



SIMPLIFIED PROSPECTUS

Offering of Series A and Series F Shares of

**VERITAS CANADIAN SELECT PORTFOLIO
FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO**
(formerly Raymond James Canadian Focus Picks Portfolio)

of

FT Mutual Fund Corporation

No securities regulatory authority has expressed an opinion about these shares and it is an offence to claim otherwise.

February 26, 2010

TABLE OF CONTENTS

	Page
INTRODUCTION	1
WHAT IS A MUTUAL FUND AND WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?	2
WHAT IS A MUTUAL FUND?	2
WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?	3
ORGANIZATION AND MANAGEMENT OF THE FUNDS	8
PURCHASES, SWITCHES AND REDEMPTIONS	10
CLASSES AND SERIES	10
PURCHASES	10
SWITCHES	12
REDEMPTIONS	12
SHORT-TERM TRADING	13
OPTIONAL SERVICES	14
SYSTEMATIC INVESTMENT PLAN	14
AUTOMATIC WITHDRAWAL PLAN	14
FEES AND EXPENSES	14
FEES AND EXPENSES PAYABLE BY A FUND	15
FEES AND EXPENSES PAYABLE DIRECTLY BY YOU	18
IMPACT OF SALES CHARGES	19
DEALER COMPENSATION	19
SALES COMMISSION	19
TRAILER FEE	19
DEALER COMPENSATION FROM MANAGEMENT FEES	20
INCOME TAX CONSIDERATIONS FOR INVESTORS	20
FOR SHARES HELD IN A NON-REGISTERED ACCOUNT	20
FOR SHARES HELD IN A REGISTERED PLAN	23
WHAT ARE YOUR LEGAL RIGHTS?	23
SPECIFIC INFORMATION ABOUT EACH OF THE MUTUAL FUNDS DESCRIBED IN THIS DOCUMENT	24
VERITAS CANADIAN SELECT PORTFOLIO	24
FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO <i>(formerly Raymond James Canadian Focus Picks Portfolio)</i>	30

INTRODUCTION

This simplified prospectus (the “**Simplified Prospectus**”) contains selected important information about Veritas Canadian Select Portfolio and First Trust Raymond James Canadian Focus Picks Portfolio (*formerly Raymond James Canadian Focus Picks Portfolio*) (each a “**Fund**” and together the “**Funds**) to help you make an informed investment decision and to help you understand your rights as an investor.

This document is divided into two parts. The first part, from pages 1 through 23, contains general information applicable to each Fund. The second part, from pages 24 through 35, contains specific information about the Funds described in this document.

Each Fund represents a separate class of shares of FT Mutual Fund Corporation (“**Fundcorp**”). Fundcorp is a mutual fund corporation that currently offers shares of different mutual funds, of which, only the Funds are offered under this Simplified Prospectus. Each Fund is itself divided into series of shares. Fundcorp may also offer additional shares of other funds in the future and any such funds will constitute separate classes of shares of Fundcorp. Mutual fund shares of the Funds are generally referred to in this Simplified Prospectus as “shares”.

This Simplified Prospectus contains information about the Funds and the risks of investing in mutual funds generally, as well as the names of the firms responsible for the management of the Funds.

Additional information about the Funds are available in the following documents:

- the Annual Information Form;
- the most recently filed annual financial statements of the Funds;
- any interim financial statements filed after those annual financial statements;
- the most recently filed annual management report of fund performance of the Funds; and
- any interim management report of fund performance filed after those annual management report of fund performance.

These documents are incorporated by reference into this Simplified Prospectus, which means that they legally form part of this document just as if they were printed as a part of this document. You can get a copy of these documents, at your request and at no cost, by calling First Defined Portfolio Management Co. (the “**Manager**”) toll free at 1-877-622-5552, or from your dealer or advisor.

These documents are also available on the Manager’s Internet site at www.firsttrust.ca or by contacting the Manager at info@firsttrust.ca.

These documents and other information about the Funds are also available on the Internet at www.sedar.com.

WHAT IS A MUTUAL FUND AND WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?

WHAT IS A MUTUAL FUND?

A mutual fund is a pool of money contributed by people with similar investment objectives. This pool of money is invested by a professional portfolio manager to achieve the investment objectives of the particular mutual fund. Mutual funds own different types of investments depending upon their investment objectives. The portfolio manager determines which securities the mutual fund will buy or sell and when to buy or sell such securities.

If you are a shareholder of a mutual fund, you share in the fund's income, expenses, gains and losses. Each share represents a portion of the value of the fund.

Mutual funds tend to have low levels of minimum investments allowing investors to diversify their investment at a relatively low cost. As well, it is generally easy to buy and sell shares of a mutual fund.

Many mutual funds, including the Funds, are set up as corporate mutual funds. To become a shareholder of a corporate mutual fund, you purchase shares in a mutual fund corporation. Mutual funds may also issue one or more series of shares which may be purchased by investors. While each series of shares of a Fund will share proportionally in the common expenses and liabilities of the Fund, each series will also bear its own series specific expenses. The series specific expenses are attributable to the relevant series in connection with any distribution to be made by the Funds and will therefore affect the amount of the distribution in respect of the shares of each series of each Fund, as well as the net asset value ("NAV") of each series of each Fund.

Fundcorp is a mutual fund corporation which currently offers different funds, of which, only the Funds are offered under this Simplified Prospectus. Each fund of Fundcorp constitutes a separate class of shares of Fundcorp, with each such class being divided into series of shares. In the future, additional funds may be offered by Fundcorp under separate prospectuses.

The different series of shares of each Fund are described on page 10 under the heading "Purchases, Switches and Redemptions". We may offer additional series of shares of any Fund in the future.

While the assets and liabilities of each fund of Fundcorp will be tracked separately, Fundcorp as a whole will be legally responsible for all of the financial obligations of each of them. If there are insufficient assets of a series of a fund of Fundcorp to satisfy its liabilities, the remaining assets of the other series of such fund would be used to satisfy the shortfall. If the total assets of a fund of Fundcorp are insufficient to satisfy that fund's liabilities, then the remaining assets of

Fundcorp, including those of other funds in Fundcorp would be used to satisfy the shortfall. In such circumstances, the assets of the other series of the fund and/or of the other funds of Fundcorp would decline by the amount of their proportionate share of the shortfall.

WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?

There are some general risks which all mutual funds share, as well as certain risks unique to investment in the Funds. The value of the investments held by mutual funds will change from day to day, reflecting changes in interest rates, economic conditions, and market and company news. As a result, the value of the shares of mutual funds may go up and down, and the value of your investment may be more or less when you redeem it than when you purchased it. The following is a description of these and other risks which apply to a Fund and in varying degrees to all mutual funds.

Class Risk

- Each Fund is a class of shares of Fundcorp. A Fund sells shares and the proceeds are used to invest in a portfolio of securities based on its investment objective. However, because a Fund is part of a single corporation, the corporation as a whole is liable for the Fund's expenses, as well as the expenses of the other funds that are part of Fundcorp even though they may be sold under separate prospectuses. If any of the funds which make up Fundcorp, including the Funds, cannot pay its expenses, Fundcorp will be required to pay those expenses from the assets of the other funds that make up Fundcorp. Having to pay any expense or liability of this kind could cause the value of your investment to decline even though the value of your investment in a Fund might have otherwise increased.

