

## Annual Financial Statements

for the financial year ended August 31, 2009

### Statement of Investment Portfolio As at August 31, 2009

<i>Number of Units</i>		<i>Average Cost</i>	<i>Current Value</i>
		<i>(\$)</i>	<i>(\$)</i>
<b>Mutual Funds</b>			
728,214	Renaissance Global Focus Fund, Class 'O'	7,070,938	7,716,666
552,029	Renaissance Global Infrastructure Fund, Class 'O'	4,397,565	4,677,089
945,052	Renaissance Global Markets Fund, Class 'O'	7,207,422	7,744,757
274,987	Renaissance Global Small-Cap Fund, Class 'O'	3,363,205	3,111,274
1,889,940	Renaissance Global Value Fund, Class 'O'	8,622,012	7,795,472
<b>Total of Mutual Funds (100.31%)</b>		<b>30,661,142</b>	<b>31,045,258</b>
Less: Transaction costs included in average cost		—	
<b>Total of Investments (100.31%)</b>		<b>30,661,142</b>	<b>31,045,258</b>
Other Assets, less Liabilities (-0.31%)			(95,381)
<b>Total Net Assets (100.00%)</b>			<b>30,949,877</b>

## Supplemental Schedule to Statement of Investment Portfolio

### Risk Management

Investment Objective: Renaissance Optimal Global Equity Portfolio (the *Fund*) seeks to obtain long-term capital appreciation by investing primarily in units of global and/or Canadian mutual funds (the *Underlying Funds*).

Investment Strategies: The Fund will invest primarily in units of mutual funds managed by the Manager or its affiliates.

The Statement of Investment Portfolio presents the securities held by the Fund as at August 31, 2009 and groups the securities by asset type, industry sector, geographic region, or currency exposure. As the Fund invests in Underlying Funds, it may be indirectly exposed to credit, currency, and interest rate risks from these holdings. Only direct exposure to significant risks that are relevant to the Fund is discussed below. General information on risk management and specific discussion on credit, currency, interest rate, liquidity, and other price/market risk can be found in Note 2 of the financial statements.

#### **Credit Risk**

As at August 31, 2009, the Fund had no significant investments in fixed income securities and short-term investments.

#### **Currency Risk**

As at August 31, 2009, the Fund did not have a significant exposure to currency risk.

#### **Interest Rate Risk**

As at August 31, 2009, the majority of the Fund's financial assets and liabilities are non-interest bearing and short-term in nature; accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates.

#### **Liquidity Risk**

The Fund is exposed to daily cash redemptions of redeemable units. The Fund retains sufficient cash and cash equivalent positions to maintain adequate liquidity.

#### **Other Price/Market Risk**

The table below indicates the change in net assets had the value of the Fund's benchmark(s) increased or decreased by 1% as at August 31, 2009. This change is estimated based on the historical correlation between the return of the Fund as compared to the return of the Fund's benchmark(s), using 36 monthly data points, as available, based on the monthly net returns of the Fund.

<i>Benchmark</i>	<i>Impact on Net Assets (\$)</i>
MSCI World Index	283,962

This analysis assumes that all other variables remained unchanged. The historical correlation may not be representative of the future correlation and, accordingly, the impact on net assets could be materially different.

**Statements of Net Assets**  
(in 000s, except per unit amounts)

As at August 31, 2009 and 2008 (note 1)

	2009	2008
<b>Assets</b>		
Investments at current value (notes 2 and 3)	\$ 31,045	\$ 41,603
Accrued interest and dividends receivable	—	1
Receivable for units issued	56	5
<b>Total Assets</b>	<b>31,101</b>	<b>41,609</b>
<b>Liabilities</b>		
Bank overdraft	—	381
Payable for units redeemed	83	185
Management fees payable	61	91
Other accrued expenses	7	9
<b>Total Liabilities</b>	<b>151</b>	<b>666</b>
<b>Total Net Assets</b>	<b>\$ 30,950</b>	<b>\$ 40,943</b>
<b>Net Assets per Class</b>		
Class A	\$ 30,639	\$ 40,654
Class F	\$ 84	\$ 41
Class O	\$ 227	\$ 248
<b>Net Assets per Unit</b> (notes 4 and 12)		
Class A	\$ 5.93	\$ 6.57
Class F	\$ 7.63	\$ 8.35
Class O	\$ 7.48	\$ 8.05

**Statements of Changes in Net Assets**  
(in 000s)

For the periods ended August 31, 2009 and 2008 (note 1)

	2009	2008
<b>Class A Units</b>		
<b>Increase (Decrease) in Net Assets from Operations</b>	<b>\$ (4,565)</b>	<b>\$ (6,502)</b>
<b>Changes Due to Unitholder Transactions</b>		
Amount received from the issuance of units	1,391	1,529
Amount paid on redemptions of units	(6,841)	(15,947)
	(5,450)	(14,418)
<b>Increase (Decrease) in Net Assets for the Period</b>	<b>(10,015)</b>	<b>(20,920)</b>
<b>Net Assets at Beginning of Period</b>	<b>40,654</b>	<b>61,574</b>
Adjustment to beginning net assets on adoption of new accounting policy	—	—
<b>Net Assets at End of Period</b>	<b>\$ 30,639</b>	<b>\$ 40,654</b>
<b>Class F Units</b>		
<b>Increase (Decrease) in Net Assets from Operations</b>	<b>\$ 2</b>	<b>\$ (5)</b>
<b>Changes Due to Unitholder Transactions</b>		
Amount received from the issuance of units	50	1
Amount paid on redemptions of units	(9)	(1)
	41	—
<b>Increase (Decrease) in Net Assets for the Period</b>	<b>43</b>	<b>(5)</b>
<b>Net Assets at Beginning of Period</b>	<b>41</b>	<b>46</b>
Adjustment to beginning net assets on adoption of new accounting policy	—	—
<b>Net Assets at End of Period</b>	<b>\$ 84</b>	<b>\$ 41</b>
<b>Class O Units</b>		
<b>Increase (Decrease) in Net Assets from Operations</b>	<b>\$ (18)</b>	<b>\$ (23)</b>
<b>Changes Due to Unitholder Transactions</b>		
Amount received from the issuance of units	—	1
Amount paid on redemptions of units	(3)	(4)
	(3)	(3)
<b>Increase (Decrease) in Net Assets for the Period</b>	<b>(21)</b>	<b>(26)</b>
<b>Net Assets at Beginning of Period</b>	<b>248</b>	<b>274</b>
Adjustment to beginning net assets on adoption of new accounting policy	—	—
<b>Net Assets at End of Period</b>	<b>\$ 227</b>	<b>\$ 248</b>

**Statements of Operations**  
(in 000s, except per unit amounts)

For the periods ended August 31, 2009 and 2008 (note 1)

	2009	2008
<b>Income</b>		
Investment income	\$ 514	\$ 490
	514	490
<b>Expenses</b> (notes 5 and 8)		
Management fees	794	1,274
Audit fees	15	13
Custodial fees	18	17
Legal fees	1	2
Regulatory fees	21	13
Unitholder reporting costs	264	405
Other expenses	25	25
	1,138	1,749
Expenses waived/absorbed by the Manager	(275)	(344)
	863	1,405
<b>Net Investment Income (Loss)</b>	<b>(349)</b>	<b>(915)</b>
<b>Realized and Unrealized Gain (Loss) on Investments</b>		
Net realized gain (loss) on sale of investments <sup>1</sup>	(3,536)	817
Transaction costs	—	—
Increase (decrease) in unrealized appreciation (depreciation) of investments	(696)	(6,432)
<b>Net Gain (Loss) on Investments</b>	<b>(4,232)</b>	<b>(5,615)</b>
<b>Increase (Decrease) in Net Assets from Operations</b>	<b>\$ (4,581)</b>	<b>\$ (6,530)</b>
<b>Increase (Decrease) in Net Assets from Operations per Class</b>		
Class A	\$ (4,565)	\$ (6,502)
Class F	\$ 2	\$ (5)
Class O	\$ (18)	\$ (23)
<b>Increase (Decrease) in Net Assets from Operations per Unit</b>		
Class A	\$ (0.81)	\$ (0.90)
Class F	\$ 0.25	\$ (1.03)
Class O	\$ (0.58)	\$ (0.75)

<sup>1</sup> **Net Realized Gain (Loss) on Sale of Investments**  
(excluding short-term investments) (in 000s)

	2009	2008
<b>Cost of Investments Held at Beginning of Period</b>	<b>\$ 40,522</b>	<b>\$ 54,446</b>
Purchases	20,119	1,520
<b>Cost of Investments Held at End of Period</b>	<b>60,641</b>	<b>55,966</b>
<b>Cost of Investments Sold or Matured</b>	<b>29,980</b>	<b>15,444</b>
Proceeds from sales or maturities	26,444	16,261
<b>Net Realized Gain (Loss) on Sale of Investments</b>	<b>\$ (3,536)</b>	<b>\$ 817</b>

# Notes to Financial Statements

August 31, 2009 and 2008

## 1. Renaissance Investments family of funds — Organization of the Funds and Financial Reporting Periods

Each of the funds in the Renaissance Investments family of funds (individually, a "Fund", and collectively, the "Funds") is a mutual fund trust organized under the laws of Ontario and governed by a declaration of trust ("Declaration of Trust").

The Funds are managed by CIBC Asset Management Inc. (the "Manager"). The Manager is also the trustee, registrar, and transfer agent of the Funds.

Each Fund may issue an unlimited number of classes of units and unlimited number of units of each class. Class A, Class F, and Class O units of each of the Funds are available for sale (except Renaissance Canadian T-Bill Fund and Renaissance U.S. Money Market Fund, which offer only Class A and Class O units, Renaissance Money Market Fund, which offers only Class A, Class O, and Premium Class units, and Renaissance Optimal Income Portfolio, which offers Class A, Class T6, Class T8, Class F, and Class O units). Each class may charge a different management fee and operating expenses can either be common or class-specific. Class-specific expenses are allocated on a class-by-class basis. As a result, a separate net asset value per unit is calculated for each class of units.

Class A units are available to all investors on a load basis. Investors may pay a sales commission when purchasing Class A units of the Funds and may be charged a redemption fee if they redeem their Class A units. They may have to pay a short-term trading fee, if applicable.

Class T6 and Class T8 units are the same as Class A units, except that they each intend to pay a unique fixed distribution amount per unit.

Class F units are available to investors participating in programs that do not require the payment of sales charges by investors and do not require the payment of service or trailing commissions to dealers. For these investors, the Manager "unbundles" the typical distribution costs and charges a lower management fee. Potential investors include clients of "fee-for-service" investment advisors, dealer-sponsored "wrap accounts", and others who pay an annual fee to their dealer instead of transactional sales charges and where the dealer does not receive service fees or trailing commissions from the Manager.

Premium Class units are available to investors with a minimum initial investment of \$25,000 on a load basis. Investors do pay a sales commission when purchasing Premium Class units of the Funds, and may be charged a redemption fee if they redeem their Premium Class units.

Class O units are only available to selected investors who have been approved by and have entered into a Class O account agreement with the Manager. These investors are typically financial services companies, including the Manager, that use Class O units of the Funds to facilitate offering other products to investors. No management fees or operating expenses are charged to the Funds in respect of Class O units; instead, a negotiated management fee is charged by the Manager directly to or as directed by, Class O unitholders.

The Statement of Investment Portfolio of each Fund is as at August 31, 2009. The Statements of Net Assets are as at August 31, 2009 and 2008 and the Statements of Operations and Statements of Changes in Net Assets are for the 12-month periods ended August 31, 2009 and 2008, except for Funds or classes established during either period, in which case the information presented is from the Date Established or the Inception Date to August 31, 2009 or August 31, 2008.

"Date Established" is the date on which a Fund was established by Declaration of Trust. "Inception Date" is the date upon which a class of units of a Fund were first sold to the public.

