.8%
Merck & Co.	United States	1.7%
Pfizer Inc.	United States	1.6%
Johnson & Johnson	United States	1.4%
Glaxosmithkline	United Kingdom	1.4%
General Electric Co.	United States	1.3%
Bendigo Mining Ltd.	Australia	1.2%
Exxon Mobil Corp.	United States	1.1%
Oxiana Ltd.	Australia	1.0%
Amgen Inc.	United States	0.9%

Strategy

- **We are now underweight in Japan.** Profit momentum in Japan is waning and is likely to undermine investor confidence. Given this environment, we believe the Japanese stock market cannot sustain its 2005 surge.
- Positive economic news in the UK is on the rise. The British Finance Minister's new budget and calls for reform are bolstering corporate and consumer confidence. **We are overweighting UK stocks and favoring large caps.**
- It's hard to imagine that job creation in the States combined with interest rate and oil prices hikes won't have a negative impact on US companies' profit margins. **We are therefore maintaining a slight underweighting in the US.**
- In addition to enjoying an increasingly favorable climate, **Pharmaceuticals should find favor with investors looking for more defensive sectors** in the latter half of the year. **We are favoring the American and European paper & forest products industry.** Structural reform in these regions' industry is in full swing and is expected to generate substantial benefits for shareholders.

GLOBAL EQUITIES

Investment Team



Vital Proulx, CFA
Overall Portfolio Strategy



Marc Veilleux, Ph. D.
Pacific Rim
Director of Research
Currency Management
Quantitative Models



Denis Rivest, CFA
Europe
Risk Management



Frédéric Imbeault, M.Sc., CFA
Japan
Quantitative Models



Marc Lavoie, M.Sc., CA, CFA
Europe



Jean-René Adam, M.Sc., CFA
North America



Robert Brunelle, ASA, CFA
Chair of Investment Committee
Client Servicing

Distinctive Elements

Exceptional performance and risk/return profile

Experienced, stable and highly motivated team

- Team built steadily over 15 years
- All portfolio managers are shareholders

Clearly defined Philosophy and Style

- Consistently applied for over 15 years

Proprietary process, rigorous and well tested

- Fundamental research supported by proprietary quantitative models
- Continuous risk management
- Internally developed

Client servicing suited to your needs

Philosophy



Style

We believe that by actively managing all drivers of performance we maximize our chances of success and diversify our risks.



Core portfolio

We strive to protect the capital of our clients.



Value bias

Our competitive edge lies in our analysis of macro-economic factors and excess management at the security decision level.



Top-down approach

The vast quantity of economic and financial data requires a structured process.



Proprietary quantitative models supporting fundamental research

Summary

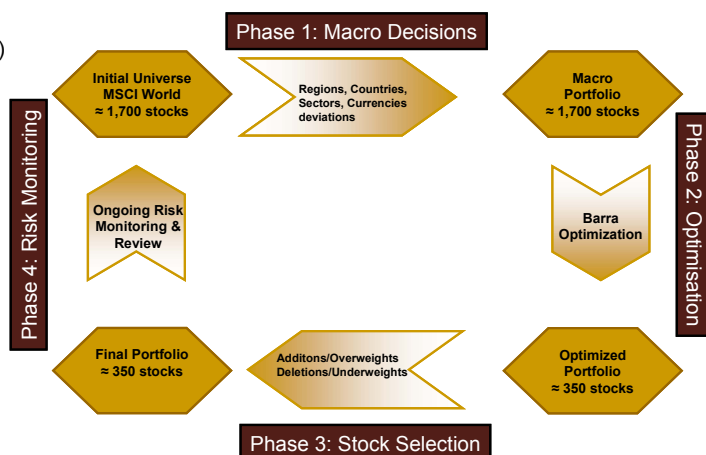
Benchmark:	MSCI WORLD
Value added objective:	2% (4-year moving periods)
Tracking error:	3% to 5%
# of holdings:	325 to 375
Derivatives:	0% to 40%
Active currency management:	Yes
Cash:	0% to 10%

Deviations vs Benchmark

Regions (ex. US):	± 15%
Countries (ex. US):	± 15%
Currencies (ex. US):	± 15%
US (market and currency)	
Max:	+ 15%
Min:	-Max(15% ; 40% x Index weight)
Sectors:	± 10%

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Process



Notes on performance

The performance shown is that of a composite of Global Equity mandates managed by Mr. Vital Proulx and his team at Natcan (1999 to 2004) and Hexavest (since May 2004).

The inception date of the composite is January 1, 1999.

Performance results are presented gross of management and custodial fees. Management fees for pooled fund mandates are:

0 to \$10 M:	0.60%
\$10 M to \$40 M:	0.50%
> \$40 M:	0.40%

As of December 31, 2005, custodial fees were 0.24%.