Concentration and Sector Risk

- A relatively high concentration of assets in a single or small number of issuers may reduce the diversification and liquidity of a mutual fund and increase its volatility. As a result of reduced liquidity, the mutual fund's ability to satisfy redemption requests may be reduced. It may also result in a concentration in specialized industries or market sectors. Investment in such a mutual fund involves greater risk and volatility than investing in a mutual fund that has a broadly based investment portfolio since the performance of one particular industry or market could significantly and adversely affect the overall performance of the entire mutual fund.

BetaPro ETF Risk

- The Funds have obtained relief from the Canadian securities regulatory authorities to invest in certain exchange-traded funds managed by BetaPro Management Inc. (the "**BetaPro ETFs**"). The BetaPro ETFs are exchange-traded funds that seek to provide returns similar to a particular benchmark market, industry sector index, or commodity and utilize leverage in an attempt to magnify returns by either a multiple or an inverse multiple of that benchmark, index or commodity. Investments in the BetaPro ETFs are

highly speculative and involve a high degree of risk. The BetaPro ETFs are also subject to increased volatility as they seek to achieve a multiple or inverse multiple of a benchmark index or commodity.

Economic Conditions

- The performance of a mutual fund will be affected by changes in the general economic and financial conditions in Canada, North America and the world.

Equity Risk

- Equity securities, such as common shares, may fluctuate in value. General economic and market conditions, interest rates and other factors all may impact negatively the price of an equity security. The prices of equity securities can therefore vary widely and mutual funds that invest in equity securities are generally more volatile than mutual funds that invest in fixed-income securities.

Income Trust Risk

- A mutual fund may invest in income trusts. Income trusts generally hold securities in or are entitled to receive payments from an underlying active business or investment in property. To the extent that an underlying business or investment in property is susceptible to industry risks, stock market conditions, interest rate fluctuations, commodity prices and other economic factors, investment returns from an income trust may be similarly affected. Although their returns are neither fixed nor guaranteed, income trusts are structured in part to provide a constant stream of income to investors. As a result, an investment in an income trust may be subject to interest rate risk. There is also a remote risk that where claims against an income trust are not satisfied by that trust, investors in that trust could be held liable for any outstanding obligations. The businesses and investments in property underlying income trusts may focus on a few industries and geographic areas. If those industries or geographic areas prosper the outlook for those income trusts will generally increase as will the value of the mutual fund. Conversely, if such industries and geographic regions experience a downturn, the outlook for those income trusts will generally decline, as will the value of the mutual fund. In addition, the mutual fund will suffer because income trusts may not be focused on investments in other industries or geographic areas to offset the downturn.
- Changes to the *Income Tax Act* (Canada) have been enacted which impose a tax on certain income trusts and limited partnerships (known as “SIFTs”). Generally, these rules impose a tax on a SIFT’s non-portfolio earnings (“**Distribution Tax**”). Distributions and allocations of a SIFT’s non-portfolio earnings, less the related Distribution Tax, will be treated as dividends paid from taxable Canadian corporations in the hands of a recipient (i.e. a mutual fund). These rules apply: (i) in the case of a SIFT the units of which are first listed for public trading after October 31, 2006, beginning in the 2007 taxation year of such SIFT, and (ii) in the case of a SIFT the units of which were already publicly traded on October 31, 2006, beginning with the 2011 taxation year of such SIFT, subject to earlier application where certain growth guidelines are exceeded.

These changes will reduce the tax effectiveness of affected income trusts and limited partnerships, which will result in such issuers being treated in a manner substantially the same as corporate issuers and may negatively impact the value of SIFT units held by a mutual fund. In addition, the changes have had, and may continue to have, an effect on the trading price of such trusts and limited partnerships, which will affect the net asset value of a fund that has exposure to SIFTs. Finally, as a result of these rules, it is possible that SIFTs may seek to restructure their affairs and organizational structures in manners that could have a negative impact on the returns to a fund that is exposed to SIFTs.

Interest Rates

- The performance of the securities held by a mutual fund may be affected by movements in the general level of interest rates. The price of the investments in a mutual fund may rise and fall when interest rates change.

Investment Not Guaranteed

- The full amount of your investment in a mutual fund is not guaranteed.
- Unlike bank accounts or guaranteed investment certificates, shares of mutual funds are not covered by the Canada Deposit Insurance Corporation or any other government deposit insurer.

Large Transaction Risk

- Shares of a Fund may be purchased by investors in large quantities. Any significant transaction made by a large investor could significantly impact a Fund's cash flow. If an investor buys large amounts of shares of a Fund, the Fund could temporarily have a high cash balance. Conversely, if an investor redeems large amounts of shares of a Fund, the Fund may be required to fund the redemption by selling securities from its portfolio at an inopportune time. This could include selling investments in a market cycle downturn when many investments have declined in value or at any other time when a particular investment may have to be sold below its anticipated worth. This can have a negative impact on the performance of an impacted Fund.

Legislation and Litigation

- From time to time, various legislative initiatives are proposed by governments which may have a negative impact on certain securities in the portfolio of a mutual fund. In addition, litigation regarding any of the issuers whose securities are held in the portfolio of a mutual fund or the industries represented by these companies may negatively impact the prices of securities. The impact on the portfolio of a mutual fund of any pending or proposed legislation or pending or threatened litigation cannot be predicted.

Liquidity

- A mutual fund, from time to time, may invest in securities which are illiquid, meaning that they cannot be readily sold. A mutual fund that has trouble selling a security can lose value or incur additional costs. As well, illiquid securities may be difficult to value and thus may experience larger than normal price fluctuations. Such fluctuations can cause fluctuations in the mutual fund's value.

Series Risk

- A Fund may issue several series of shares. Each series is charged for expenses that are specifically attributable to that series. If a series of a Fund cannot pay such expenses, the other series of the Fund will have to pay them. In such circumstances, the assets of the other series of the Fund and/or of other funds of Fundcorp would decline by the amount of the proportionate share of the shortfall.

Small Company Risk

- Investing in securities of smaller companies may be riskier than investing in larger, more established companies. Smaller companies may have limited financial resources, fewer shares issued and a less established market for their shares. In addition, smaller companies are characterized by a smaller market capitalization. Market capitalization is a measure used to determine the value of a company. It multiplies the current market price of a company's stock by the number of shares outstanding. Small capitalization companies generally are not as liquid as larger capitalization ones, and can be more difficult to buy and sell, with larger bid and ask spreads and more price volatility.

Specialization Risk

- Some mutual funds specialize in investing in a particular industry or part of the world. Specialization allows a portfolio adviser to focus on specific areas of the economy, which, if the sector and issuers selected perform well, can lead to a corresponding increase in the mutual fund's performance. Conversely, poor performance by the sector and issuers selected may also result in the mutual fund performing poorly, as there may be relatively few other investments within the sector to offset the poor performance of the issuers selected.

Stock Market Conditions and Specific Issuer Developments

- A mutual fund which invests in securities of public companies will be influenced by conditions affecting the stock markets where those securities are traded, as well as by specific developments of the issuers.