Fund	Date Established	Inception Date					
		Class A Units	Class T6 Units	Class T8 Units	Class F Units	Class O Units	Premium Class Units
Renaissance Money Market Fund	February 10, 1986	January 2, 1987	n/a	n/a	n/a	July 20, 2007	August 21, 2006
Renaissance Canadian T-Bill Fund	August 21, 1987	August 21, 1987	n/a	n/a	n/a	n/a	n/a
Renaissance U.S. Money Market Fund (\$U.S.)	March 30, 1987	March 30, 1987	n/a	n/a	n/a	May 1, 2009	n/a
Renaissance Short-Term Income Fund <sup>1</sup>	April 24, 1974	October 1, 1974	n/a	n/a	February 21, 2002	June 1, 2001	n/a
Renaissance Canadian Bond Fund	June 21, 1972	January 1, 1973	n/a	n/a	August 10, 2004	July 14, 2005	n/a
Renaissance Real Return Bond Fund <sup>2</sup>	November 8, 2002	June 2, 2003	n/a	n/a	September 27, 2005	March 15, 2005	n/a
Renaissance High-Yield Bond Fund <sup>3</sup>	September 23, 1994	September 23, 1994	n/a	n/a	October 11, 2005	November 14, 2007	n/a
Renaissance Global Bond Fund	October 6, 1992	October 21, 1992	n/a	n/a	August 22, 2007	July 13, 2005	n/a
Renaissance Canadian Balanced Fund	December 10, 1984	December 10, 1984	n/a	n/a	November 23, 2005	November 17, 2003	n/a
Renaissance Canadian Balanced Value Fund	January 19, 1999	March 10, 1999	n/a	n/a	October 7, 2005	March 15, 2005	n/a
Renaissance Canadian Asset Allocation Fund	February 10, 1986	February 10, 1986	n/a	n/a	September 28, 2001	June 1, 2001	n/a
Renaissance Optimal Income Portfolio	August 20, 2007	November 13, 2007	November 15, 2007	November 15, 2007	December 4, 2007	n/a	n/a
Renaissance Canadian Dividend Income Fund	November 8, 2002	November 8, 2002	n/a	n/a	October 19, 2005	August 11, 2005	n/a
Renaissance Canadian Monthly Income Fund	October 30, 1997	October 30, 1997	n/a	n/a	June 13, 2007	n/a	n/a
Renaissance Diversified Income Fund	November 8, 2002	February 4, 2003	n/a	n/a	October 14, 2005	July 12, 2005	n/a
Renaissance Dividend Fund	August 25, 1995	September 12, 1995	n/a	n/a	December 18, 2001	n/a	n/a
Renaissance Millennium High Income Fund	January 6, 1997	February 13, 1997	n/a	n/a	September 6, 2001	April 18, 2002	n/a
Renaissance Canadian Core Value Fund	September 23, 1994	September 23, 1994	n/a	n/a	September 26, 2005	November 17, 2003	n/a
Renaissance Canadian Growth Fund	October 30, 1985	October 30, 1985	n/a	n/a	November 24, 2005	July 12, 2005	n/a
Renaissance Canadian Small-Cap Fund	October 22, 1996	October 25, 1996	n/a	n/a	November 3, 2005	July 12, 2005	n/a
Renaissance Millennium Next Generation Fund	August 13, 1993	January 19, 1999	n/a	n/a	February 14, 2001	n/a	n/a
Renaissance U.S. Equity Value Fund	November 24, 1998	December 17, 1998	n/a	n/a	November 3, 2005	November 17, 2003	n/a
Renaissance U.S. Equity Growth Fund	October 30, 1985	October 30, 1985	n/a	n/a	August 20, 2008	July 12, 2005	n/a
Renaissance U.S. Equity Fund <sup>4</sup>	October 22, 1996	October 25, 1996	n/a	n/a	November 23, 2005	n/a	n/a
Renaissance International Dividend Fund <sup>5</sup>	October 22, 1996	October 25, 1996	n/a	n/a	September 28, 2005	n/a	n/a
Renaissance International Equity Fund	November 6, 2000	January 2, 2001	n/a	n/a	May 16, 2006	n/a	n/a
Renaissance Global Markets Fund	October 6, 1992	January 11, 1993	n/a	n/a	October 19, 2001	November 24, 2006	n/a
Renaissance Optimal Global Equity Portfolio <sup>6</sup>	February 4, 2000	February 16, 2000	n/a	n/a	May 9, 2001	April 18, 2002	n/a
Renaissance Global Value Fund	January 21, 1998	May 1, 1998	n/a	n/a	February 22, 2002	January 2, 2001	n/a
Renaissance Global Growth Fund	November 24, 1998	December 17, 1998	n/a	n/a	September 26, 2005	May 31, 2006	n/a
Renaissance Global Focus Fund	September 3, 1999	September 6, 1999	n/a	n/a	April 5, 2007	May 31, 2006	n/a
Renaissance Global Small-Cap Fund	January 21, 1998	February 2, 1998	n/a	n/a	January 31, 2001	January 2, 2001	n/a
Renaissance European Fund	November 24, 1993	November 24, 1993	n/a	n/a	August 17, 2007	n/a	n/a
Renaissance Asian Fund	October 6, 1989	January 2, 1990	n/a	n/a	May 17, 2002	n/a	n/a
Renaissance China Plus Fund	January 21, 1998	February 2, 1998	n/a	n/a	May 10, 2001	January 2, 2001	n/a
Renaissance Emerging Markets Fund	October 22, 1996	October 25, 1996	n/a	n/a	May 25, 2007	n/a	n/a
Renaissance Global Infrastructure Fund	August 20, 2007	November 13, 2007	n/a	n/a	November 19, 2007	November 19, 2007	n/a
Renaissance Global Health Care Fund	October 2, 1996	November 2, 1996	n/a	n/a	December 12, 2000	January 2, 2001	n/a
Renaissance Global Resource Fund	July 30, 2002	August 2, 2002	n/a	n/a	November 27, 2003	January 11, 2007	n/a
Renaissance Global Science & Technology Fund	October 2, 1996	October 28, 1996	n/a	n/a	December 14, 2000	January 2, 2001	n/a

<sup>1</sup>Formerly Renaissance Canadian Income Fund

<sup>2</sup>Formerly Renaissance Canadian Real Return Bond Fund

<sup>3</sup>Formerly Renaissance Canadian High Yield Bond Fund

<sup>4</sup>Formerly Renaissance U.S. Index Fund

<sup>5</sup>Formerly Renaissance International Index Fund

<sup>6</sup>Formerly Renaissance Global Multi Management Fund

## 2. Summary of Significant Accounting Policies

These financial statements, prepared in accordance with Canadian generally accepted accounting principles ("GAAP"), include estimates and assumptions made by management that affect the reported amounts of assets, liabilities, income, and expenses during the reporting periods. Actual results may differ from such estimates.

### Adoption of New Accounting Standards

#### CICA Handbook Section 1535, Capital Disclosures

The Canadian Institute of Chartered Accountants ("CICA") issued CICA Handbook Section 1535, Capital Disclosures, effective for interim and annual financial statements relating to fiscal years beginning on or after October 1, 2007. The main objective of this new standard is to disclose information about a legal entity's capital and how it is managed. On September 1, 2008, the Funds

## Notes to Financial Statements

adopted this new standard. The adoption of this standard did not have an impact on the Funds' results of operations or financial positions. The additional disclosure required by this standard can be found in Note 4, Units Issued and Outstanding.

### **CICA Emerging Issues Committee Abstract 173, Credit Risk and the Fair Value of Financial Assets and Financial Liabilities**

Effective January 1, 2009, the Funds adopted retrospectively without restatement, the CICA Emerging Issues Committee Abstract EIC-173, Credit Risk and the Fair Value of Financial Assets and Liabilities. EIC-173 requires the Funds' own credit risk and the credit risk of the counterparties to be taken into account in determining the fair value of financial assets and liabilities, including derivative instruments. The adoption of EIC-173 did not have a material impact on the financial position or results of operations of the Funds.

### **CICA Handbook Sections 3862 and 3863, Financial Instruments — Disclosures and Financial Instruments — Presentation**

The CICA issued CICA Handbook Section 3862, Financial Instruments — Disclosures (*Section 3862*), and CICA Handbook Section 3863, Financial Instruments — Presentation (*Section 3863*), effective for interim and annual financial statements relating to fiscal years beginning on or after October 1, 2007. These standards provide comprehensive disclosure and presentation requirements for financial instruments. Section 3862 replaces the disclosure portion of CICA Handbook Section 3861, Financial Instruments — Disclosure and Presentation (*Section 3861*), and introduces new requirements for specific qualitative and quantitative disclosure about risks. This includes the requirements to quantify exposures for certain risks and provide sensitivity analysis for some risks. The main objective of this new standard is to enable investors to evaluate the significance of financial instruments, the nature and extent of risks involved, and how these risks are managed. Section 3863 carries forward the presentation requirements from Section 3861, unchanged. On September 1, 2008, the Funds adopted these standards retroactively without restatement of prior period financial statements in accordance with their transitional provisions. The adoption of these standards did not have an impact on net assets, increase (decrease) in net assets from operations, or increase (decrease) in net assets from operations per unit of the Funds.

Please refer to each Fund's Supplemental Schedule to Statement of Investment Portfolio for specific risk disclosure.

#### **a) Risk management**

The Funds' overall risk management approach includes formal guidelines that govern the extent of exposure to various types of risk, including diversification within asset classes and limits on the exposure to individual investments and counterparties. In addition, derivative financial instruments may be used to manage certain risk exposures. The Manager also has various internal controls to oversee the Funds' investment activities, including monitoring compliance with the investment objectives and strategies, internal guidelines, and securities regulations. Please refer to each Fund's Supplemental Schedule to Statement of Investment Portfolio for specific risk disclosures.

#### **Credit risk**

Credit risk is the risk that a counterparty to a financial instrument, such as a fixed income security or a derivative contract, will fail to discharge an obligation or commitment that it has entered into with the Funds. The value of fixed income securities and derivatives as presented on the Statement of Investment Portfolio includes consideration of the creditworthiness of the issuer and, accordingly, represents the maximum credit risk exposure of the Funds. Certain Funds may invest in short-term fixed income securities issued or guaranteed primarily by the Government of Canada or any Canadian provincial government, obligations of chartered Canadian banks, trust companies, and commercial paper with approved credit ratings. The risk of default on these short-term fixed income securities is considered low and these securities primarily have credit ratings of 'A-1 (Low)' or higher (as rated by Standard & Poor's, a division of The McGraw-Hill Companies, Inc., or equivalent rating from another rating service).

#### **Currency risk**

Currency risk is the risk that the value of an investment will fluctuate due to changes in foreign exchange rates. This is because mutual funds may invest in securities denominated or traded in currencies other than the Fund's reporting currency.

#### **Interest rate risk**

Prices of fixed income securities generally increase when interest rates decline and decrease when interest rates rise. This risk is known as interest rate risk. Prices of longer-term fixed income securities will generally fluctuate more in response to interest rate changes than would shorter-term securities. Due to the nature of short-term fixed income securities with a remaining term-to-maturity of less than one year, these investments are not generally exposed to a significant risk that their value will fluctuate in response to changes in the prevailing levels of market interest rates.

#### **Liquidity risk**

The Funds are exposed to daily cash redemptions of redeemable units. The Funds retain sufficient cash and cash equivalent positions to maintain adequate liquidity. In accordance with securities regulations, Funds are restricted from purchasing additional illiquid assets if, immediately after the purchase, more than 10% of their assets, based on market value at time of purchase, would consist of illiquid assets.

#### **Other price/market risk**

Other price/market risk is the risk that the value of investments will fluctuate as a result of changes in market conditions. Several factors can influence market trends, such as economic developments, changes in interest rates, political changes, and catastrophic events. All investments are exposed to other price/market risk.

#### **b) Investment Transactions, Income Recognition, and Recognition of Realized and Unrealized Gains and Losses**

- i) Each transaction of purchase or sale of a portfolio asset by a Fund is reflected in the net assets no later than the first computation of net assets made after the date on which the transaction becomes binding upon the Fund.
- ii) Interest income is recorded on the accrual basis.
- iii) Dividend income is recorded on the ex-dividend date.
- iv) Securities that are exchange-traded are recorded at current value, established by the closing bid price.
- v) Realized gains and losses on investments and unrealized appreciation or depreciation of investments are calculated using the average cost, excluding transaction cost, of the related investments.
- vi) Other income is the sum of income, excluding transaction costs, other than that which is separately classified on the Statements of Operations.

#### **c) Portfolio Securities**

The cost of securities of the Fund is determined in the following manner. Securities are purchased and sold at a market-traded price to arrive at a value for the position traded. The total purchased value represents the total cost of the security to the Fund. When additional units of the same security are purchased, the cost of those additional units is added to the total security cost. When units of the same security are sold, the proportionate cost of the units of the security sold is deducted from the total security cost. If there is a return of capital paid by a security, the amount of this return of capital is deducted from the total security cost. This method of tracking security cost is known as "average cost" and the current total for any one security is referred to as the "adjusted cost base" or "ACB" of the security. Transaction costs incurred in portfolio transactions are excluded from the average cost of investments and are recognized immediately in net income and are presented as a separate expense item in the financial statements.

The difference between the current value of securities and their average cost, excluding transaction costs, represents the unrealized appreciation (depreciation) in value of the portfolio investments. The applicable period change in unrealized appreciation (depreciation) of investments is included on the Statements of Operations.

Short-term investments on the Statement of Investment Portfolio are presented at their current value. Accrued interest for bonds is disclosed separately on the Statements of Net Assets.

#### **d) Foreign Exchange**

The value of investments and other assets and liabilities denominated in foreign currencies is translated into Canadian dollars (except for Renaissance U.S. Money Market Fund, which is valued in U.S. dollars) at the current rates prevailing on each valuation date.

Purchases and sales of investments, income, and expenses are translated into Canadian dollars at the foreign exchange rates prevailing on the dates of such transactions. Foreign currency translation gains (losses) on investments and income transactions are included in Net realized gain (loss) on foreign currency and in Income, respectively, on the Statements of Operations.

#### **e) Forward Foreign Currency Contracts**

The Funds may enter into forward foreign currency contracts for either hedging or non-hedging purposes where such activity is consistent with their investment objectives and as permitted by the Canadian securities regulatory authorities.

