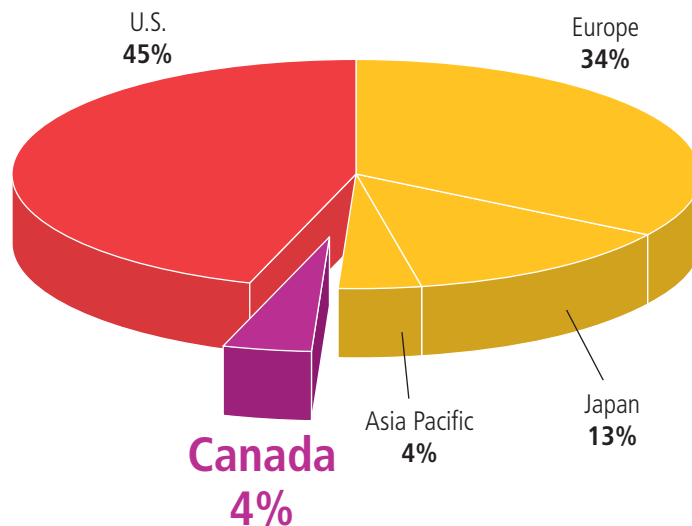


Why Diversify Globally?

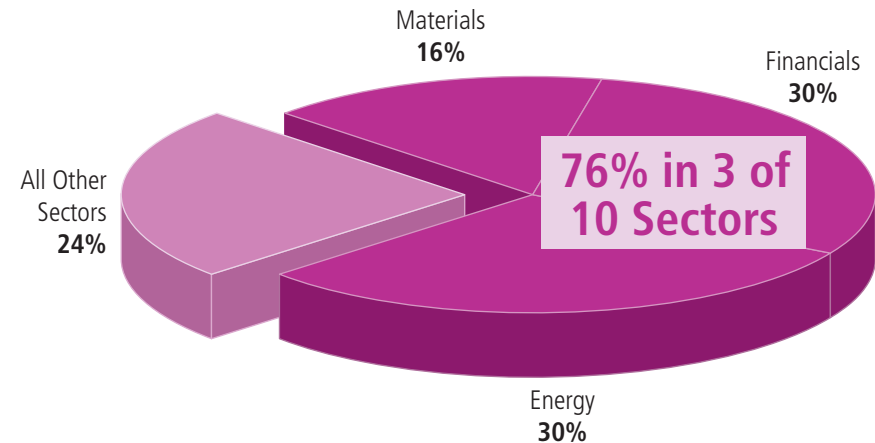
The answer is simple. Canada represents a tiny slice of the global economy and our market is highly concentrated in only three industry sectors. When your portfolio is narrowly concentrated, you could be **taking on more risk than you're comfortable with and missing out on potential growth opportunities elsewhere.**