Suspension of Redemptions

- As described in the section entitled “Purchases, Switches and Redemptions”, your right to redeem shares in a mutual fund, including the Funds, may be suspended under exceptional circumstances.

Tax Related Risks

- As a mutual fund corporation with a multi-class structure, Fundcorp must compute its net income and net capital gains for tax purposes as a single entity. The dividends paid to an investor in a Fund may therefore differ from the dividends or distributions the investor would have received if the investor had invested in a mutual fund corporation which did not have the multi-class structure or in a mutual fund trust, either of which made the same investments as the Fund. For example, if a Fund had a net loss or net realized capital loss, that net loss or net realized capital loss may be applied to reduce the income and net realized capital gains of Fundcorp as a whole. This will generally benefit investors in other funds that make up Fundcorp to the extent that it reduces the amount of dividends to be paid by Fundcorp to investors in the other funds since their current income inclusions may be reduced but not the value of the securities in such funds. The amount of capital gains dividends to be paid by a Fund could be affected by the level of redemptions from all funds that make up Fundcorp as well as accrued gains and losses of Fundcorp as a whole.
- Each fund within Fundcorp may have to modify its investments as a consequence of investors switching between funds that make up Fundcorp. As a result, more of its accrued gains and losses may be recognized at an earlier time compared with a mutual fund that does not allow for tax-deferred switching among asset pools. In certain circumstances, this may accelerate the recognition of gains by investors as a consequence of the earlier payment of capital gains dividends.
- The Provinces of Ontario and British Columbia have each recently announced plans to harmonize their existing provincial sales tax with the federal goods and services tax effective July 1, 2010. If these tax proposals are implemented as announced, investment funds that are subject to these new harmonized sales tax may be required to pay a harmonized sales tax of 13% (Ontario) and 12% (British Columbia) on fees such as management fees, rather than the currently imposed 5% federal goods and services tax, which may increase costs borne by the Funds.

ORGANIZATION AND MANAGEMENT OF THE FUNDS

<p>MANAGER</p> <p>First Defined Portfolio Management Co. 330 Bay Street, Suite 1300 Toronto, Ontario M5H 2S8 1-877-622-5552 www.firsttrust.ca</p>	<p>The Manager has the authority and responsibility to manage the day to day operations of the Funds, to appoint the Portfolio Advisor of the Funds and to manage the offering of the shares of the Funds.</p>
<p>PORTFOLIO ADVISOR</p> <p>First Trust Advisors L.P. (the “Portfolio Advisor”) Wheaton, Illinois</p>	<p>The Portfolio Advisor, an affiliate of the Manager, is an investment advisor located in the United States. The Portfolio Advisor provides investment management and portfolio management services to the Funds regarding their investment portfolios.</p> <p>The Portfolio Advisor is a non-Canadian advisor and operates as a portfolio manager under National Instrument 31-103 <i>Registration Requirements and Exemptions</i>. The Portfolio Advisor is registered with the U.S. Securities and Exchange Commission under the U.S. <i>Investment Advisers Act of 1940</i>. The name and address of the agent for service of process of First Trust Advisors L.P. in Ontario is Torys LLP, Suite 3000, 79 Wellington Street West, Box 270, Toronto-Dominion Centre, Toronto, ON M5K 1N2.</p> <p>It may be difficult to enforce any legal rights against the Portfolio Advisor since all or substantially all of its assets are situated outside of Canada.</p>
<p>CUSTODIAN</p> <p>RBC Dexia Investor Services Trust (the “Custodian”) Toronto, Ontario</p>	<p>The Custodian is responsible for holding and maintaining information regarding all portfolio securities held by each Fund. The Custodian holds each Fund’s shares and other portfolio assets, including cash on deposit with financial institutions, on behalf of each Fund.</p>

<p>RECORDKEEPER</p> <p>RBC Dexia Investor Services Trust (the “Recordkeeper”) Toronto, Ontario</p>	<p>The Recordkeeper keeps track of the owners of each series of shares of each Fund.</p>
<p>AUDITORS</p> <p>Deloitte & Touche LLP (the “Auditors”) Toronto, Ontario</p>	<p>The Auditors are responsible for auditing the financial statements of each Fund and expressing an opinion on the financial statements based on their audit as to whether the financial statements comply, in all material respects, with Canadian generally accepted accounting principles.</p>
<p>INDEPENDENT REVIEW COMMITTEE</p>	<p>The Manager has established an independent review committee (“IRC”) pursuant to the requirements set out in National Instrument 81-107 <i>Independent Review Committee for Investment Funds</i> (“NI 81-107”) to oversee decisions involving actual or perceived conflicts of interest in respect of the Funds. The IRC is comprised of three independent members, being Peter Copestake, George Anderson and Jacqueline Orange. The IRC prepares, at least annually, a report of its activities for shareholders which will be available on the Manager’s Internet site at www.firsttrust.ca or, at the request of shareholders at no cost, by calling toll-free 1-877-622-5552 or by email at info@firsttrust.ca.</p> <p>Certain reorganizations of a Fund or transfers by a Fund of its assets to another mutual fund, will not require the approval of shareholders provided certain factors are met. Such factors include, obtaining the approval of the IRC, as well as delivering a written notice to shareholders describing such activities at least 60 days before the effective date of the reorganization or transfer.</p> <p>In addition, the auditors of the Funds may not be changed unless the IRC has approved the change in accordance with NI 81-107, and a written notice describing the change of auditors is sent to shareholders at least 60 days before the effective date of the change.</p> <p>Additional information about the IRC is available in the Annual Information Form of the Funds.</p>

PURCHASES, SWITCHES AND REDEMPTIONS

CLASSES AND SERIES

Fundcorp is authorized to issue separate classes of mutual fund shares and separate series of each class, of which, only the Series A and Series F shares of each Fund are offered under this Simplified Prospectus. Fundcorp may offer additional new classes and new series at any time.

Within Fundcorp, each Fund is a separate class of shares associated with an investment portfolio having specific investment objectives.

Each class of mutual fund shares of Fundcorp (including each Fund) is entitled to share pro rata in the total return (including realized and unrealized gains) on the portfolio assets of that fund less that portion of the fund's operating expenses attributable to the class. The series of each class are entitled to share pro rata in the net return of each class. The shares of each mutual fund class have the right to receive dividends, when declared, and to receive upon redemption the net asset value per share of the shares redeemed.

Each Fund currently offers two series of shares - Series A and Series F. Although the money which you and other investors pay to purchase shares of any series is tracked on a series by series basis in a Fund's administration records, the assets of all series of a Fund are combined into a single pool to create one portfolio for investment purposes by the Fund. Expenses of each series of a Fund are tracked separately and a separate share price is calculated for each series.

Series A Shares

As there are no criteria for holding Series A shares of a Fund, anyone in Canada may purchase Series A shares of a Fund through authorized dealers and advisors. Your dealer or advisor may receive a sales commission of up to 3.00% of the subscription price (where such subscription price includes the sales charge, if any) when you buy Series A shares of a Fund.