Changes in the value of forward foreign currency contracts are recorded as Unrealized gain (loss) on forward foreign currency contracts on the Statements of Net Assets, and are recorded as an Increase (decrease) in unrealized appreciation (depreciation) of investments during the applicable period on the Statements of Operations.

The gain or loss arising from the difference between the value of the original forward foreign currency contract and the contract at close or delivery is realized and recorded as Net realized gain (loss) on foreign currency for Funds that use the forward foreign currency contracts for hedging, or as Income (loss) from forward foreign currency contracts for Funds that do not use the forward foreign currency contracts for hedging.

#### **f) Futures Contracts**

The margin deposits with brokers relating to futures contracts are included in Margin on the Statements of Net Assets. Any change in the margin requirement is settled daily, and is included in Receivable for portfolio securities sold or Payable for portfolio securities purchased on the Statements of Net Assets.

## Notes to Financial Statements

Any difference between the settlement value at the close of business on each valuation date and the settlement value at the close of business on the previous valuation date is recorded as Income (loss) from futures contracts on the Statements of Operations.

### g) Bond Forward Contracts

Changes in the value of bond forward contracts are recorded as Unrealized gain (loss) on bond forward contracts on the Statements of Net Assets, and are recorded as an Increase (decrease) in unrealized appreciation (depreciation) of investments during the applicable period on the Statements of Operations.

### h) Options

Premiums paid for purchased call and put options are included in Investments at current value on the Statements of Net Assets. When a purchased option expires, the Fund will realize a loss in the amount of the cost of the option. For a closing transaction, the Fund will realize a gain or loss depending on whether the proceeds are greater or less than the premium paid at the time of purchase. When a purchased call option is exercised, the cost of the security purchased is increased by the premium paid at the time of purchase.

Premiums received from writing options are included in Investments at current value on the Statements of Net Assets as initial reductions in the value of investments. Premiums received from writing options that expire unexercised are recorded as Income on the Statements of Operations. For a closing transaction, if the cost of closing the transaction exceeds the premium received, the Funds will record a realized loss, or if the premium received at the time the option was written is greater than the amount paid, the Funds will record a realized gain. If a written put option is exercised, the cost for the security delivered is reduced by the premiums received at the time the option was written.

### i) Securities Lending

The Funds may lend portfolio securities in order to earn additional revenue, which is disclosed on the Statements of Operations. The loaned assets of any one Fund are not permitted to exceed 50% of the current value of the assets of that Fund (excluding collateral debt for the loaned securities). The minimum allowable collateral is 102% of the current value of the loaned securities as per the requirements of National Instrument 81-102 *Mutual Funds*. Collateral can consist of the following:

- i) Cash.
- ii) An evidence of indebtedness that is issued or fully and unconditionally guaranteed as to the principal and interest by: a) the government of Canada, or a province or territory of Canada; b) the government of the United States of America or the government of one of the states of the United States of America; c) the government of another sovereign state, or a permitted supranational agency, if, in each case, the evidence of indebtedness has an approved credit rating; or d) a Canadian financial institution or a financial institution that is not incorporated or organized under the laws of Canada or of a province or territory of Canada, if, in either case, evidences of indebtedness of that issuer or guarantor that are rated as short-term debt by an approved credit rating organization have an approved credit rating.
- iii) Irrevocable letters of credit issued by a Canadian financial institution, if evidences of indebtedness of the Canadian financial institution that are rated as short-term debt by an approved credit rating organization have an approved credit rating.
- iv) Securities that are immediately convertible into securities of the same issuer, class, or type, and the same term, as the securities loaned.
- v) Commercial paper with a term to maturity of 365 days or less with an approved credit rating and that was issued by a company other than a government or permitted supranational agency.

The market value of the loaned securities is determined on the close of any valuation date and any additional required collateral is delivered to the Funds on the next business day. The securities on loan continue to be included on the Statement of Investment Portfolio and are included in the total value on the Statements of Net Assets in Investments at current value.

### j) Multi-Class Structured Funds

Each Fund may issue an unlimited number of classes of units. The realized and unrealized capital gains or losses, income, and common expenses (other than class-specific operating expenses and management fees) of the Fund are allocated on each valuation date to the unitholders in proportion to the respective prior day's net asset value, which includes unitholder trade(s) dated for that day, of each class at the date of which the allocation is made. All class-specific operating expenses and management fees do not require allocation. All class-specific operating expenses are paid by the Manager and are collected from the Funds on a recoverable basis.

### k) Other Assets and Liabilities

Other assets and liabilities are recorded at cost, which approximates their current value.

### l) Legend for Abbreviations

The following is a list of abbreviations (foreign currency translation and others) that may be used in the Statements of Investment Portfolio:

#### Currency Abbreviations

AUD – Australian Dollar	KRW – South Korean Won
BRL – Brazilian Real	MXN – Mexican Peso
CAD – Canadian Dollar	MYR – Malaysian Ringgit
CHF – Swiss Franc	NOK – Norwegian Krone
CNY – Chinese Renminbi	NZD – New Zealand Dollar
CZK – Czech Koruna	PHP – Philippine Peso
DKK – Danish Krone	PLN – Polish Zloty
EUR – Euro	SEK – Swedish Krona
GBP – British Pound	SGD – Singapore Dollar
HKD – Hong Kong Dollar	THB – Thai Baht
HUF – Hungarian Forint	TRY – New Turkish Lira
IDR – Indonesian Rupiah	TWD – Taiwan Dollar
INR – Indian Rupee	USD – United States Dollar
JPY – Japanese Yen	ZAR – South African Rand

#### Other Abbreviations

ADR – American Depository Receipt	MSCI – Morgan Stanley Capital International
ADC – Austrian Depository Receipt	NVDR – Non-Voting Depository Receipt
CVO – Contingent Value Obligations	OPaLS – Optimized Portfolios as Listed Securities
ETF – Exchange Traded Fund	PERLES – Performance Linked to Equity Securities
FDR – Finnish Depository Receipt	SDR – Swedish Depository Receipt
GDR – Global Depository Receipt	iUnits – Index Units
iShares – Index Shares	
IPN – International Participation Note	
LEPOs – Low Exercise Price Options	

### m) International Financial Reporting Standards

At August 31, 2009, the Manager has developed a changeover plan to meet the timetable published by the CICA for changeover to International Financial Reporting Standards ("IFRS"). The key elements of the plan include continuing the diagnostic assessment that began in 2008, solutions development throughout 2009 and 2010, implementation by the end of 2011, and the preparation of the 2012 financial statements in accordance with IFRS.

The potential qualitative impact of the changeover to IFRS is currently expected to include Statements of Cashflows (prepared using indirect method), starting with the 2012 financial statements with comparatives for 2011. There will also be additional changes to the Statement of Net Assets around the disclosure of unitholders' equity, and also the potential to consolidate financial statements where one Fund holds a controlling position of another Fund. Additional note disclosure as required will be added to support the new statement and equity presentation/consolidation.

Disclosures of the quantitative impact, if any, will be in the 2011 financial statements. Based on the Manager's current understanding of the differences between Canadian GAAP and IFRS, the Manager does not expect an impact to net assets or net assets per unit from the changeover to IFRS.

### 3. Valuation of Investments

The valuation date ("Valuation Date") for a Fund is any day the Toronto Stock Exchange is open for business. The trustee may, at its discretion, establish other Valuation Dates.

The value of the investments or assets of a Fund is determined as follows:

#### a) Cash and Other Assets

Cash, accounts receivable, dividends receivable, distributions receivable, and accrued interest are valued at current value or at their recorded cost, plus or minus any foreign exchange between recognition of the asset by the Fund and the current Valuation Date, which approximates current value.

Short-term investments (money market instruments) are valued at current value.

## Notes to Financial Statements

### b) Bonds, Debentures, and Other Debt Obligations

Bonds, debentures, and other debt obligations are valued at current value using the bid price provided by a recognized vendor upon the close of trading on a Valuation Date.

### c) Listed Securities, Unlisted Securities, and Fair Value Pricing of Foreign Securities

Any security that is listed or dealt with on a securities exchange is valued at current value using the closing bid price or, if there is no closing bid price on that exchange, and in the case of securities traded on an "over-the-counter" market, at the current value as determined by the Manager as an appropriate basis for valuation. In such situations, a fair value will be determined by the Manager to establish current value. If any securities are inter-listed, or traded on more than one exchange or market, the Manager will use the principal exchange or market for the current value of such securities.

Units of each mutual fund in which a Fund invests will be valued at current value using the most recent net asset value quoted by the trustee or manager of the mutual fund on the Valuation Date.

Unlisted securities are valued at current value using the bid price quoted by a recognized dealer, or the Manager may determine a price that more accurately reflects the fair value of these securities if the Manager feels the bid price does not reflect current value.

Fair value pricing is designed to avoid stale prices and to provide a more accurate current value, and may assist in the deterrence of harmful short-term or excessive trading in the Funds. When securities listed or traded on markets or exchanges that close prior to North American markets or exchanges are valued by the Manager at their fair market value, instead of using quoted or published prices, the prices of such securities used to calculate the Fund's net assets or net asset value may differ from quoted or published prices of such securities.

### d) Derivatives

Long positions in options, debt-like securities, and listed warrants are valued at current value using the closing bid price as established on either their principal trading exchange or by a recognized dealer in such securities. The credit rating of each counterparty (as rated by Standard & Poor's, a division of The McGraw-Hill Companies, Inc.) meets or exceeds the minimum approved credit rating.

When any option is written by any Fund, the premium received by the Fund will be reflected as a liability that will be valued at an amount equal to the current value of the option that would have the effect of closing the position. Any difference resulting from revaluation shall be treated as an unrealized gain or loss on investment; the liability shall be deducted in arriving at the net assets of the Fund. The securities that are the subject of a written options, if any, will be valued in the manner described above for listed securities.

Futures contracts, forward contracts, or swaps will be valued at current value of the gain or loss, if any, that would be realized on the Valuation Date if the position in the futures contracts, forward contracts, or swaps were to be closed out.

Margin paid or deposited in respect of futures contracts and forward contracts will be reflected as an account receivable and margin consisting of assets other than cash will be noted as held as collateral.

Other derivatives and margin are valued at current value in a manner that the Manager determines to represent their current value.

### e) Restricted Securities

Restricted securities purchased by any Fund will be valued at current value in a manner that the Manager determines to represent their current value.

### f) Other Securities

All other investments of the Funds will be valued at current value in accordance with the laws of the Canadian securities regulatory authorities where applicable.

The value of any security or other property of a Fund for which a market quotation is not readily available or where the market quotations do not properly reflect the current value of such securities will be determined by the Manager by valuing the securities at their current value. In such situations, current value will be determined using fair valuation techniques that most accurately reflect their fair value as established by the Manager.

## 4. Units Issued and Outstanding

Each Fund has an unlimited number of classes of units and may issue an unlimited number of units of each class. The outstanding units represent the capital of the Funds. Each unit has no par value, and the value of each unit is the net asset value next determined. Settlement of the cost for units issued is completed as per security regulations in place at the time of issue. Distributions made by the Funds, and re-invested by unitholders in additional units also constitute issued capital of the Funds.

Units are redeemed at the net asset value per unit of the Fund. A right to redeem units of a Fund may be suspended with the approval of the Canadian securities regulatory authorities or when normal trading is suspended on a stock, options, or futures exchange in Canada or outside Canada on which securities or derivatives that make up more than 50% of the value or underlying exposure of the total assets of the Fund, not including any liabilities of the Fund, are traded, and when those securities or derivatives are not traded on any other exchange that represents a reasonably practical alternative for the Fund. The Funds are not subject to any externally imposed capital requirements.

The capital received by a Fund is utilized within the respective investment mandate of a Fund. This includes, for all Funds, the ability to make liquidity available to satisfy unitholder unit redemption requirements upon unitholder request.