MSCI World Index Country Breakdown



Data Source: Vestek May 31, 2006

S&P/TSX Composite Index Sector Breakdown

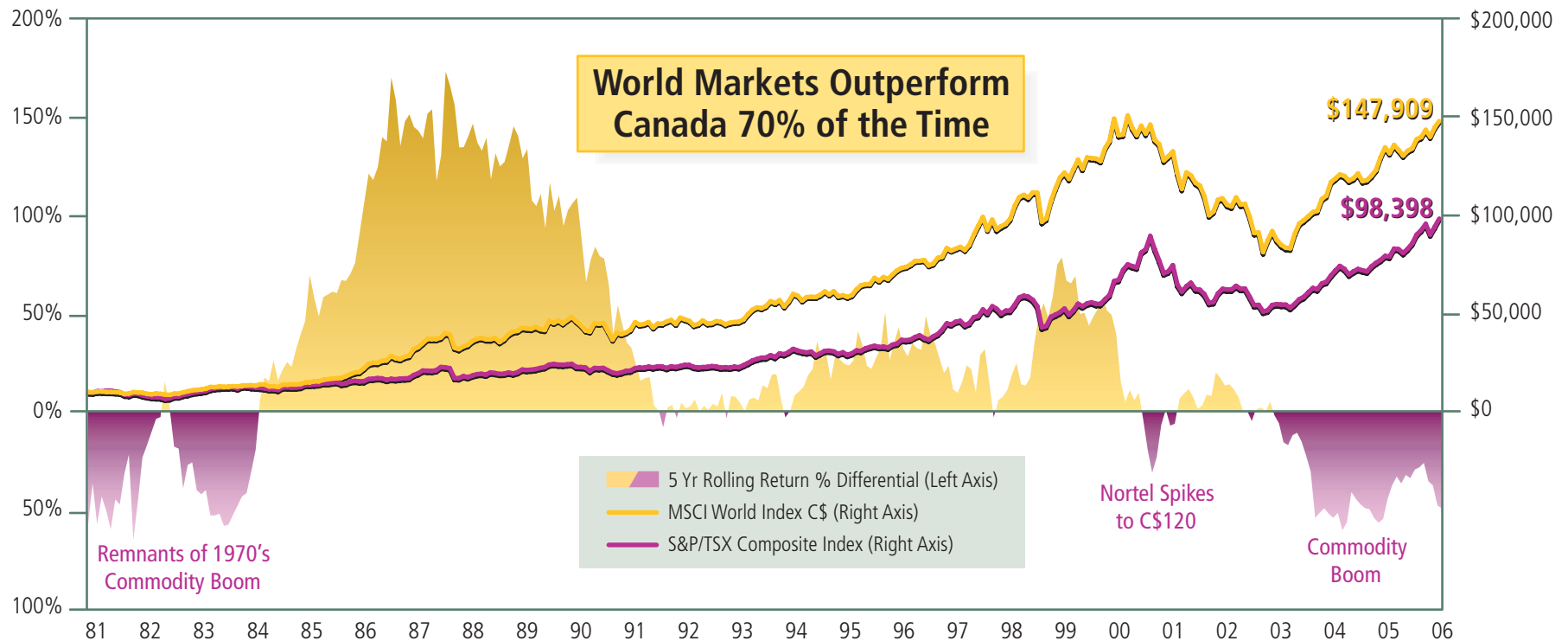


Data Source: Bloomberg May 31, 2006

As illustrated above, investing only in Canada means that you are **ignoring 96% of the developed global markets.** It also means that you likely have over **76% of your portfolio in only 3 industry sectors** – energy, materials and financials. Diversifying across geographic regions, asset classes, industry sectors, and asset management style could help to lower your overall portfolio risk. Global diversification means that **your portfolio could still perform positively even if one country, sector or management style does not.**

Why Diversify Globally?

25 Year History: MSCI World Index C\$ vs. S&P/TSX Composite Index
5 Year Rolling Return Differential & Growth of \$10,000



As illustrated with the shaded region above, when we look back at rolling five year returns over the last 25 years, the **global markets outperformed Canadian markets 70% of the time**. The commodity fuelled bull markets of the late 1970s and 2003 - 2006, and Nortel's rise in the year 2000 can be seen as rare examples of Canadian market outperformance. Over the past 25 years, **the global markets would have produced a cumulative return 39% higher than investing solely in Canada – a difference of \$49,510**. Global diversification could allow your portfolio to be positioned to take part in the gains of the global markets – rather than sitting on the sidelines.

The statements contained herein are based on material believed to be reliable, but are not guaranteed to be accurate or complete. The article is not intended to provide individual financial, legal, tax or investment advice. For information purposes only. Particular investment or trading strategies should be evaluated relative to each individual's objectives. TD Asset Management Inc. ("TDAM") is not liable for any errors or omissions in the information or for any loss or damage suffered. All trademarks are the property of their respective owners.

TD Mutual Funds is a trademark of The Toronto-Dominion Bank, used under license.