Series F Shares

Certain dealers and advisors have agreements with the Manager which enable them to offer Series F shares of a Fund to their clients. Only a client who pays an annual fee to such a dealer or advisor pursuant to a fee-based program may invest in Series F shares of a Fund (the "**Series F criteria**"). These fees are negotiated between you and your dealer or advisor. Your dealer or advisor does not receive trailing commissions from the Manager with respect to your Series F shares. No sales charges are payable in respect of your purchase of Series F shares of a Fund.

PURCHASES

Shares of a Fund are offered by this Simplified Prospectus in all provinces and territories of Canada. It is the intention of the Funds to sell shares only to persons resident in Canada.

Therefore, a Fund will accept orders only where the address of the purchaser, or if the purchaser is not the principal, the address of the principal, is in Canada. You may purchase shares through a dealer or advisor registered in the province or territory where you place the order. The Funds are valued in Canadian dollars.

Your initial investment in shares of a Fund must be at least \$1,500 and any additional investment must be at least \$250. All complete orders will be processed within three business days (or such shorter period required by Canadian securities regulatory authorities). In this Simplified Prospectus, a “business day” refers to a day that the Toronto Stock Exchange is open for business. A Fund may change or waive the minimum thresholds for the initial investment or any additional investment in shares of the Fund at any time.

No certificate will be issued to you upon a purchase of shares of a Fund.

If a Fund does not receive your payment within three business days of processing your purchase order, the Fund will redeem your shares on the following business day. If the redemption proceeds are greater than the payment you owe, the Fund will keep the difference. If the redemption proceeds are less than the payment you owe, the Manager will pay the difference to the Fund and then will seek to collect this amount, plus the expense of so doing, from the dealer or advisor placing the order. The arrangement between you and your dealer or advisor may entitle your dealer or advisor to reimbursement from you of that amount together with any additional costs and expenses of collection.

The Manager may decide from time to time to cease the sale of shares of a Fund for such period as the Manager shall determine.

Please see the section entitled “Fees and Expenses” for further details regarding fees and expenses charged in relation to the series of shares of a Fund.

Calculation of the Price of a Share

The purchase price of shares of a Fund is based on the NAV per series of the shares of the Fund next calculated after the Manager receives your purchase order. The NAV per share of a Fund is usually calculated at 4:00 p.m. (Toronto time) but in some circumstances it may be calculated at another time. Any purchase orders received by or on behalf of the Manager before 4:00 p.m. (Toronto time) on a business day are priced based on the relevant NAV calculated on that day. Orders received after that time are priced based on the NAV on the next business day. Your dealer or advisor may establish earlier cut-off times.

Separate NAVs per share of a Fund are calculated for each series of shares of a Fund. The series NAV per share of a Fund is calculated daily by dividing: (1) the amount equal to the value of that series’ proportionate share of assets of the Fund, less that series’ proportionate share of the common expenses of the Fund and less that series’ specific expenses by (2) the total number of shares of that series of that Fund outstanding at such time.

The Manager, on behalf of a Fund, may reject your purchase order within one business day of receiving the order. Any monies received in respect of the rejected purchase order will be returned without interest.

SWITCHES

You can switch your investment among the series within a Fund or to any of the other funds that are or may be offered by Fundcorp (including to another Fund) or to another First Trust fund in Canada through your dealer or advisor.

If you switch from one series to another series of a Fund or to another fund within Fundcorp (including to another Fund), it will not be a taxable transaction to you because you will still own shares of Fundcorp. That means you will not have to pay capital gains tax at the time of the switch, although in certain circumstances the switch may accelerate the time at which Fundcorp realizes gains and pays capital gains dividends. However, you may only switch among series or classes of shares of Fundcorp denominated in the same currency. If you would like to change the denomination of the currency of your investment in Fundcorp this will involve a redemption and purchase. See “Income Tax Considerations For Investors” on page 20.

If you move your investment from a Fund to another First Trust fund in Canada not in Fundcorp, there will be a redemption of the shares of the Fund you own and a purchase of shares or units of the new fund. Because you are moving from a Fund to another First Trust fund in Canada outside of the Fundcorp family, the redemption will be a taxable transaction to you. See “Income Tax Considerations For Investors” on page 20.

A switch fee may apply. See the description of Switch Fees in the “Fees and Expenses” table beginning on page 18.

REDEMPTIONS

You may redeem your shares of a Fund and receive an amount for each share you redeem equal to the applicable series NAV per share of the Fund as next calculated after the Manager receives your redemption request. Please see “Fees and Expenses” on page 14. A redemption of shares of a Fund is a disposition for tax purposes. If you hold your shares outside a registered plan, you may realize a taxable capital gain upon a redemption.

The following paragraphs set out the redemption procedure for a Fund.

- Redemption requests received by or on behalf of the Manager before 4:00 p.m. (Toronto time) on a business day will be priced using the applicable series NAV calculated on that day.
- Redemption requests received by or on behalf of the Manager received after 4:00 p.m. (Toronto time) on a business day will be priced using the relevant series NAV calculated on the next business day.

- You may redeem your shares through your registered dealer or advisor, or by wire order by delivering a request to the Manager or the person administering the Fund on its behalf. In order to complete such a request you must provide all required redemption application documents. Once you have done so, the Fund will pay you the redemption price within three business days after the date of the calculation of the NAV per share of the Fund used to establish your redemption price.
- The Fund will cancel any shares you redeem.
- Upon the direction of the Manager, the Fund may require that you hold a minimum amount of shares of the Fund. If you hold less than the minimum amount, the Fund may redeem your shares upon fifteen days prior notice.
- Upon the direction of the Manager, the Fund may redeem your shares to the extent necessary to pay any outstanding fees, charges or expenses that you owe. The Manager may also require a redemption of your shares in certain circumstances in order to ensure that Fundcorp maintains its status as a “mutual fund corporation” for tax purposes.
- The Manager may suspend the right of redemption and postpone the date of payment of redemptions for any period provided that it complies with applicable securities regulatory policies in doing so. Your right to redeem shares of the Fund may be suspended for any period when normal trading is suspended on a stock exchange on which securities are listed which represent more than 50% of the value of the Fund, subject to certain allowances and modification by the consent of securities regulatory authorities and provided those securities are not traded on another exchange that represents a reasonable practical alternative for the Fund.
- If the Manager suspends the right of redemption in respect of shares of the Fund, you may either withdraw your redemption request or receive, once the suspension is lifted, a payment based on the NAV per share of the Fund next calculated after the suspension is lifted.

SHORT-TERM TRADING

The Manager has adopted policies and procedures to detect and deter short-term trading. Short-term trades are defined as a combination of a purchase and redemption (including switches between the funds that make up Fundcorp) within a short period of time that the Manager believes is detrimental to other investors in a Fund. Such trades may take advantage of certain funds which hold securities priced in other time zones or illiquid securities that trade infrequently. These trades are generally for periods of less than 10 days but can be for periods of up to 30 days.

The interests of a Fund’s investors and a Fund’s ability to manage its investments may be adversely affected by short-term trading because, among other things, these types of trading activities can dilute the value of Fund shares, can interfere with the efficient management of a Fund’s portfolio and can result in increased brokerage and administrative costs to the Fund.