The activity for units on a dollar basis can be found on the Statements of Changes in Net Assets. Changes in issued and outstanding units for the periods ended August 31, 2009 and 2008 are summarized as follows:

### Renaissance Money Market Fund

	Class A Units		Premium Class Units	
	2009	2008	2009	2008
Balance — beginning of period	20,880,507	19,113,864	110,096,960	70,865,273
Units issued for cash	14,859,830	17,289,331	80,963,926	153,254,143
Units issued on reinvestment of distributions	198,205	606,524	1,461,394	3,297,952
	35,938,542	37,009,719	192,522,280	227,417,368
Units redeemed	(18,444,779)	(16,129,212)	(143,395,226)	(117,320,408)
Balance — end of period	17,493,763	20,880,507	49,127,054	110,096,960

### Renaissance Canadian T-Bill Fund

	Class A Units	
	2009	2008
Balance — beginning of period	6,075,457	7,244,022
Units issued for cash	5,517,787	6,525,638
Units issued on reinvestment of distributions	32,098	157,720
	11,625,342	13,927,380
Units redeemed	(7,065,933)	(7,851,923)
Balance — end of period	4,559,409	6,075,457

### Renaissance U.S. Money Market Fund

	Class A Units		Class O Units
	2009	2008	2009
Balance — beginning of period	3,406,367	2,086,045	—
Units issued for cash	2,455,126	4,527,010	250,607
Units issued on reinvestment of distributions	16,126	86,629	458
	5,877,619	6,699,684	251,065
Units redeemed	(3,812,600)	(3,293,317)	—
Balance — end of period	2,065,019	3,406,367	251,065

## Notes to Financial Statements

### Renaissance Short-Term Income Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	2,668,959	3,002,878	17,820	55,508
Units issued for cash	2,325,208	686,123	89,232	1,427
Units issued on reinvestment of distributions	78,586	91,387	802	767
	5,072,753	3,780,388	107,854	57,702
Units redeemed	(1,134,338)	(1,111,429)	(22,195)	(39,882)
Balance — end of period	3,938,415	2,668,959	85,659	17,820

### Renaissance Canadian Bond Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	7,579,960	8,348,663	8,573	7,347	923,388	281,193
Units issued for cash	1,158,941	1,096,371	35,552	1,395	1,442,635	880,696
Units issued on reinvestment of distributions	262,996	280,478	760	368	69,490	30,730
	9,001,897	9,725,512	44,885	9,110	2,435,513	1,192,619
Units redeemed	(1,891,473)	(2,145,552)	(10,234)	(537)	(64,159)	(269,231)
Balance — end of period	7,110,424	7,579,960	34,651	8,573	2,371,354	923,388

### Renaissance Real Return Bond Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	5,506,667	6,134,014	55,711	60,679	129,892	37,686
Units issued for cash	2,930,560	991,719	15,498	15,898	817,035	135,809
Units issued on reinvestment of distributions	267,014	124,875	2,695	1,533	16,593	3,354
	8,704,241	7,250,608	73,904	78,110	963,520	176,849
Units redeemed	(1,280,745)	(1,743,941)	(23,633)	(22,399)	(16,710)	(46,957)
Balance — end of period	7,423,496	5,506,667	50,271	55,711	946,810	129,892

### Renaissance High-Yield Bond Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	22,506,310	22,590,925	239,323	246,673	586,046	—
Units issued for cash	7,863,682	3,849,551	86,268	75,516	7,516,306	574,868
Units issued on reinvestment of distributions	1,574,282	1,644,169	18,255	18,522	363,531	16,915
	31,944,274	28,084,645	343,846	340,711	8,465,883	591,783
Units redeemed	(5,415,999)	(5,578,335)	(51,098)	(101,388)	(473,309)	(5,737)
Balance — end of period	26,528,275	22,506,310	292,748	239,323	7,992,574	586,046

### Renaissance Global Bond Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	2,053,977	3,544,807	947	859	651,506	135,213
Units issued for cash	277,670	202,648	6,813	55	1,179,641	668,056
Units issued on reinvestment of distributions	62,459	98,427	27	33	43,480	17,824
	2,394,106	3,845,882	7,787	947	1,874,627	821,093
Units redeemed	(509,022)	(1,791,905)	(6,813)	—	(155,935)	(169,587)
Balance — end of period	1,885,084	2,053,977	974	947	1,718,692	651,506

### Renaissance Canadian Balanced Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	17,275,614	20,371,216	153,315	51,741	3,253,945	3,984,062
Units issued for cash	903,424	902,112	29,698	123,663	28,906	144,846
Units issued on reinvestment of distributions	1,042,679	249,897	9,727	3,789	33,171	114,600
	19,221,717	21,523,225	192,740	179,193	3,316,022	4,243,508
Units redeemed	(2,985,050)	(4,247,611)	(17,548)	(25,878)	(3,316,022)	(989,563)
Balance — end of period	16,236,667	17,275,614	175,192	153,315	—	3,253,945

### Renaissance Canadian Balanced Value Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	26,732,211	30,634,999	196,553	232,190	527,839	421,649
Units issued for cash	1,906,069	2,490,368	68,170	49,980	81,545	130,755
Units issued on reinvestment of distributions	458,346	482,840	5,676	5,739	22,418	17,787
	29,096,626	33,608,207	270,399	287,909	631,802	570,191
Units redeemed	(5,199,294)	(6,875,996)	(61,982)	(91,356)	(66,004)	(42,352)
Balance — end of period	23,897,332	26,732,211	208,417	196,553	565,798	527,839

## Notes to Financial Statements

### Renaissance Canadian Asset Allocation Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	17,100,266	22,741,300	2,076	3,447	7,319,269	6,411,539
Units issued for cash	801,354	1,415,291	6,444	125	39,463	2,210,181
Units issued on reinvestment of distributions	—	205,487	—	58	—	237,716
	17,901,620	24,362,078	8,520	3,630	7,358,732	8,859,436
Units redeemed	(3,682,615)	(7,261,812)	(6,666)	(1,554)	(7,358,732)	(1,540,167)
Balance — end of period	14,219,005	17,100,266	1,854	2,076	—	7,319,269

### Renaissance Optimal Income Portfolio

	Class A Units		Class T6 Units		Class T8 Units		Class F Units	
	2009	2008	2009	2008	2009	2008	2009	2008
Balance — beginning of period	2,324,371	15,000	343,074	—	293,939	—	22,400	—
Units issued for cash	5,603,990	2,416,272	582,324	380,989	299,448	296,613	134,224	27,350
Units issued on reinvestment of distributions	145,880	38,964	13,829	5,894	12,298	3,225	1,768	436
	8,074,241	2,470,236	939,227	386,883	605,685	299,838	158,392	27,786
Units redeemed	(760,224)	(145,865)	(100,168)	(43,809)	(79,387)	(5,899)	(14,589)	(5,386)
Balance — end of period	7,314,017	2,324,371	839,059	343,074	526,298	293,939	143,803	22,400

### Renaissance Canadian Dividend Income Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	12,295,524	12,208,993	62,224	55,952	1,310,842	2,536,720
Units issued for cash	1,367,837	1,924,203	74,333	25,877	1,646,051	942,839
Units issued on reinvestment of distributions	358,410	970,169	1,509	3,737	55,324	25,171
	14,021,771	15,103,365	138,066	85,566	3,012,217	3,504,730
Units redeemed	(3,177,609)	(2,807,841)	(48,974)	(23,342)	(585,949)	(2,193,888)
Balance — end of period	10,844,162	12,295,524	89,092	62,224	2,426,268	1,310,842

### Renaissance Canadian Monthly Income Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	43,492,065	43,042,915	75,533	6,648
Units issued for cash	4,348,939	4,494,006	425,466	71,176
Units issued on reinvestment of distributions	2,460,675	4,102,452	8,423	1,946
	50,301,679	51,639,373	509,422	79,770
Units redeemed	(10,784,883)	(8,147,308)	(35,137)	(4,237)
Balance — end of period	39,516,796	43,492,065	474,285	75,533

### Renaissance Diversified Income Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	16,513,366	17,929,131	130,090	183,739	546,569	2,454,538
Units issued for cash	788,833	1,019,862	65,942	47,948	—	216,611
Units issued on reinvestment of distributions	856,870	996,847	4,810	5,923	1,898	2,572
	18,159,069	19,945,840	200,842	237,610	548,467	2,673,721
Units redeemed	(3,503,286)	(3,432,474)	(105,433)	(107,520)	(532,749)	(2,127,152)
Balance — end of period	14,655,783	16,513,366	95,409	130,090	15,718	546,569

### Renaissance Dividend Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	7,855,526	8,589,241	15,514	17,724
Units issued for cash	586,319	975,479	5,051	18,958
Units issued on reinvestment of distributions	227,443	492,821	432	1,471
	8,669,288	10,057,541	20,997	38,153
Units redeemed	(2,019,720)	(2,202,015)	(5,101)	(22,639)
Balance — end of period	6,649,568	7,855,526	15,896	15,514

### Renaissance Millennium High Income Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	67,650,915	88,803,645	631,157	964,794	5,526,329	574,308
Units issued for cash	2,258,425	2,591,851	101,419	128,869	2,805	5,089,905
Units issued on reinvestment of distributions	3,835,018	3,387,607	25,670	33,556	86,244	92,650
	73,744,358	94,783,103	758,246	1,127,219	5,615,378	5,756,863
Units redeemed	(17,905,741)	(27,132,188)	(285,770)	(496,062)	(5,166,534)	(230,534)
Balance — end of period	55,838,617	67,650,915	472,476	631,157	448,844	5,526,329

## Notes to Financial Statements

### Renaissance Canadian Core Value Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	15,535,671	17,767,146	292,047	290,316	337,919	2,324,454
Units issued for cash	1,545,383	1,134,154	226,800	70,900	61,657	82,683
Units issued on reinvestment of distributions	432,927	340,286	27,492	9,159	34,856	14,033
	17,513,981	19,241,586	546,339	370,375	434,432	2,421,170
Units redeemed	(2,602,337)	(3,705,915)	(129,613)	(78,328)	(34,821)	(2,083,251)
Balance — end of period	14,911,644	15,535,671	416,726	292,047	399,611	337,919

### Renaissance Canadian Growth Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	7,802,970	8,953,346	43,912	27,040	2,687	6,451,428
Units issued for cash	369,655	455,336	18,991	26,481	—	19,657
Units issued on reinvestment of distributions	—	300,068	—	1,649	—	2,837
	8,172,625	9,708,750	62,903	55,170	2,687	6,473,922
Units redeemed	(1,221,877)	(1,905,780)	(13,270)	(11,258)	(23)	(6,471,235)
Balance — end of period	6,950,748	7,802,970	49,633	43,912	2,664	2,687

### Renaissance Canadian Small-Cap Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	10,881,000	12,081,844	99,299	60,505	869,493	798,766
Units issued for cash	588,814	789,888	26,703	60,805	219,701	192,590
Units issued on reinvestment of distributions	36,946	386,643	—	3,901	86,493	34,793
	11,506,760	13,258,375	126,002	125,211	1,175,687	1,026,149
Units redeemed	(2,144,763)	(2,377,375)	(67,338)	(25,912)	(93,674)	(156,656)
Balance — end of period	9,361,997	10,881,000	58,664	99,299	1,082,013	869,493

### Renaissance Millennium Next Generation Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	3,513,577	3,590,762	97,173	98,817
Units issued for cash	165,957	385,526	12,851	27,411
Units issued on reinvestment of distributions	—	361,241	—	12,844
	3,679,534	4,337,529	110,024	139,072
Units redeemed	(859,831)	(823,952)	(17,266)	(41,899)
Balance — end of period	2,819,703	3,513,577	92,758	97,173

### Renaissance U.S. Equity Value Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	4,406,155	6,321,038	6,276	17,372	2,970,309	4,023,167
Units issued for cash	175,321	326,394	3,496	690	122,359	155,178
Units issued on reinvestment of distributions	102,417	—	225	48	9,944	30,051
	4,683,893	6,647,432	9,997	18,110	3,102,612	4,208,396
Units redeemed	(1,021,363)	(2,241,277)	(552)	(11,834)	(2,909,336)	(1,238,087)
Balance — end of period	3,662,530	4,406,155	9,445	6,276	193,276	2,970,309

### Renaissance U.S. Equity Growth Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	329,303	335,470	370	—
Units issued for cash	107,720	60,802	5,698	370
Units issued on reinvestment of distributions	—	—	—	—
	437,023	396,272	6,068	370
Units redeemed	(55,399)	(66,969)	(408)	—
Balance — end of period	381,624	329,303	5,660	370

### Renaissance U.S. Equity Fund

	Class A Units	
	2009	2008
Balance — beginning of period	2,244,689	2,967,461
Units issued for cash	117,642	69,262
Units issued on reinvestment of distributions	—	—
	2,362,331	3,036,723
Units redeemed	(335,842)	(792,034)
Balance — end of period	2,026,489	2,244,689

## Notes to Financial Statements

### Renaissance International Dividend Fund

	Class A Units	
	2009	2008
Balance — beginning of period	1,843,276	2,401,394
Units issued for cash	62,499	37,125
Units issued on reinvestment of distributions	—	—
	1,905,775	2,438,519
Units redeemed	(292,499)	(595,243)
Balance — end of period	1,613,276	1,843,276

### Renaissance International Equity Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	8,702,355	16,350,548	57,512	54,711
Units issued for cash	2,787,061	1,185,296	500,246	6,651
Units issued on reinvestment of distributions	—	—	275	—
	11,489,416	17,535,844	558,033	61,362
Units redeemed	(1,823,337)	(8,833,489)	(68,102)	(3,850)
Balance — end of period	9,666,079	8,702,355	489,931	57,512

### Renaissance Global Markets Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	45,441,481	35,702,204	726,539	418,442	561,417	105,000
Units issued for cash	5,811,644	18,421,536	165,255	397,492	2,032,860	489,595
Units issued on reinvestment of distributions	—	139,099	153	4,240	—	1,284
	51,253,125	54,262,839	891,947	820,174	2,594,277	595,879
Units redeemed	(10,397,053)	(8,821,358)	(288,297)	(93,635)	(207,765)	(34,462)
Balance — end of period	40,856,072	45,441,481	603,650	726,539	2,386,512	561,417

