

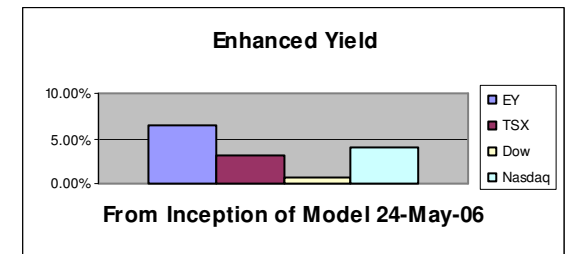
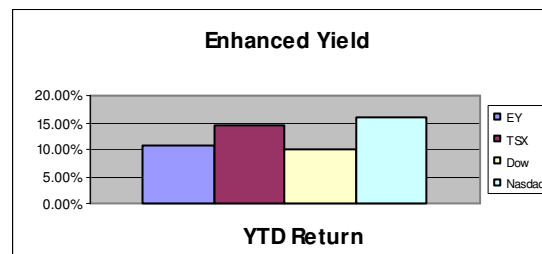
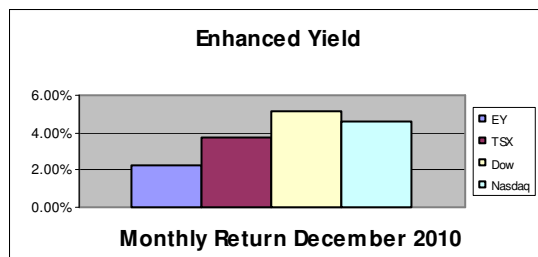
**Reporting Date:** for the month ended **December 31, 2010**

## Focused Strategy Series

### Enhanced Yield

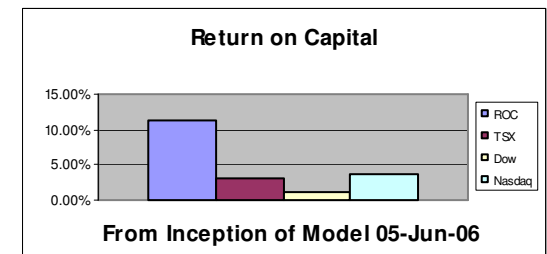
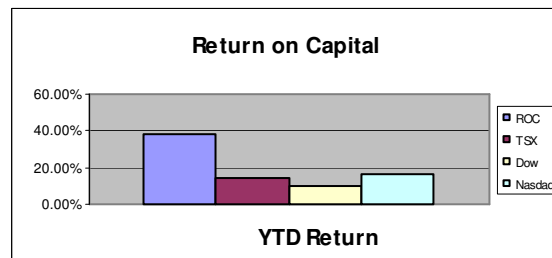
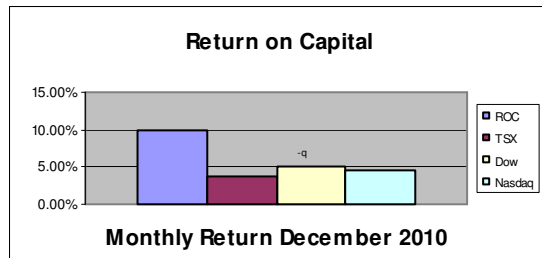
This portfolio invests primarily in large cap dividend paying stocks, but instead of just receiving the dividend, we use options strategies to enhance the yield. The Portfolio will generate income that will be made up of interest, dividends, distributions, option premiums, and capital gains. The strategy will mitigate volatility and capital risk, but will not eliminate it, this portfolio is unsuitable for anyone who cannot tolerate at least a moderate amount of volatility, or sustain a loss of a portion of their invested capital. The **Balanced Enhanced Yield** Portfolio is suitable for investors who cannot tolerate a low-moderate or moderate risk level in their portfolio. This model would have more balance in the nature of securities held by being exposed to 30-50% of bonds. The equity portion of the portfolio would be no different than the Enhance Yield Portfolio.

**Enhanced Yield Model Result:** Increased yield with reduced risk. Perfect for clients who need their portfolio to work for them and provide some income, whilst mitigating risk. The guideline minimum investment is \$500,000.



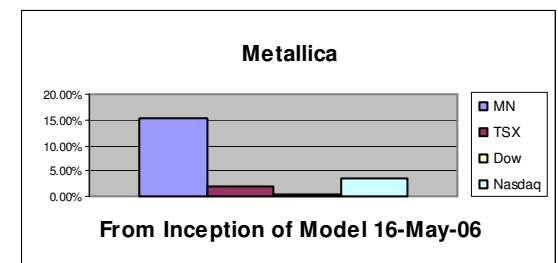
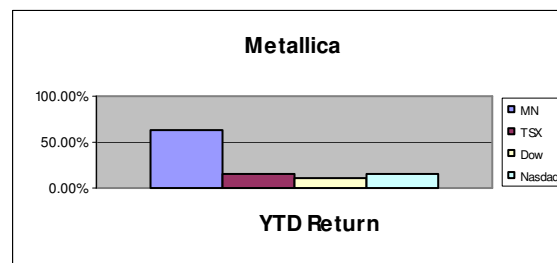
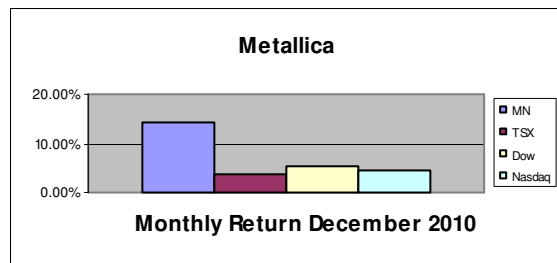
## Return on Capital (ROC)

Add a little spice to your investment portfolio by using this as part of your total investment package. The Return on Capital (ROC) is a group of small cap stocks that are all generating revenues and a growth in earnings. A team of Haywood Analysts use a proprietary fundamental measurement tool to determine the best picks for each month. Once a month, the most undervalued stocks are bought and the relatively more expensive stocks are sold. The recent market downturn has created significant opportunity within this population of companies producing positive cash flow and earnings. Minimum investment guideline is \$250,000.



## Metallica

Many Economists and Financial Analysts suggest we will be in a period of growing demand (emerging economies) and decreasing supply (the production cycle for a mine takes many years), for all metals over the next 5 -10 years. The recent cycle from increasing metals prices to the recent decline, points to an opportunity within the longer term positive trend. Using the extensive expertise available through Haywood's Analyst Team, we have put together a portfolio of metal stocks that are diversified by metal type, region, and production cycle. Minimum investment guideline is \$100,000.



\* The information presented herein was obtained from public sources believed to be reliable. Opinions based on this information are those of your Portfolio Manager and are not guaranteed. Past performance is not necessarily a guide to future returns, and investors may not get back the amount originally invested. Indicated rates of return do not take into account fees or income taxes. Haywood Securities is a member of the Canadian Investor Protection Fund.