While the Manager will actively take steps to monitor, detect and deter short-term trading, it cannot ensure that such trading activity will be completely eliminated.

A purchase (including a switch into a Fund) and a redemption (including a switch from a Fund) within a short period of time will be subject to a short-term trading fee. You will be charged a short-term trading fee of up to 2.00% of the purchase price (excluding any sales charge) if you redeem your shares within 30 days of buying them. The fee payable will be deducted from the redemption proceeds when you redeem your shares and such fees will be retained by the relevant Fund. See “Fees and Expenses Payable Directly By You” on page 18 for more information. The Manager, in its sole discretion, may waive the short-term trading fee.

The Manager may also take such additional action as it considers appropriate to prevent further similar activity by the investor. These actions may include the delivery of a warning to the investor, placing the investor/account on a watch list to monitor his or her trading activity, the subsequent refusal of further trades by the investor if the investor continues to attempt such trading activity and/or closure of the investor’s account. The restrictions imposed on short-term trading, including the short-term trading fees, will generally not apply in connection with redemptions initiated by us and redemptions initiated by shareholders in special circumstances as determined by us in our sole discretion.

OPTIONAL SERVICES

SYSTEMATIC INVESTMENT PLAN

You may purchase shares of a Fund monthly through a systematic investment plan. If utilized, the Fund will automatically transfer money from your Canadian dollar chequing account and invest in shares of the Fund. Your initial investment in shares of a Fund pursuant to the systematic investment plan and any additional investment must meet the minimum thresholds described under “Purchases” above.

AUTOMATIC WITHDRAWAL PLAN

You may set up an automatic withdrawal plan to receive a regular payment from your investments in a Fund by regularly redeeming shares that you own. We do not charge for this service. You may decide not to continue in the plan on five business days’ notice to us. If your regular withdrawals under the plan are greater than the value of the shares that you own, you may use up your investment over time.

FEES AND EXPENSES

The following two tables list the fees and expenses that you may have to pay, directly and indirectly, if you invest in a Fund. A Fund will have to pay some of these fees and expenses, which will reduce the value of your investment in the Fund. In addition, if you hold Series A shares of a Fund, you may have to pay some of these fees and expenses yourself. Series F shares

of a Fund are charged a lower management fee than that charged to Series A shares of the Fund because the Manager does not pay trailing commissions to dealers or advisors in respect of Series F shares. However, if you are a Series F shareholder of a Fund, you will have to pay your advisor or dealer any fees payable under your fee based program with such advisor or dealer.

FEES AND EXPENSES PAYABLE BY A FUND

Management Fees:

The Manager is entitled to an annual management fee, payable monthly out of the assets of each Fund based on the applicable daily series NAV as follows:

	<i>Series A Shares</i>	<i>Series F Shares</i>
Veritas Canadian Select Portfolio	1.95%	0.95%
First Trust Raymond James Canadian Focus Picks Portfolio	1.75%	0.75%

The Manager will also pay a portion of the annual management fees it receives to the Portfolio Advisor.

In respect of the Series A Shares of a Fund, 1.00% of the management fee will be paid by the Manager to dealers or advisors as a trailing commission based on the Series A shares of the Fund sold by such dealers or advisors and not redeemed before the end of each month.

The management fees are accrued in arrears daily and payable monthly.

Generally, shareholder approval is required to change the basis of the calculation of a fee or expense that is charged to a Fund or shareholder of a Fund in a way that could result in an increase in charges to the Fund or its shareholders or if a new fee or expense is introduced by a Fund or the Manager. However, if the proposed change only affects charges to one series of shares of a Fund, only shareholders of such series of that Fund shall be entitled to vote in respect of the proposed change.

In the case of increases resulting from a change in the basis of a calculation of a fee or expense of a Fund, no shareholder approval will be required if the Fund is at arm's length to the person or company charging the fee or expense and if a written notice thereof is sent to shareholders at least 60 days before the effective date of the change.

	<p><u><i>Fees Payable to Veritas Investment Research Corporation</i></u> In respect of the Veritas Canadian Select Portfolio, the Manager will pay a portion of the annual management fee it receives to Veritas Investment Research Corporation (“Veritas”) in return for the use of its “V-List”, as described on page 24.</p> <p><u><i>Fees Payable to First Trust Raymond James Canadian Focus Picks Portfolio</i></u> In respect of First Trust Raymond James Canadian Focus Picks Portfolio, the Manager will pay a portion of the annual management fee it receives to Raymond James Ltd. (“Raymond James”) in return for the use of its “Focus Picks Portfolio”, as described on page 30.</p>
<p><i>Operating Expenses:</i></p>	<p><u>All Series:</u> Each Fund pays its own operating expenses (collectively, the “Operating Expenses”), including fees payable to the Manager.</p> <p>The Fund’s Operating Expenses may include, without limitation:</p> <ul style="list-style-type: none"> • the costs related to recordkeeping, valuation, transfer agency and pricing; • accounting and bookkeeping fees; • audit and legal fees and expenses; • safekeeping and custodial fees; • the costs of prospectuses, financial reporting and other types of communications; • its proportionate share of Fundcorp’s directors’ fees and directors’ and officers’ insurance; • regulatory filing and other fees; • interest and bank charges; • applicable taxes (such as goods and services tax, income taxes and capital tax); • brokerage commissions and related transaction fees; • reasonable costs associated with the IRC (including, without

	<p>limitation, all member fees, insurance costs, legal or other advisory costs); and</p> <ul style="list-style-type: none"> • extraordinary expenses (such as litigation expenses). <p>The Manager may, from time to time, in its discretion, absorb some of the Operating Expenses of a Fund.</p> <p>Each IRC member is paid by all First Trust funds in Canada for which it acts an aggregate of \$15,000 per year for his or her services, plus \$1,000 for each meeting attended. The Chairman of the independent review committee receives an additional \$500 per meeting attended. These fees and expenses are allocated among all of the funds managed by the Manager to which NI 81-107 applies (including the Funds) in a manner that is considered by the Manager to be fair and reasonable.</p>
<p><i>Incentive Fee for First Trust Raymond James Canadian Focus Picks Portfolio:</i></p>	<p>In addition to that portion of the management fee paid by the Manager to Raymond James in respect of First Trust Raymond James Canadian Focus Picks Portfolio, this Fund may also pay an annual incentive fee (the “Incentive Fee”) to Raymond James. The Incentive Fee in respect of a given fiscal year of First Trust Raymond James Canadian Focus Picks Portfolio will only be paid if:</p> <ul style="list-style-type: none"> (i) The NAV per share of the applicable series at the end of the Fund’s fiscal year is greater than the NAV per share of that series at the end of the fiscal year for which an Incentive Fee was last paid; and (ii) The cumulative return in the NAV per share of the applicable series of the Fund for the fiscal years since an Incentive Fee was last paid (or since inception during the Fund’s first fiscal year) exceeds the cumulative return of the S&P/TSX Small Cap Index (the “Index”) during that same period. <p>The Index provides an investable index for the Canadian small cap market. It includes common stock and income trust units. To be eligible for inclusion in the Index, a security must meet the following over the last three trading days of the month-end prior to the annual review of the Index: (i) the security must be greater than or equal to \$100 million and less than or equal to \$1.5 billion on both float-adjusted and total quoted market value based on the volume weighted average price (“VWAP”); and (ii) the security must have a minimum VWAP of \$1.00. The securities must also meet certain liquidity and domicile requirements.</p>