### Renaissance Optimal Global Equity Portfolio

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	6,188,651	8,353,354	4,904	4,942	30,808	31,266
Units issued for cash	262,072	228,981	7,538	44	—	1
Units issued on reinvestment of distributions	—	—	—	—	—	—
	6,450,723	8,582,335	12,442	4,986	30,808	31,267
Units redeemed	(1,284,039)	(2,393,684)	(1,465)	(82)	(454)	(459)
Balance — end of period	5,166,684	6,188,651	10,977	4,904	30,354	30,808

### Renaissance Global Value Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	10,923,597	13,335,883	99,184	87,871	3,698,962	4,913,433
Units issued for cash	1,006,879	1,430,389	43,503	28,356	219,164	107,657
Units issued on reinvestment of distributions	51,862	—	2,701	410	150,135	104,414
	11,982,338	14,766,272	145,388	116,637	4,068,261	5,125,504
Units redeemed	(2,669,425)	(3,842,675)	(60,299)	(17,453)	(1,849,195)	(1,426,542)
Balance — end of period	9,312,913	10,923,597	85,089	99,184	2,219,066	3,698,962

### Renaissance Global Growth Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	5,001,195	5,487,319	417,630	474,984	703,009	165,457
Units issued for cash	1,058,499	828,226	137,393	70,315	130,319	637,624
Units issued on reinvestment of distributions	—	—	—	—	—	—
	6,059,694	6,315,545	555,023	545,299	833,328	803,081
Units redeemed	(823,999)	(1,314,350)	(94,381)	(127,669)	(186,792)	(100,072)
Balance — end of period	5,235,695	5,001,195	460,642	417,630	646,536	703,009

### Renaissance Global Focus Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	5,522,704	3,372,693	15,650	3,356	13,752	3,385
Units issued for cash	1,112,759	3,021,719	2,599	12,294	767,815	20,364
Units issued on reinvestment of distributions	—	—	—	—	—	—
	6,635,463	6,394,412	18,249	15,650	781,567	23,749
Units redeemed	(1,086,786)	(871,708)	(12,235)	—	(37,533)	(9,997)
Balance — end of period	5,548,677	5,522,704	6,014	15,650	744,034	13,752

## Notes to Financial Statements

### Renaissance Global Small-Cap Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	1,290,922	2,424,856	22,557	9,497	634,952	823,538
Units issued for cash	89,172	107,830	1,216	13,364	18,957	17,104
Units issued on reinvestment of distributions	—	—	—	—	—	—
	1,380,094	2,532,686	23,773	22,861	653,909	840,642
Units redeemed	(331,328)	(1,241,764)	(17,623)	(304)	(375,021)	(205,690)
Balance — end of period	1,048,766	1,290,922	6,150	22,557	278,888	634,952

### Renaissance European Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	1,384,779	1,795,394	1,303	206
Units issued for cash	31,786	57,535	86	1,658
Units issued on reinvestment of distributions	11,524	—	—	—
	1,428,089	1,852,929	1,389	1,864
Units redeemed	(268,828)	(468,150)	(601)	(561)
Balance — end of period	1,159,261	1,384,779	788	1,303

### Renaissance Asian Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	564,447	593,769	4,423	1,478
Units issued for cash	37,936	90,655	1,611	3,314
Units issued on reinvestment of distributions	—	—	—	—
	602,383	684,424	6,034	4,792
Units redeemed	(114,772)	(119,977)	(3,697)	(369)
Balance — end of period	487,611	564,447	2,337	4,423

### Renaissance China Plus Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	8,023,011	7,982,697	141,217	151,578	142,936	102,062
Units issued for cash	2,521,492	1,333,959	131,386	18,072	14,361	29,126
Units issued on reinvestment of distributions	282	751,260	—	15,601	—	13,446
	10,544,785	10,067,916	272,603	185,251	157,297	144,634
Units redeemed	(1,786,761)	(2,044,905)	(117,833)	(44,034)	(14,789)	(1,698)
Balance — end of period	8,758,024	8,023,011	154,770	141,217	142,508	142,936

### Renaissance Emerging Markets Fund

	Class A Units		Class F Units	
	2009	2008	2009	2008
Balance — beginning of period	1,389,181	1,093,440	9,647	544
Units issued for cash	132,448	365,427	10,091	9,000
Units issued on reinvestment of distributions	—	281,360	—	103
	1,521,629	1,740,227	19,738	9,647
Units redeemed	(253,438)	(351,046)	(4,336)	—
Balance — end of period	1,268,191	1,389,181	15,402	9,647

### Renaissance Global Infrastructure Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	4,572,013	25,000	163,687	—	675,986	—
Units issued for cash	6,423,682	4,681,828	675,603	162,788	5,895,356	680,696
Units issued on reinvestment of distributions	89,018	17,701	7,331	947	102,888	3,027
	11,084,713	4,724,529	846,621	163,735	6,674,230	683,723
Units redeemed	(1,164,047)	(152,516)	(83,255)	(48)	(587,384)	(7,737)
Balance — end of period	9,920,666	4,572,013	763,366	163,687	6,086,846	675,986

### Renaissance Global Health Care Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	42,198,725	53,788,157	1,922,863	2,504,233	1,533,523	1,913,225
Units issued for cash	1,766,818	2,249,013	274,691	376,585	66,231	77,862
Units issued on reinvestment of distributions	4,137	7,148	—	93	40,491	—
	43,969,680	56,044,318	2,197,554	2,880,911	1,640,245	1,991,087
Units redeemed	(9,538,662)	(13,845,593)	(573,862)	(958,048)	(665,051)	(457,564)
Balance — end of period	34,431,018	42,198,725	1,623,692	1,922,863	975,194	1,533,523

## Notes to Financial Statements

### Renaissance Global Resource Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	1,852,238	1,510,802	6,763	3,408	74,955	21,866
Units issued for cash	383,953	871,857	5,277	3,751	164,006	53,089
Units issued on reinvestment of distributions	—	—	—	—	—	—
	2,236,191	2,382,659	12,040	7,159	238,961	74,955
Units redeemed	(578,925)	(530,421)	(3,792)	(396)	(63,747)	—
Balance — end of period	1,657,266	1,852,238	8,248	6,763	175,214	74,955

### Renaissance Global Science & Technology Fund

	Class A Units		Class F Units		Class O Units	
	2009	2008	2009	2008	2009	2008
Balance — beginning of period	677,483	844,558	15,600	11,886	319,012	420,610
Units issued for cash	42,366	50,404	1,259	4,240	1,511	253
Units issued on reinvestment of distributions	—	—	—	—	—	—
	719,849	894,962	16,859	16,126	320,523	420,863
Units redeemed	(127,630)	(217,479)	(6,946)	(526)	(313,712)	(101,851)
Balance — end of period	592,219	677,483	9,913	15,600	6,811	319,012

### 5. Management Fees and Operating Expenses

Management fees are based on the net asset value of the Funds and are calculated daily. Management fees are paid to the Manager in consideration for providing, or arranging for the provision of, management, distribution, and portfolio advisory services.

In addition to the management fees, the Funds are responsible for all expenses relating to the operation and conduct of the business of the Funds, including interest, operating, and administrative costs (other than advertising and promotional expenses, which are the responsibility of the Manager), brokerage fees, commissions, spreads, regulatory fees, Independent Review Committee fees, taxes, audit and legal fees and expenses, safekeeping and custodial fees, investor servicing costs, and costs of unitholder reports, prospectuses, and other reports. All class-specific operating expenses are paid by the Manager and recovered from the Funds. The Funds do not pay a fee to the Trustee.

The Manager may recover less than the actual class-specific operating expenses paid by the Manager from a Fund, resulting in the Manager absorbing class-specific expenses. The Manager may also charge less than the maximum management fee noted in the following table, resulting in the Manager waiving management fees.

At its sole discretion, the Manager may stop absorbing class-specific operating expenses and/or waiving management fees at any time. Class-specific operating expenses absorbed and/or management fees waived by the Manager are disclosed on the Statements of Operations.

In some cases, the Manager may charge management fees to an investor that are less than the management fees the Manager is entitled to charge in respect of certain investors in a Fund. The difference in the amount of the management fees will be paid out by the Fund to the applicable investors as a distribution of additional units of the Fund ("Management Fee Distributions"). Management Fee Distributions are negotiable between the Manager and the investor and are dependent primarily on the size of the investor's investment in the Fund. Management Fee Distributions paid to qualified investors do not adversely impact the Fund or any of the Fund's other investors. The Manager may increase or decrease the amount of Management Fee Distributions to certain investors from time to time.

Funds may invest in units of other Funds (the "Underlying Funds"). Where a Fund invests in units of an Underlying Fund, the Fund does not pay duplicate management fees on the portion of its assets that it invests in units of the Underlying Fund. In addition, the Fund will not pay duplicate sales fees or redemption fees with respect to the purchase or redemption by it of units of the Underlying Fund. Some of the Underlying Funds held by the Funds may offer Management Fee Distributions. Such Management Fee Distributions of an Underlying Fund will be paid out as required for taxable distribution payments by a Fund. The manager of an Underlying Fund may, in some cases, waive a portion of an Underlying Fund's management fee and/or absorb a portion of an Underlying Fund's operating expenses.

The maximum annual management fee expressed as a percentage of the average net asset value that can be charged by a class of units of a Fund is as follows:

Fund	Maximum Chargeable Management Fee (%)					Premium Class
	Class A	Class T6	Class T8	Class F	Class O	
Renaissance Money Market Fund	0.75	n/a	n/a	n/a	0.00	0.50
Renaissance Canadian T-Bill Fund	1.00	n/a	n/a	n/a	0.00	n/a
Renaissance U.S. Money Market Fund	1.00	n/a	n/a	n/a	0.00	n/a
Renaissance Short-Term Income Fund	1.20	n/a	n/a	0.70	0.00	n/a
Renaissance Canadian Bond Fund	1.50	n/a	n/a	0.75	0.00	n/a
Renaissance Real Return Bond Fund	1.50	n/a	n/a	0.75	0.00	n/a
Renaissance High-Yield Bond Fund	1.50	n/a	n/a	0.75	0.00	n/a
Renaissance Global Bond Fund	1.75	n/a	n/a	1.00	0.00	n/a
Renaissance Canadian Balanced Fund	1.75	n/a	n/a	0.65	0.00	n/a
Renaissance Canadian Balanced Value Fund	1.75	n/a	n/a	0.65	0.00	n/a
Renaissance Canadian Asset Allocation Fund	2.00	n/a	n/a	1.00	0.00	n/a
Renaissance Optimal Income Portfolio	1.75	1.75	1.75	0.75	0.00	n/a
Renaissance Canadian Dividend Income Fund	2.00	n/a	n/a	1.00	0.00	n/a
Renaissance Canadian Monthly Income Fund	1.50	n/a	n/a	0.75	0.00	n/a
Renaissance Diversified Income Fund	2.00	n/a	n/a	0.90	0.00	n/a
Renaissance Dividend Fund	2.00	n/a	n/a	1.00	0.00	n/a
Renaissance Millennium High Income Fund	2.00	n/a	n/a	1.25	0.00	n/a
Renaissance Canadian Core Value Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance Canadian Growth Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance Canadian Small-Cap Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance Millennium Next Generation Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance U.S. Equity Value Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance U.S. Equity Growth Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance U.S. Equity Fund	1.50	n/a	n/a	0.75	0.00	n/a
Renaissance International Dividend Fund	2.00	n/a	n/a	1.00	0.00	n/a
Renaissance International Equity Fund	2.25	n/a	n/a	1.00	0.00	n/a
Renaissance Global Markets Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance Optimal Global Equity Portfolio	2.50	n/a	n/a	1.25	0.00	n/a
Renaissance Global Value Fund	2.50	n/a	n/a	1.25	0.00	n/a
Renaissance Global Growth Fund	2.25	n/a	n/a	1.00	0.00	n/a
Renaissance Global Focus Fund	2.25	n/a	n/a	1.00	0.00	n/a
Renaissance Global Small-Cap Fund	2.50	n/a	n/a	1.50	0.00	n/a
Renaissance European Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance Asian Fund	2.50	n/a	n/a	1.50	0.00	n/a
Renaissance China Plus Fund	2.50	n/a	n/a	1.50	0.00	n/a
Renaissance Emerging Markets Fund	2.00	n/a	n/a	0.75	0.00	n/a
Renaissance Global Infrastructure Fund	2.50	n/a	n/a	1.25	0.00	n/a

## Notes to Financial Statements

Fund	Maximum Chargeable Management Fee (%)					Premium
	Class A	Class T6	Class T8	Class F	Class O	Class
Renaissance Global Health Care Fund	2.50	n/a	n/a	1.50	0.00	n/a
Renaissance Global Resource Fund	2.50	n/a	n/a	1.50	0.00	n/a
Renaissance Global Science & Technology Fund	2.25	n/a	n/a	1.25	0.00	n/a

### 6. Income Taxes

The Funds qualify as mutual fund trusts under the *Income Tax Act* (Canada). No income tax is payable by the Funds on net income and/or net realized capital gains that are distributed to unitholders. In addition, income taxes payable on undistributed net realized capital gains are refundable on a formula basis when units of the Funds are redeemed. Sufficient net income and realized capital gains of the Funds have been, or will be, distributed to the unitholders such that no tax is payable by the Funds and, accordingly, no provision for income taxes has been made in the financial statements. Occasionally, a Fund may pay distributions in excess of net income and net realized capital gains of the Fund. This excess distribution is called a return of capital and is non-taxable to the unitholder. However, a return of capital reduces the average cost of the unitholder's units for tax purposes.

