



As at November 30, 2010

Monthly Update

M-Split Corp is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in common shares of Manulife Financial, a leading Canadian based Global Financial Services company offering financial products and wealth management services. Three types of shares are available, a Capital share, a Class I Preferred and a Class II Preferred.

On March 23, 2010 a Capital Reorganization of M Split was completed.

Holders of Priority Equity Shares (Symbol: **XMF.PR.A**) received the following securities in exchange for each Priority Equity Share held: One \$5.00 Class I Preferred Share (Symbol: **XMF.PR.B**); One \$5.00 Class II Preferred Share (Symbol: **XMF.PR.C**); One 2011 Warrant (Symbol: **XMF.WT**); and One 2012 Warrant (Symbol: **XMF.WT.A**).

Since more Priority Equity Shares were tendered for retraction under the special retraction right than Class A Shares, the outstanding Class A Shares were consolidated. This was done to ensure there is an equal number of Capital Shares, Class I Preferred Shares and Class II Preferred Shares outstanding.

Holders of Class A Shares (Symbol: **XMF**) received 0.944808 of a Capital Share (Symbol: **XMF.A**) in exchange for each Class A Share held.

For complete details, please [click here](#) to view the Information Circular dated December 23, 2009.

Commentary

The North American financial markets were mixed during the month of November. Macro events including the US mid term elections, the announcement by the US Federal Reserve of the second round of quantitative easing and the renewed fears of a sovereign debt contagion in Ireland, Portugal, Greece and Spain were among the most significant influences on the market during the month. The announcement of a \$600 billion quantitative easing program had been well telegraphed and appeared to be already discounted into market prices as were the Republican gains in the US mid term election results. However, renewed contagion fears over the deteriorating financial situation in Ireland and further contagion effects caused market participants to reduce risk causing a resultant increase in the US dollar against most other currencies. The strengthening of the US dollar, despite the announcement of this large quantitative easing program, hampered financial markets during the month.

General economic data continues to suggest North American economies are recovering albeit at a much weaker pace than previous recoveries. Notwithstanding the positive support provided by ongoing government fiscal and monetary stimulus, sustained economic growth will require a greater transition from government led growth to private economic growth.

The valuations of the companies in the portfolio generally remain at very reasonable levels when measured by price to earnings ratios and current dividend yields and this should continue to act as a major support at these current market prices. Many Canadian companies held in the portfolios are expected to raise their dividends over the next 6 months. The dividend income continues to be supplemented by income generated by the covered call writing program.

	One Month to Nov 30, 2010	Year to Date Nov 30, 2010
TSX	2.18%	10.27%
S&P 500	-0.23%	5.87%
DJII	-1.01%	5.54%
NASDAQ	-0.37%	10.10%

Distributions (by record date)

	XMF.A	XMF.PR.B	XMF.PR.C	Total
Total to Date	\$0.9000	\$1.2190	\$0.0000	\$2.1190
2010 YTD	\$0.0000	\$0.2813	\$0.0000	\$0.2813
2009	\$0.0000	\$0.0438	\$0.0000	\$0.0438
2008	\$0.5000	\$0.5250	\$0.0000	\$1.0250
2007	\$0.4000	\$0.3690 ⁽¹⁾	\$0.0000	\$0.7690

⁽¹⁾ Initial distribution for the period Apr 18/07 to Jun 29/07.

Details

Units Outstanding:	2,735,610
Inception Date:	April 18, 2007
Capital Reorganization Date:	March 23, 2010
Termination Date:	December 1, 2014
Net Asset Value:	\$6.55
Cash Weighting:	9%
Canadian Equity Weighting:	91%
XMF.PR.B Trading Price:	\$5.05
Current Yield*:	7.4%
Market Capitalization:	\$13,814,831
<i>*Last distribution annualized.</i>	
XMF.PR.C Trading Price:	\$1.95
Market Capitalization:	\$5,334,439.50
XMF.A Trading Price:	\$0.31
Market Capitalization:	\$834,361.05

Holding

Symbol

Manulife Financial

MFC



Company News

Manulife % return for Nov 2010:	10.6%
Manulife % return year-to-date 2010:	-26.1%
Dividend Yield on Manulife shares:	3.64%