	<p>The Incentive Fee, if any, will be calculated and accrued at least monthly and, as a result of the accrual, it will be included in the Fund’s NAV calculation. The Incentive Fee will be paid after completion of the Fund’s fiscal year and is subject to federal goods and services tax.</p> <p>The rate of the Incentive Fee (the “Rate”) for each applicable series will equal 20% of the amount by which the return in the NAV per share as determined in (ii) above exceeds the return of the Index during the same period. The Rate will be applied to the average monthly net assets of the applicable series of the Fund to determine the quantum of the Incentive Fee to be accrued. The total Incentive Fee payable for a fiscal year will not exceed 1% of the average net assets during that fiscal year.</p>
--	--

FEES AND EXPENSES PAYABLE DIRECTLY BY YOU	
<i>Sales Charges:</i>	<p><i>Sales Charges Payable to Dealers or Advisors:</i></p> <p><u>Series A:</u> Up to 3.00% of the subscription price (where such subscription price includes the sales charge, if any).</p> <p><u>Series F:</u> None. While you do not pay any sales charges directly to a Fund, you will have negotiated a fee payable by you to the dealer or advisor in order to participate in the fee-based program.</p>
<i>Short-Term Trading Fee:</i>	<p>A Fund will charge you a short-term trading fee of up to 2.00% of the purchase price (excluding any sales charges) of your shares if you redeem your shares within 30 days of buying them.</p> <p>The Manager, in its sole discretion may waive the applicable trading fee. Any fee payable will be deducted from the redemption proceeds when you redeem your shares and such fees will be retained by the applicable Fund.</p>
<i>Redemption Fees:</i>	<p>There is no redemption fee payable when you redeem shares of a Fund.</p>

Switch Fees:	If you switch between series of a Fund, to other funds that Fundcorp has or may establish (including to another Fund), or to other First Trust funds in Canada, your dealer or advisor may charge you a switch fee of up to 3.00%.
---------------------	--

IMPACT OF SALES CHARGES

The following table shows the maximum amount of sales charges that you would have to pay under different purchase options if you made an investment of \$1,000 in shares of a Fund and if you held that investment for one, three, five or ten years and redeemed immediately before the end of that period. The table assumes that you paid the maximum sales commission. See “Fees and Expenses” on page 14 for more information. The table does not take into account short-term trading fees. Short-term trading fees are described under “Sales Charges” in the table entitled “Fees and Expenses Payable Directly by You” above. A Series F shareholder will have negotiated a fee payable directly to the dealer or advisor in connection with the fee-based program.

	At time of Purchase	1 Year	3 Years	5 Years	10 Years
Sales Charge Option	\$30	-	-	-	-
Redemption Charge Option	-	-	-	-	-
No Load Option	\$0	\$0	\$0	\$0	\$0

DEALER COMPENSATION

SALES COMMISSION

Your dealer may receive a sales commission from you of up to 3.00% of the subscription price (where such subscription price includes the sales charge, if any) when you buy Series A shares of a Fund. We do not charge a sales commission when you buy Series F shares of a Fund. Your advisor negotiates a fee directly with you.

TRAILER FEE

At the end of every month, the Manager will pay a trailing commission equal to 1.00% per annum of the NAV of all Series A shares of a Fund held by clients of dealers and advisors sold by those dealers and advisors and which have not been redeemed by the payment date of the trailing commission. The Manager, at its discretion, may elect to change to quarterly payments. The trailing commission is payable to dealers and advisors by the Manager out of its management fees, as described under the heading “Fees and Expenses” on page 14.

No such compensation is payable in respect of Series F shares of a Fund (though your dealer or advisor and you will have negotiated a fee payable by you in order to participate in the dealer or advisor fee-based program).

DEALER COMPENSATION FROM MANAGEMENT FEES

In its most recently completed financial year, the Manager paid approximately 67.2% of the management fee it received from all mutual funds it manages to registered dealers. The payments by the Manager to registered dealers were for trailing commissions payable to the registered dealers in respect of securities held.

INCOME TAX CONSIDERATIONS FOR INVESTORS

The following is a general summary of the principal federal Canadian income tax rules in effect or proposed that apply to Fundcorp and its shareholders at the time we prepared this document. This summary assumes you are an individual (other than a trust) resident in Canada and that you hold your shares of a Fund as capital property for purposes of the *Income Tax Act* (Canada). This summary is not exhaustive of all tax considerations and is not intended to constitute legal or tax advice. Fundcorp is intended to qualify as a “mutual fund corporation” for tax purposes. This summary is based on the assumption that Fundcorp will qualify at all times as a mutual fund corporation for tax purposes. We recommend that you seek independent advice regarding your own personal tax situation and the implications of purchases, switches and redemptions.

FOR SHARES HELD IN A NON-REGISTERED ACCOUNT

Distributions

You must include in computing your income for tax purposes all distributions paid by Fundcorp to you during the year, whether they are paid in cash or reinvested in additional shares (except for returns of capital). Fundcorp intends to pay distributions that will either be capital gains dividends or ordinary dividends for tax purposes. Capital gains dividends will be treated as a capital gain realized by you, one half of which will be included in calculating your income as a taxable capital gain. Fundcorp is also able to make distributions to you as a return of paid-up capital by way of reductions of its legal stated capital. Distributions of paid-up capital are not subject to tax, but will reduce the adjusted cost base of your shares of Fundcorp. To the extent that the adjusted cost base of your shares becomes negative, you will be considered to have realized a capital gain.

The value of any amount received by you as a consequence of a management fee reduction must generally be included in income.

The share price of a Fund may include income and capital gains that have been earned in the Fund but which have not yet been realized and/or paid out as a dividend. If you invest in a Fund before a dividend is declared you will have to pay tax on such dividend paid to you. For

example, since Fundcorp generally intends to pay capital gains dividends, if any, in July or August of each year, if you invest in shares of Fundcorp prior to the record date for such dividends, you will be taxable on the entire capital gains dividend even if you just bought the shares prior to the dividend record date. If dividends are reinvested in additional shares of Fundcorp, your adjusted cost base in your shares of Fundcorp will be increased by such reinvested amount which will reduce any capital gain realized on a later disposition of the shares.

A Fund's portfolio turnover rate indicates how actively the Fund's portfolio is traded. A portfolio turnover rate of 100% is equivalent to a Fund buying and selling all of the securities in its portfolio once in the course of a year. The higher a Fund's portfolio turnover rate, the greater the trading costs payable by the Fund, and the greater the chance that you may receive a capital gains dividend for that year. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

Each year, we will send you a tax form identifying all of the distributions that were paid to you by a Fund during the previous year.

Switches

When you switch your shares of a Fund into other shares of Fundcorp (including to another Fund) or into another series of the Fund, you will not realize a capital gain or capital loss on the transaction. The cost of the new securities acquired on the switch will be equal to the adjusted cost base of the previously owned securities (subject to any requirement to average the cost with other securities identical to the new securities you already owned).