Renaissance U.S. Money Market Fund may realize net foreign currency gains and losses on the translation of the net realized capital gains to Canadian dollars for tax purposes. These gains will be distributed to investors annually, unless the Fund elects to retain them with the result that the tax would be payable by the Fund.

Non-capital losses that arose in taxation years before 2004 are available to be carried forward for seven years and applied against future taxable income. Non-capital losses that arose in 2004 and 2005 are available to be carried forward for ten years. Non-capital losses that arose in 2006 and after are available to be carried forward for twenty years.

Capital losses for income tax purposes may be carried forward indefinitely and applied against capital gains realized in future years.

Renaissance Money Market Fund, Renaissance Canadian T-Bill Fund, Renaissance U.S. Money Market Fund, Renaissance Optimal Global Equity Portfolio, and Renaissance Optimal Income Portfolio have taxation year-ends of December 31. All other Funds have a taxation year-end of December 15. As at the December 2008 taxation year-end, the following Funds have available non-capital and capital losses for income tax purposes available to be carried forward as follows:

Fund	Total Capital Losses	Total Non-Capital Losses	Non-Capital Losses that Expire in:			
			2009	2010 to 2012	2013 to 2017	2018 to 2028
Renaissance U.S. Money Market Fund	\$ 21,946,278	\$ —	\$ —	\$ —	\$ —	\$ —
Renaissance Short-Term Income Fund	2,342,513	—	—	—	—	—
Renaissance Canadian Bond Fund	551,366	—	—	—	—	—
Renaissance Real Return Bond Fund	11,129	—	—	—	—	—
Renaissance High-Yield Bond Fund	28,288,036	—	—	—	—	—
Renaissance Global Bond Fund	17,549,723	—	—	—	—	—
Renaissance Canadian Balanced Value Fund	758,593	—	—	—	—	—
Renaissance Canadian Asset Allocation Fund	61,011,840	13,590,116	—	—	—	13,590,116
Renaissance Optimal Income Portfolio	15,572	—	—	—	—	—
Renaissance Canadian Dividend Income Fund	5,825,628	—	—	—	—	—
Renaissance Canadian Monthly Income Fund	5,264,323	—	—	—	—	—
Renaissance Diversified Income Fund	15,862,964	—	—	—	—	—
Renaissance Dividend Fund	3,505,472	—	—	—	—	—
Renaissance Millennium High Income Fund	47,234,179	—	—	—	—	—
Renaissance Millennium Next Generation Fund	4,380,585	—	—	—	—	—
Renaissance U.S. Equity Value Fund	24,291,750	—	—	—	—	—
Renaissance U.S. Equity Growth Fund	12,246,316	1,830,495	859,962	504,526	381,470	84,537
Renaissance U.S. Equity Fund	5,029,926	45,230,177	36,965,169	484,062	—	7,780,946
Renaissance International Dividend Fund	183,287	23,852,388	15,852,318	—	—	8,000,070
Renaissance International Equity Fund	107,478	363,301	—	—	—	363,301
Renaissance Global Markets Fund	7,647,989	2,608,707	—	—	—	2,608,707
Renaissance Optimal Global Equity Portfolio	14,101,736	6,094,377	1,137,236	1,466,500	1,532,420	1,958,221
Renaissance Global Value Fund	50,598,704	—	—	—	—	—
Renaissance Global Growth Fund	32,743,186	1,102,048	539,688	—	324,836	237,524
Renaissance Global Focus Fund	88,771,020	2,865,004	2,633,359	231,645	—	—
Renaissance Global Small-Cap Fund	62,434,500	1,184,227	1,171,375	—	—	12,852
Renaissance European Fund	6,080,120	—	—	—	—	—
Renaissance Asian Fund	8,037,403	202,665	—	—	—	202,665
Renaissance China Plus Fund	42,269,191	1,178,707	—	—	—	1,178,707
Renaissance Emerging Markets Fund	5,156,607	204,392	—	—	—	204,392
Renaissance Global Infrastructure Fund	2,610,983	—	—	—	—	—
Renaissance Global Resource Fund	1,483,409	644,613	33,562	67,136	—	543,915
Renaissance Global Science & Technology Fund	305,087,256	3,591,035	1,413,728	863,803	1,313,504	—

### 7. Brokerage Commissions and Fees

The total commissions paid by the Funds to brokers in connection with portfolio transactions are disclosed on the Statements of Operations of each Fund. In allocating brokerage business, consideration may be given by the portfolio sub-advisors of the Funds to dealers that furnish research, statistical, and other services to portfolio sub-advisors that process trades through such dealers (referred to in the industry as "soft dollar" arrangements). These services are paid for with a portion of brokerage commissions and assist the portfolio sub-advisors with their investment decision-making services to the Funds. In addition, the Manager may enter into commission recapture arrangements with certain dealers with respect to the Fund. Any commission recaptured will be paid to the applicable Fund.

Fixed income and certain other securities are transacted in an over-the-counter market, where participants are dealing as principals. Such securities are generally traded on a net basis and do not normally involve brokerage commissions, but will typically include a "spread" (being the difference between the bid and the offer prices on the security of the applicable marketplace).

Spreads associated with fixed income securities trading are not ascertainable, and for that reason are not included in the dollar amounts below. In addition, the soft dollar amounts below only include the value of research and other services supplied by a third party to the portfolio sub-advisors, as the value of the services supplied to the portfolio sub-advisors by the dealer are not ascertainable. When these services benefit more than one Fund, the costs are allocated among the Funds based on transaction activity or some other fair basis as determined by the portfolio sub-advisors.

The dollar amounts of all commissions and other fees, in addition to soft dollar payments, for the periods ended August 31, 2009 and 2008 are as follows:

Fund	Brokerage Commissions and Fees		Soft Dollars	
	2009	2008	2009	2008
Renaissance Canadian Balanced Fund	\$ 65,373	\$ 73,724	\$ 1,436	\$ 1,857
Renaissance Canadian Balanced Value Fund	333,044	430,880	45,321	54,857
Renaissance Canadian Asset Allocation Fund	87,490	69,629	22,858	22,778
Renaissance Canadian Dividend Income Fund	183,791	286,610	15,335	36,848
Renaissance Canadian Monthly Income Fund	499,604	435,329	74,333	82,106
Renaissance Diversified Income Fund	206,450	292,195	35,559	30,952
Renaissance Dividend Fund	123,058	134,347	8,786	19,635
Renaissance Millennium High Income Fund	873,134	631,223	—	—
Renaissance Canadian Core Value Fund	664,169	659,850	61,163	124,331
Renaissance Canadian Growth Fund	126,481	275,899	4,833	—

## Notes to Financial Statements

Fund	Brokerage Commissions and Fees		Soft Dollars	
	2009	2008	2009	2008
	Renaissance Canadian Small-Cap Fund	\$ 481,780	\$ 955,819	\$ 19,062
Renaissance Millennium Next Generation Fund	164,864	227,430	—	—
Renaissance U.S. Equity Value Fund	138,294	75,123	33,079	47,717
Renaissance U.S. Equity Growth Fund	11,837	10,504	—	—
Renaissance U.S. Equity Fund	16,295	—	—	—
Renaissance International Dividend Fund	27,247	—	—	—
Renaissance International Equity Fund	22,728	64,539	—	—
Renaissance Global Markets Fund	96,378	245,752	—	—
Renaissance Global Value Fund	43,210	68,613	—	—
Renaissance Global Growth Fund	22,121	22,235	—	—
Renaissance Global Focus Fund	168,608	116,656	—	—
Renaissance Global Small-Cap Fund	67,703	88,876	2,304	3,608
Renaissance European Fund	66,996	56,019	—	—
Renaissance Asian Fund	52,137	103,856	10,507	5,959
Renaissance China Plus Fund	1,049,310	1,203,832	158,078	61,232
Renaissance Emerging Markets Fund	82,695	142,663	—	—
Renaissance Global Infrastructure Fund	368,538	93,033	—	—
Renaissance Global Health Care Fund	449,568	689,686	15,503	22,111
Renaissance Global Resource Fund	39,294	53,535	—	—
Renaissance Global Science & Technology Fund	62,930	112,343	1,919	5,459

### 8. Related Party Transactions

Canadian Imperial Bank of Commerce ("CIBC") and its affiliates have the following roles and responsibilities with respect to the Funds and receive the fees described below in connection with their roles and responsibilities. The Funds may hold securities of CIBC.

#### Manager, Trustee, and Portfolio Advisor of the Funds

CIBC Asset Management Inc., a wholly-owned subsidiary of CIBC, is the Manager, trustee, and portfolio advisor of each of the Funds. CIBC may also be involved in underwriting or lending to issuers that may be held by the Funds and may have been involved as a counterparty to derivative transactions.

The Manager also arranges for fund administrative services (other than advertising and promotional, which are the responsibility of the Manager), legal, investor servicing, and costs of unitholder reports, prospectus, and other reports. The Manager is the registrar and transfer agent for the Funds and provides, or arranges for the provision of, all other administrative services required by the Funds. The dollar amount (including Goods and Services Tax ("GST")) of all of these expenses (net of absorptions) that the Manager recovers from the Funds for the periods ended August 31, 2009 and 2008 are as follows:

Fund	Administrative and Other Fund Operating Costs	
	2009	2008
	Renaissance Money Market Fund	\$1,740,509
Renaissance Canadian T-Bill Fund	106,014	108,219
Renaissance U.S. Money Market Fund (U.S.)	14,100	20,165
Renaissance Short-Term Income Fund	60,841	73,955
Renaissance Canadian Bond Fund	72,422	65,478
Renaissance Real Return Bond Fund	5,805	3,740
Renaissance High-Yield Bond Fund	420,346	476,147
Renaissance Global Bond Fund	2,455	4,843
Renaissance Canadian Balanced Fund	846,225	929,684
Renaissance Canadian Balanced Value Fund	873,377	893,529
Renaissance Canadian Asset Allocation Fund	338,343	637,205
Renaissance Optimal Income Portfolio	38,016	3,594
Renaissance Canadian Dividend Income Fund	229,106	336,575
Renaissance Canadian Monthly Income Fund	478,804	514,210
Renaissance Diversified Income Fund	301,027	436,281
Renaissance Dividend Fund	257,869	466,081
Renaissance Millennium High Income Fund	1,299,308	2,232,691
Renaissance Canadian Core Value Fund	1,019,281	1,234,820
Renaissance Canadian Growth Fund	542,345	979,034
Renaissance Canadian Small-Cap Fund	437,210	734,653
Renaissance Millennium Next Generation Fund	249,850	544,230
Renaissance U.S. Equity Value Fund	71,474	156,678
Renaissance U.S. Equity Growth Fund	10,621	13,525
Renaissance U.S. Equity Fund	17,427	26,848
Renaissance International Dividend Fund	11,530	21,664
Renaissance International Equity Fund	71,459	119,780
Renaissance Global Markets Fund	569,933	752,145
Renaissance Optimal Global Equity Portfolio	59,530	108,376
Renaissance Global Value Fund	8,651	12,859
Renaissance Global Growth Fund	67,079	86,507
Renaissance Global Focus Fund	85,494	73,196
Renaissance Global Small-Cap Fund	7,272	23,580
Renaissance European Fund	57,471	119,453
Renaissance Asian Fund	8,696	20,367
Renaissance China Plus Fund	373,751	538,605
Renaissance Emerging Markets Fund	38,327	57,042
Renaissance Global Infrastructure Fund	111,593	16,436
Renaissance Global Health Care Fund	2,487,439	3,490,581
Renaissance Global Resource Fund	45,561	92,920
Renaissance Global Science & Technology Fund	33,423	59,864

#### Brokerage Arrangements and Soft Dollars

Portfolio sub-advisors make decisions, including the selection of markets and dealers and the negotiation of commissions, with respect to the purchase and sale of portfolio securities and the execution of portfolio transactions. Brokerage business may be allocated by portfolio sub-advisors, including CIBC Global Asset Management Inc. ("CIBC Global"), to CIBC World Markets Inc. and CIBC World Markets Corp., each a subsidiary of CIBC.

## Notes to Financial Statements

CIBC World Markets Inc. and CIBC World Markets Corp. may also earn spreads on the sale of fixed income and other securities to the Funds. Dealers, including CIBC World Markets Inc. and CIBC World Markets Corp., may furnish research, statistical, and other services to portfolio sub-advisors, including CIBC Global, that process trades through them (referred to in the industry as “soft-dollar” arrangements). These services are paid for with a portion of brokerage commissions and assist the portfolio sub-advisors with their investment decision-making services to the Funds. They are supplied by the dealer executing the trade or by a third party and paid for by that dealer. As per the terms of the sub-advisory agreements, such soft dollar arrangements are in compliance with applicable laws. In addition, the Manager may enter into commission recapture arrangements with certain dealers with respect to the Funds. Any commission recaptured will be paid to the relevant Fund.

Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the dollar values below. In addition, the soft dollar amounts below only include the value of research and other services supplied by a third party to the portfolio sub-advisors, as the value of the services supplied to the portfolio sub-advisors by the dealer are not ascertainable. When these services benefit more than one Fund, the costs are allocated among the Funds based on transaction activity or some other fair basis as determined by the portfolio sub-advisors. The dollar amounts of all commissions and other fees, in addition to soft dollar payments, paid to CIBC World Markets Inc. and CIBC World Markets Corp. for the periods ended August 31, 2009 and 2008 are disclosed in the following tables:

Fund	Commissions and other fees paid to:				Soft dollars paid to:	
	CIBC World Markets Inc.		CIBC World Markets Corp.		CIBC World Markets Inc. and CIBC World Markets Corp.	
	2009	2008	2009	2008	2009	2008
Renaissance Canadian Balanced Fund	\$ 3,242	\$ 8,706	\$ 87	\$ 540	\$ —	\$ 1,095
Renaissance Canadian Balanced Value Fund	26,694	18,941	—	—	2,857	3,523
Renaissance Canadian Asset Allocation Fund	3,093	3,702	—	—	690	1,852
Renaissance Canadian Dividend Income Fund	18,501	17,418	—	—	1,119	2,393
Renaissance Canadian Monthly Income Fund	61,176	62,120	—	—	2,726	7,732
Renaissance Diversified Income Fund	27,759	30,566	—	—	1,764	819
Renaissance Dividend Fund	12,042	10,100	—	—	889	987
Renaissance Millennium High Income Fund	135,774	107,905	—	—	—	—
Renaissance Canadian Core Value Fund	37,654	45,421	1,096	—	4,110	7,020
Renaissance Canadian Growth Fund	3,729	12,781	424	512	—	—
Renaissance Canadian Small-Cap Fund	27,227	34,388	—	—	540	70
Renaissance Millennium Next Generation Fund	20,715	30,446	—	411	—	—
Renaissance U.S. Equity Value Fund	—	—	—	279	—	—
Renaissance Global Value Fund	—	250	1,480	—	—	—
Renaissance Global Small-Cap Fund	35	412	91	178	—	—
Renaissance Global Health Care Fund	—	—	—	2,361	—	—
Renaissance Global Resource Fund	1,833	1,122	—	—	—	—

### Custodian

The custodian holds all cash and securities for the Funds and ensures that those assets are kept separate from any other cash or securities that the custodian might be holding. CIBC is the Custodian of the Funds (the “Custodian”). The Custodian may hire sub-custodians for the Funds. The fees for the services of the Custodian are borne as an operating expense by the Funds.

### Service Provider

CIBC Mellon Global Securities Services Company (“CIBC GSS”) provides certain services to the Funds, including securities lending, fund accounting and reporting, and portfolio valuation. CIBC indirectly owns a fifty percent interest in CIBC GSS. The amounts paid by the Funds (including GST) to CIBC GSS for custodial fees, fund accounting and reporting, and portfolio valuation (all net of absorptions) and also securities lending for the periods ended August 31, 2009 and 2008 are as follows:

Fund	Custodial Fees, Fund Accounting and Reporting, Securities Lending, and Portfolio Valuation Fees:	
	2009	2008
Renaissance Money Market Fund	\$ 34,601	\$ 37,041
Renaissance Canadian T-Bill Fund	25,761	24,383
Renaissance U.S. Money Market Fund (U.S.)	9,128	13,153
Renaissance Short-Term Income Fund	22,403	22,957
Renaissance Canadian Bond Fund	9,462	10,488
Renaissance Real Return Bond Fund	8,101	8,110
Renaissance High-Yield Bond Fund	61,327	141,878
Renaissance Global Bond Fund	3,857	5,075
Renaissance Canadian Balanced Fund	110,878	123,434
Renaissance Canadian Balanced Value Fund	109,752	95,431
Renaissance Canadian Asset Allocation Fund	63,938	118,475
Renaissance Optimal Income Portfolio	9,058	11,464
Renaissance Canadian Dividend Income Fund	48,713	64,691
Renaissance Canadian Monthly Income Fund	200,502	133,277
Renaissance Diversified Income Fund	93,405	110,274
Renaissance Dividend Fund	33,744	49,081
Renaissance Millennium High Income Fund	42,028	295,393
Renaissance Canadian Core Value Fund	106,764	123,837
Renaissance Canadian Growth Fund	65,407	100,140
Renaissance Canadian Small-Cap Fund	66,700	121,760
Renaissance Millennium Next Generation Fund	31,032	68,496
Renaissance U.S. Equity Value Fund	24,009	36,011
Renaissance U.S. Equity Growth Fund	13,709	14,668
Renaissance U.S. Equity Fund	10,221	13,046
Renaissance International Dividend Fund	11,809	10,095
Renaissance International Equity Fund	32,304	60,119
Renaissance Global Markets Fund	65,776	127,790
Renaissance Optimal Global Equity Portfolio	4,038	3,997
Renaissance Global Value Fund	3,123	18,966
Renaissance Global Growth Fund	35,785	44,966
Renaissance Global Focus Fund	34,011	41,043
Renaissance Global Small-Cap Fund	13,396	42,135
Renaissance European Fund	39,598	59,567
Renaissance Asian Fund	21,571	38,073
Renaissance China Plus Fund	146,305	208,760
Renaissance Emerging Markets Fund	56,502	108,819
Renaissance Global Infrastructure Fund	23,079	30,662

## Notes to Financial Statements

Fund	Custodial Fees, Fund Accounting and Reporting, Securities Lending, and Portfolio Valuation Fees:	
	2009	2008
	Renaissance Global Health Care Fund	\$ 92,607
Renaissance Global Resource Fund	19,933	42,768
Renaissance Global Science & Technology Fund	11,691	24,733

Accrued expenses payable to the Manager as at August 31, 2009 and 2008 are as follows:

Fund	Accrued Expenses Payable to CIBC Asset Management Inc.	
	2009	2008
	Renaissance Money Market Fund	\$ 99,446
Renaissance Canadian T-Bill Fund	4,673	10,619
Renaissance U.S. Money Market Fund (\$U.S.)	1,819	3,093
Renaissance Short-Term Income Fund	8,908	6,816
Renaissance Canadian Bond Fund	7,470	6,249
Renaissance Real Return Bond Fund	799	635
Renaissance High-Yield Bond Fund	52,182	42,647
Renaissance Global Bond Fund	516	612
Renaissance Canadian Balanced Fund	88,002	79,487
Renaissance Canadian Balanced Value Fund	92,549	75,757
Renaissance Canadian Asset Allocation Fund	34,460	48,362
Renaissance Optimal Income Portfolio	7,196	2,912
Renaissance Canadian Dividend Income Fund	24,322	28,598
Renaissance Canadian Monthly Income Fund	51,669	49,204
Renaissance Diversified Income Fund	29,562	39,172
Renaissance Dividend Fund	24,405	35,715
Renaissance Millennium High Income Fund	123,047	170,546
Renaissance Canadian Core Value Fund	113,226	98,956
Renaissance Canadian Growth Fund	55,170	73,143
Renaissance Canadian Small-Cap Fund	45,503	59,630
Renaissance Millennium Next Generation Fund	22,812	36,329
Renaissance U.S. Equity Value Fund	7,024	12,550
Renaissance U.S. Equity Growth Fund	1,844	2,084
Renaissance U.S. Equity Fund	2,107	3,199
Renaissance International Dividend Fund	1,425	2,095
Renaissance International Equity Fund	10,408	9,444
Renaissance Global Markets Fund	63,930	71,550
Renaissance Optimal Global Equity Portfolio	5,426	8,021
Renaissance Global Value Fund	983	1,442
Renaissance Global Growth Fund	7,911	9,132
Renaissance Global Focus Fund	10,747	10,891
Renaissance Global Small-Cap Fund	1,800	2,906
Renaissance European Fund	7,473	11,405
Renaissance Asian Fund	3,089	3,801
Renaissance China Plus Fund	67,186	46,432
Renaissance Emerging Markets Fund	9,016	12,213
Renaissance Global Infrastructure Fund	16,460	8,524
Renaissance Global Health Care Fund	211,401	284,196
Renaissance Global Resource Fund	6,666	9,734
Renaissance Global Science & Technology Fund	4,129	5,580

### 9. Securities Lending

The following Funds have assets involved in securities lending transactions outstanding as at August 31, 2009:

	Aggregate Value of Securities on Loan	Aggregate Value of Collateral for Loan
Renaissance Money Market Fund	\$ 2,051,363	\$ 2,156,150
Renaissance Canadian T-Bill Fund	2,999,753	3,152,986
Renaissance Short-Term Income Fund	4,554,085	4,646,603
Renaissance Canadian Bond Fund	4,252,202	4,469,412
Renaissance Real Return Bond Fund	28,495,258	29,761,610
Renaissance High-Yield Bond Fund	9,158,623	9,626,462
Renaissance Global Bond Fund	464,141	487,851
Renaissance Canadian Balanced Fund	27,040,727	27,851,250
Renaissance Canadian Balanced Value Fund	13,380,767	13,937,096
Renaissance Canadian Asset Allocation Fund	1,464,304	1,539,103
Renaissance Canadian Dividend Income Fund	11,758,380	12,153,230
Renaissance Canadian Monthly Income Fund	79,193,791	81,594,938
Renaissance Diversified Income Fund	39,731,123	40,887,684
Renaissance Dividend Fund	1,909,218	2,006,744
Renaissance Millennium High Income Fund	102,087,656	105,935,008
Renaissance Canadian Core Value Fund	28,434,379	29,886,857
Renaissance Canadian Growth Fund	12,600,620	13,244,282
Renaissance Canadian Small-Cap Fund	6,336,185	6,659,848
Renaissance Millennium Next Generation Fund	4,813,198	5,059,064
Renaissance U.S. Equity Value Fund	1,012,790	1,064,525
Renaissance U.S. Equity Growth Fund	441,088	463,619
Renaissance U.S. Equity Fund	378,413	397,742
Renaissance International Dividend Fund	1,024,907	1,077,261

## Notes to Financial Statements

	Aggregate Value of Securities on Loan	Aggregate Value of Collateral for Loan
Renaissance Global Markets Fund	\$ 26,876,766	\$ 28,249,678
Renaissance Global Value Fund	4,594,940	4,829,658
Renaissance Global Growth Fund	829,500	871,872
Renaissance Global Focus Fund	5,546,522	5,829,848
Renaissance Global Small-Cap Fund	983,175	1,033,398
Renaissance European Fund	1,242,727	1,306,208
Renaissance Asian Fund	747,129	785,294
Renaissance Emerging Markets Fund	802,869	843,881
Renaissance Global Infrastructure Fund	115,932	121,854
Renaissance Global Health Care Fund	43,578,835	45,804,917
Renaissance Global Resource Fund	1,922,933	2,021,160
Renaissance Global Science & Technology Fund	453,463	476,627

Collateral Type*	i	ii	iii	iv	v
Renaissance Money Market Fund	\$ —	\$ 2,138,209	\$ —	\$ —	\$ 17,941
Renaissance Canadian T-Bill Fund	—	3,126,750	—	—	26,236
Renaissance Short-Term Income Fund	4,528,144	117,473	—	—	986
Renaissance Canadian Bond Fund	—	4,432,222	—	—	37,190
Renaissance Real Return Bond Fund	6,186,750	23,378,695	—	—	196,165
Renaissance High-Yield Bond Fund	—	9,546,361	—	—	80,101
Renaissance Global Bond Fund	—	483,792	—	—	4,059
Renaissance Canadian Balanced Fund	16,927,758	10,832,598	—	—	90,894
Renaissance Canadian Balanced Value Fund	3,295,875	10,552,676	—	—	88,545
Renaissance Canadian Asset Allocation Fund	—	1,526,296	—	—	12,807
Renaissance Canadian Dividend Income Fund	6,653,900	5,453,570	—	—	45,760
Renaissance Canadian Monthly Income Fund	49,008,415	32,315,373	—	—	271,150
Renaissance Diversified Income Fund	26,871,086	13,899,967	—	—	116,631
Renaissance Dividend Fund	—	1,990,046	—	—	16,698
Renaissance Millennium High Income Fund	35,581,605	69,767,998	—	—	585,405
Renaissance Canadian Core Value Fund	—	29,638,171	—	—	248,686
Renaissance Canadian Growth Fund	—	13,134,077	—	—	110,205
Renaissance Canadian Small-Cap Fund	—	6,604,432	—	—	55,416
Renaissance Millennium Next Generation Fund	—	5,016,968	—	—	42,096
Renaissance U.S. Equity Value Fund	—	1,055,667	—	—	8,858
Renaissance U.S. Equity Growth Fund	—	459,761	—	—	3,858
Renaissance U.S. Equity Fund	—	394,432	—	—	3,310
Renaissance International Dividend Fund	—	1,068,297	—	—	8,964
Renaissance Global Markets Fund	—	28,014,615	—	—	235,063
Renaissance Global Value Fund	—	4,789,471	—	—	40,187
Renaissance Global Growth Fund	—	864,617	—	—	7,255
Renaissance Global Focus Fund	—	5,781,338	—	—	48,510
Renaissance Global Small-Cap Fund	—	1,024,799	—	—	8,599
Renaissance European Fund	—	1,295,339	—	—	10,869
Renaissance Asian Fund	—	778,760	—	—	6,534
Renaissance Emerging Markets Fund	—	836,859	—	—	7,022
Renaissance Global Infrastructure Fund	—	120,840	—	—	1,014
Renaissance Global Health Care Fund	—	45,423,778	—	—	381,139
Renaissance Global Resource Fund	—	2,004,342	—	—	16,818
Renaissance Global Science & Technology Fund	—	472,661	—	—	3,966

\*Definitions are in note 2i

### 10. Hedging

Certain foreign currency denominated positions have been hedged, or partially hedged, by forward foreign currency contracts as part of the investment strategies of certain Funds. These hedges are indicated by a hedging reference number on the Statement of Investment Portfolio, and a corresponding hedging reference number on the Forward Foreign Currency Contracts Schedule for those Funds.