Although investors can switch between the funds that make up Fundcorp on a tax-deferred basis, each Fund is still expected to have capital gains resulting from the sale of assets due to securityholder transfers between the funds that make up Fundcorp and normal portfolio trading within those funds. A Fund will pay capital gains dividends to the extent necessary to eliminate tax payable by the Fund on its capital gains.

As discussed under the heading "Switches" on page 12, you may only switch among series or classes of shares of Fundcorp denominated in the same currency. Changing the denomination of the currency of your investment in Fundcorp will involve a redemption and purchase.

Redemptions

In computing your income, you must take into account any capital gain or capital loss you realize on redeeming or otherwise disposing of a share of a Fund (other than on a "switch" as discussed above).

Your capital gain will be the amount by which the proceeds of disposition for the share exceed the adjusted cost base of the share and any redemption charge. Generally, one half of your capital gain will be included in calculating income as a taxable capital gain.

If the proceeds of disposition for a share on a redemption are less than the total of the adjusted cost base of the share and any redemption charge, you will have a capital loss. Generally, one half of your capital losses can be deducted against your taxable capital gains.

The redemption of shares of a Fund to satisfy any short-term trading fee payable by you will be a taxable disposition of those shares.

Calculating your Adjusted Cost Base (“ACB”)

In order to calculate your capital gain or loss for tax purposes, you need to know the ACB of your shares before disposition. Your ACB of a share of a series of a Fund will generally be the weighted average cost of all of your shares of that series of the Fund, including shares acquired on a reinvestment of distributions or dividends.

You should keep detailed records of the purchase cost, sales charges, distributions and dividends related to your shares of a Fund in order to calculate the adjusted cost base of those shares. All amounts must be computed in Canadian dollars. You may wish to consult a tax advisor to help you with these calculations.

ACB = Per Share of a Fund	Your initial investment
	Plus the cost of any additional purchases
	Plus the ACB of any securities that were previously switched into the Fund
	Plus reinvested distributions (including any management fee rebates from the Fund)
	Minus the capital returned in any distributions
	Minus the ACB of any shares that were previously switched out of the Fund
	Minus the ACB of any previously redeemed shares
	Divided by the number of shares of the Fund currently held by you

Alternative Minimum Tax

Depending on your personal circumstances, you may be liable to pay an alternative minimum tax on ordinary dividends or capital gains dividends received from Fundcorp and on capital gains realized on the disposition of shares of a Fund.

FOR SHARES HELD IN A REGISTERED PLAN

As long as Fundcorp qualifies as a “mutual fund corporation” for tax purposes, shares of the Funds are qualified investments for your registered tax plan, such as an RRSP, RRIF, DPSP or RESP, RDSP or TFSA.

If you hold shares of a Fund in a registered plan, as long as you do not make withdrawals from the plan, you pay no tax on:

- distributions or dividends from the Fund, whether or not they are reinvested in additional shares; and
- any capital gains the registered plan makes from redeeming or otherwise disposing of shares of the Fund.

However, withdrawals from registered plans (other than TFSAs) are generally taxable.

WHAT ARE YOUR LEGAL RIGHTS?

Securities legislation in some provinces and territories gives you the right to withdraw from an agreement to buy mutual funds within two business days of receiving the Simplified Prospectus, or to cancel your purchase within 48 hours of receiving confirmation of your order.

Securities legislation in some provinces and territories also allows you to cancel an agreement to buy mutual funds and get your money back, or to make a claim for damages, if the Simplified Prospectus, Annual Information Form or financial statements misrepresent any facts about the Funds. These rights must usually be exercised within certain time limits.

For more information, refer to the securities legislation of your province or territory or consult your lawyer.

**SPECIFIC INFORMATION ABOUT EACH OF THE MUTUAL FUNDS DESCRIBED
IN THIS DOCUMENT**

VERITAS CANADIAN SELECT PORTFOLIO

FUND DETAILS

TYPE OF FUND	Canadian equity
SECURITIES OFFERED	Series A and Series F Shares
DATE FUND STARTED	April 15, 2008
REGISTERED PLAN ELIGIBILITY	The Fund is eligible as an investment for registered plans.

WHAT DOES THE FUND INVEST IN?

INVESTMENT OBJECTIVES

The fundamental investment objective of the Fund is to provide long-term capital appreciation by investing primarily in the same portfolio of securities, and tracking the performance of, the “V-List” (as it may be renamed and reconstituted from time to time) chosen by Veritas Investment Research Corporation (“**Veritas**”)¹. There can be no assurances that the Fund’s investment objectives will be achieved.

The fundamental investment objective of the Fund will not be changed without shareholder approval.

INVESTMENT STRATEGY

The V-List is a list of approximately 12 to 25 securities of Canadian issuers as chosen by the Veritas Investment Research Selection Committee (the “**Selection Committee**”). The Selection Committee is comprised of members from the Veritas Investment Research team.

The majority of securities included by Veritas in the V-List are selected from its research coverage universe. Exchange-traded Funds that are outside the research coverage universe of Veritas may also be included. A cash (or cash equivalent) component (the “**Cash Component**”) will also be included in the V-List as well. The Selection Committee will also provide a portfolio weighting for each security, as well as a weighting for the Cash Component of the V-List.

¹ “Veritas” is a trade-mark of Veritas Investment Research Corporation, used under license by the Fund pursuant to a licence agreement among Veritas Investment Corporation, FT Mutual Fund Corporation, and the Manager.

VERITAS CANADIAN SELECT PORTFOLIO

At or about the close of business on the fifteenth day of each month (each a “**Veritas Monthly Rebalance Date**”), the Selection Committee will disseminate changes, if any, to the portfolio and/or weighting of securities comprising the V-List. As soon as practicable after changes to the V-List are made, the Fund will implement the trades necessary so that its portfolio reflects, as nearly as practicable, the same composition and weighting of the V-List. At such time, the Fund will establish a percentage relationship between the number of securities of each issuer in the Fund’s portfolio.

In limited circumstances, as market conditions may warrant, the Selection Committee may revise the V-List in between Veritas Monthly Rebalance Dates (each an “**Additional Veritas Rebalance Date**”; Additional Veritas Rebalance Dates and Veritas Monthly Rebalance Dates are also referred to in this prospectus as a “**Veritas Rebalance Date**”). In these circumstances, the Selection Committee will undertake the same process that occurs on a Veritas Monthly Rebalance Date and will disseminate the changes, if any, to the portfolio and/or weighting of securities comprising the V-List. As soon as practicable after such changes to the V-List are announced on an Additional Veritas Rebalance Date, the Fund will implement the trades necessary so that its portfolio reflects, as nearly as practicable, the same composition and weighting of securities as the updated V-List. At such time, the Fund will establish a percentage relationship between the number of securities of each issuer in the Fund’s portfolio.