### 11. Collateral on Specified Derivatives

Short-term investments may be used as collateral for futures contracts outstanding with brokers.

### 12. Reconciliation of Net Assets Per Unit and Net Asset Value Per Unit

The adoption of CICA 3855—Financial Instruments—Recognition and Measurement may result in a different value of securities held by a Fund for financial reporting purposes (defined as Net Assets when referring to a Fund or Net Assets per Unit when on a per unit basis) than the value used for pricing unitholder transactions (defined as Net Asset Value when referring to a Fund or Net Asset Value per Unit when on a per unit basis). The following table presents a reconciliation of the Net Assets per Unit and Net Asset Value per Unit for all the Funds and classes, where applicable, as at August 31, 2009:

#### Class A Units

Fund	Net Assets per Unit	Adjustment for CICA 3855 Valuation Difference per Unit	Net Asset Value per Unit
Renaissance Money Market Fund	\$10.00	\$ —	\$10.00
Renaissance Canadian T-Bill Fund	10.00	—	10.00
Renaissance U.S. Money Market Fund (\$U.S.)	10.00	—	10.00
Renaissance Short-Term Income Fund	11.76	0.01	11.77
Renaissance Canadian Bond Fund	12.18	0.02	12.20
Renaissance Real Return Bond Fund	10.93	0.02	10.95
Renaissance High-Yield Bond Fund	6.99	0.03	7.02
Renaissance Global Bond Fund	4.31	0.01	4.32
Renaissance Canadian Balanced Fund	18.91	0.03	18.94
Renaissance Canadian Balanced Value Fund	14.26	0.02	14.28
Renaissance Canadian Asset Allocation Fund	7.41	0.01	7.42
Renaissance Optimal Income Portfolio	8.83	—	8.83
Renaissance Canadian Dividend Income Fund	11.79	0.02	11.81
Renaissance Canadian Monthly Income Fund	7.25	0.01	7.26
Renaissance Diversified Income Fund	10.38	0.03	10.41
Renaissance Dividend Fund	14.27	0.03	14.30
Renaissance Millennium High Income Fund	9.28	0.02	9.30

## Notes to Financial Statements

### Class A Units

Fund	Net Assets per Unit	Adjustment for CICA 3855 Valuation Difference per Unit	Net Asset Value per Unit
Renaissance Canadian Core Value Fund	28.28	\$0.05	28.33
Renaissance Canadian Growth Fund	26.37	0.04	26.41
Renaissance Canadian Small-Cap Fund	16.39	0.08	16.47
Renaissance Millennium Next Generation Fund	25.85	0.08	25.93
Renaissance U.S. Equity Value Fund	5.72	0.01	5.73
Renaissance U.S. Equity Growth Fund	15.98	0.02	16.00
Renaissance U.S. Equity Fund	5.97	—	5.97
Renaissance International Dividend Fund	8.94	—	8.94
Renaissance International Equity Fund	4.70	—	4.70
Renaissance Global Markets Fund	3.88	—	3.88
Renaissance Optimal Global Equity Portfolio	5.93	—	5.93
Renaissance Global Value Fund	3.68	—	3.68
Renaissance Global Growth Fund	7.60	0.01	7.61
Renaissance Global Focus Fund	9.21	0.03	9.24
Renaissance Global Small-Cap Fund	8.73	0.01	8.74
Renaissance European Fund	17.03	—	17.03
Renaissance Asian Fund	17.20	0.02	17.22
Renaissance China Plus Fund	17.27	—	17.27
Renaissance Emerging Markets Fund	13.12	0.01	13.13
Renaissance Global Infrastructure Fund	8.29	0.01	8.30
Renaissance Global Health Care Fund	15.33	0.01	15.34
Renaissance Global Resource Fund	11.34	0.11	11.45
Renaissance Global Science & Technology Fund	20.44	0.01	20.45

### Class T6 Units

Fund	Net Assets per Unit	Adjustment for CICA 3855 Valuation Difference per Unit	Net Asset Value per Unit
Renaissance Optimal Income Portfolio	\$8.50	\$ —	\$8.50

### Class T8 Units

Fund	Net Assets per Unit	Adjustment for CICA 3855 Valuation Difference per Unit	Net Asset Value per Unit
Renaissance Optimal Income Portfolio	\$8.18	\$ —	\$8.18

### Class F Units

Fund	Net Assets per Unit	Adjustment for CICA 3855 Valuation Difference per Unit	Net Asset Value per Unit
Renaissance Short-Term Income Fund	\$ 9.88	\$0.01	\$9.89
Renaissance Canadian Bond Fund	10.75	0.02	10.77
Renaissance Real Return Bond Fund	9.40	0.01	9.41
Renaissance High-Yield Bond Fund	7.88	0.04	7.92
Renaissance Global Bond Fund	9.56	0.02	9.58
Renaissance Canadian Balanced Fund	9.03	0.01	9.04
Renaissance Canadian Balanced Value Fund	9.37	0.02	9.39
Renaissance Canadian Asset Allocation Fund	9.24	0.01	9.25
Renaissance Optimal Income Portfolio	8.66	—	8.66
Renaissance Canadian Dividend Income Fund	8.77	0.02	8.79
Renaissance Canadian Monthly Income Fund	7.39	0.01	7.40
Renaissance Diversified Income Fund	8.05	0.02	8.07
Renaissance Dividend Fund	9.58	0.01	9.59
Renaissance Millennium High Income Fund	10.75	0.02	10.77
Renaissance Canadian Core Value Fund	8.34	0.01	8.35
Renaissance Canadian Growth Fund	9.65	0.01	9.66
Renaissance Canadian Small-Cap Fund	7.87	0.04	7.91
Renaissance Millennium Next Generation Fund	12.98	0.05	13.03
Renaissance U.S. Equity Value Fund	6.75	—	6.75
Renaissance U.S. Equity Growth Fund	7.97	0.01	7.98
Renaissance International Equity Fund	9.60	—	9.60
Renaissance Global Markets Fund	8.87	0.01	8.88
Renaissance Optimal Global Equity Portfolio	7.63	—	7.63
Renaissance Global Value Fund	8.84	0.01	8.85
Renaissance Global Growth Fund	10.42	—	10.42
Renaissance Global Focus Fund	8.94	0.02	8.96
Renaissance Global Small-Cap Fund	7.12	0.02	7.14
Renaissance European Fund	8.92	—	8.92
Renaissance Asian Fund	12.36	0.01	12.37
Renaissance China Plus Fund	15.81	—	15.81
Renaissance Emerging Markets Fund	7.56	0.01	7.57
Renaissance Global Infrastructure Fund	8.38	0.01	8.39
Renaissance Global Health Care Fund	12.06	—	12.06
Renaissance Global Resource Fund	18.85	0.19	19.04
Renaissance Global Science & Technology Fund	2.42	—	2.42

## Notes to Financial Statements

### Class O Units

Fund	Net Assets per Unit	Adjustment for CICA 3855 Valuation Difference per Unit	Net Asset Value per Unit
Renaissance U.S. Money Market Fund (\$U.S.)	\$10.00	\$ —	\$10.00
Renaissance Canadian Bond Fund	9.91	0.02	9.93
Renaissance Real Return Bond Fund	9.91	0.01	9.92
Renaissance High-Yield Bond Fund	8.11	0.04	8.15
Renaissance Global Bond Fund	4.47	0.01	4.48
Renaissance Canadian Balanced Value Fund	9.77	0.01	9.78
Renaissance Canadian Dividend Income Fund	7.88	0.01	7.89
Renaissance Diversified Income Fund	7.58	0.02	7.60
Renaissance Millennium High Income Fund	11.19	0.02	11.21
Renaissance Canadian Core Value Fund	11.12	0.01	11.13
Renaissance Canadian Growth Fund	10.13	0.02	10.15
Renaissance Canadian Small-Cap Fund	9.06	0.04	9.10
Renaissance U.S. Equity Value Fund	7.09	—	7.09
Renaissance Global Markets Fund	8.19	0.01	8.20
Renaissance Optimal Global Equity Portfolio	7.48	—	7.48
Renaissance Global Value Fund	4.12	—	4.12
Renaissance Global Growth Fund	10.22	—	10.22
Renaissance Global Focus Fund	10.57	0.03	10.60
Renaissance Global Small-Cap Fund	11.29	0.02	11.31
Renaissance China Plus Fund	16.39	—	16.39
Renaissance Global Infrastructure Fund	8.47	—	8.47
Renaissance Global Health Care Fund	18.19	0.02	18.21
Renaissance Global Resource Fund	6.80	0.06	6.86
Renaissance Global Science & Technology Fund	26.00	0.01	26.01

### Premium Class Units

Fund	Net Assets per Unit	Adjustment for CICA 3855 Valuation Difference per Unit	Net Asset Value per Unit
Renaissance Money Market Fund	\$10.00	\$ —	\$10.00

### 13. Comparative Figures

To conform to the presentation adopted in the current period, certain amounts from the prior period have been reclassified.

# Auditors' Report

## To the Unitholders of

Renaissance Money Market Fund  
Renaissance Canadian T-Bill Fund  
Renaissance U.S. Money Market Fund  
Renaissance Short-Term Income Fund  
(formerly Renaissance Canadian Income Fund)  
Renaissance Canadian Bond Fund  
Renaissance Real Return Bond Fund  
(formerly Renaissance Canadian Real Return Bond Fund)  
Renaissance High-Yield Bond Fund  
(formerly Renaissance Canadian High Yield Bond Fund)  
Renaissance Global Bond Fund  
Renaissance Canadian Balanced Fund  
Renaissance Canadian Balanced Value Fund  
Renaissance Canadian Asset Allocation Fund  
Renaissance Optimal Income Portfolio  
Renaissance Canadian Dividend Income Fund  
Renaissance Canadian Monthly Income Fund  
Renaissance Diversified Income Fund  
Renaissance Dividend Fund  
Renaissance Millennium High Income Fund  
Renaissance Canadian Core Value Fund  
Renaissance Canadian Growth Fund  
Renaissance Canadian Small-Cap Fund  
(collectively, the "Funds")

Renaissance Millennium Next Generation Fund  
Renaissance U.S. Equity Value Fund  
Renaissance U.S. Equity Growth Fund  
Renaissance U.S. Equity Fund  
(formerly Renaissance U.S. Index Fund)  
Renaissance International Dividend Fund  
(formerly Renaissance International Index Fund)  
Renaissance International Equity Fund  
Renaissance Global Markets Fund  
Renaissance Optimal Global Equity Portfolio  
(formerly Renaissance Global Multi Management Fund)  
Renaissance Global Value Fund  
Renaissance Global Growth Fund  
Renaissance Global Focus Fund  
Renaissance Global Small-Cap Fund  
Renaissance European Fund  
Renaissance Asian Fund  
Renaissance China Plus Fund  
Renaissance Emerging Markets Fund  
Renaissance Global Infrastructure Fund  
Renaissance Global Health Care Fund  
Renaissance Global Resource Fund  
Renaissance Global Science & Technology Fund

We have audited the statements of net assets of the Funds as at August 31, 2009 and 2008, the statement of investment portfolio as at August 31, 2009, and the statements of operations and changes in net assets for the periods then ended. These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Funds as at August 31, 2009 and 2008, and the results of their operations and the changes in their net assets for the periods then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada,  
November 5, 2009.

The logo for Ernst & Young LLP, featuring the company name in a stylized, handwritten-style script.

Chartered Accountants  
Licensed Public Accountants







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CIBC Asset Management Inc., the manager and trustee of the Renaissance Investments family of funds, is a wholly-owned subsidiary of Canadian Imperial Bank of Commerce (CIBC). To obtain a copy of the Renaissance Investments simplified prospectus, call 1-888-888-FUND (3863) or ask your advisor.

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