When additional funds become available for investment by the Fund in periods between Veritas Rebalance Dates (and upon a reinvestment of distributions payable to you), additional securities of each issuer on the V-List will be purchased in order to match, as nearly as practicable, the initial percentage relationship between the number of securities of the issuers in the Fund’s portfolio, established as at the most recent Veritas Rebalance Date. As the value of the securities of each issuer in the portfolio of the Fund may increase or decrease between Veritas Rebalance Dates, more or less money may be needed to purchase the designated number of securities of an issuer.

Once the securities on the V-List are announced, no changes are made to the V-List until the next Veritas Rebalance Date.

In some cases, the Fund will need to generate proceeds through the sale of securities in its portfolio. For instance, the Fund may need cash to pay its fees, operating expenses, make distributions or to fund redemptions. In such cases, securities will be sold by the Fund in order to match, as nearly as practicable, the initial percentage relationship between the number of securities of each issuer in the Fund’s portfolio established as at the most recent Veritas Rebalance Date.

While the management of the Fund is relatively passive, the Portfolio Advisor will monitor the composition of the Fund’s portfolio and make investment decisions, to the extent necessary, to ensure that the Fund is compliant with applicable law, including National Instrument 81-102 – *Mutual Funds* (“**NI 81-102**”). The Portfolio Advisor will also make investment decisions in circumstances where the securities comprising the V-List are not available.

VERITAS CANADIAN SELECT PORTFOLIO

Rebalancing of the Fund's portfolio will involve possible tax consequences, including taxable distributions to shareholders (see "Income Tax Considerations for Investors").

PORTFOLIO SELECTION

The Selection Committee selects the majority of securities for the V-List based on which issuers it believes have the best return potential using a conservative, "bottom up", value discipline. As noted above, exchange-traded funds may also be included in the V-List in certain circumstances.

In selecting equity securities for the V-List, the Selection Committee will rely on proprietary research techniques, including balance sheet, income statement and cash flow analysis. The Selection Committee will favour those issuers with a defensible competitive advantage, manageable leverage, strong tangible asset backing, higher earnings quality, and either a history of, or a capability to, generate meaningful cash flow. The Selection Committee will avoid issuers that use what it deems to be aggressive accounting techniques.

Equity securities selected must also be rated by Veritas and the majority will be included within its equity research coverage universe. Twenty percent of the weighting of the V-List may, however, be comprised of securities outside of its equity research coverage universe.

The equity research coverage universe currently consists of approximately seventy-five Canadian issuers in the following sectors: oil and gas, industrial, retail & consumables, utilities, technology, real estate, business trusts, financial services, cable and telecom. Veritas currently covers approximately 65% of the S&P/TSX 60 by market capitalization.

When deemed appropriate, the Selection Committee may include exchange-traded funds in the V-List to enhance portfolio return.

The Selection Committee does not have any formal minimum or maximum requirements regarding the number of issuers that will be included in the V-List. However, the Selection Committee anticipates the V-List will hold approximately 12 to 25 issuers. The Selection Committee will determine the composition of the V-List Portfolio with no limits in terms of sector concentration or market capitalization. The Fund will, however, comply with all applicable securities law requirements, including the concentration restrictions of NI 81-102, when making investments in securities.

The Fund expects to be almost fully invested at all times. Cash or cash equivalents will be held by the Fund based on the Cash Component contained in the V-List. Cash will also be held by the Fund to the extent needed to pay its fees and operating expenses, make distributions and to fund redemptions. The Fund may also hold cash and other fixed-income securities to protect value in certain market conditions.

The performance of the Fund will differ from the performance of the V-List for several reasons, including the following:

- The performance of the V-List is calculated based upon the prices of the securities on the close of business on the day prior to the announcement of the V-List. The Fund will

VERITAS CANADIAN SELECT PORTFOLIO

therefore be unable to rebalance its portfolio at the prices used to calculate the performance of the V-List. When the Fund purchases its portfolio, the price of the securities may have changed due to issuer, industry and market news.

- The performance of the V-List is calculated based on the assumption that an investor will hold the V-List from the date of its announcement. Therefore to the extent you purchase shares of the Fund in between Veritas Rebalance Dates, the performance of your shares may not initially match the performance of the V-List. You will also not participate in the gains achieved or losses suffered prior to the date you first purchase shares.
- Upon the announcement of changes to the V-List on a Veritas Rebalance Date, the Fund will sell any existing holdings that have been removed from the V-List, purchase the new securities which have been added to the V-List and rebalance its holding in the remaining securities so that the Fund meets the portfolio weightings described in the V-List. Therefore, after each Veritas Rebalance Date, the Fund will pay brokerage fees to rebalance its portfolio to match changes in the V-List even though additional funds will not have been invested in the Fund. As noted above, rebalancing may involve possible tax consequences to shareholders.
- The return figures of the V-List will not reflect sales charges, distribution charges, commissions, management and portfolio supervisor fees and the expenses and taxes of the Fund. The performance of the Fund, as compared to the V-List, will therefore be reduced by these fees and expenses.
- While the Fund expects to be almost fully invested at all times in the securities comprising the V-List, such securities may not always be available for purchase by the Fund in the quantity required. The composition of the Fund's portfolio may also differ from those comprising the V-List to ensure that the Fund is compliant with applicable law, including NI 81-102. The Fund's cash component may therefore also differ from the Cash Component of the V-List, depending on the availability of securities.
- As a result of the Fund's investment objective and strategy, the Fund may engage in active and frequent trading of portfolio securities to match the securities chosen by the V-List. This activity may trigger higher trading costs payable by the Fund and a greater chance of an investor receiving income and taxable capital gains more frequently in a year. There is not necessarily a correlation between an active portfolio turnover and the performance of the Fund.
- In response to certain market, economic, political or other considerations, the Fund may invest in money market instruments and investment grade debt securities. Although intended to avoid losses in adverse conditions, such defensive tactics may be inconsistent with the Fund's objectives and may prevent the Fund from investing in accordance with the V-List.

The Fund has also obtained relief from the Canadian securities regulatory authorities to invest in the BetaPro ETFs. The BetaPro ETFs are commodity pools and use financial instruments that correlate to the performance of a "permitted index", as defined in NI 81-102.

WHAT ARE THE RISKS OF INVESTING IN THE FUND?

The Fund is subject to the following risks, as each is more particularly described in the section entitled “What are the Risks of Investing in a Mutual Fund” in the first part of the Simplified Prospectus beginning on page 3:

- Class Risk
- Concentration and Sector Risk
- BetaPro ETF Risk
- Economic Conditions
- Equity Risk
- Interest Rate Risk
- Investment Not Guaranteed
- Large Transaction Risk
- Legislation and Litigation Risk
- Liquidity Risk
- Series Risk
- Specialization Risk
- Stock Market Conditions and Specific Issuer Developments
- Suspension of Redemptions
- Tax Related Risks

WHO SHOULD INVEST IN THIS FUND?

The Fund is a suitable investment for medium to long-term investors who:

- want an opportunity for capital appreciation
- are willing to accept the risk of investing in equities
- are willing to accept the possibility of frequent changes in the price of their shares in the Fund
- own other types of investments, including equities in other geographic locations, bonds and cash, to diversify their portfolios
- are comfortable with a medium level of risk

DISTRIBUTION POLICY

Fundcorp intends to pay distributions that may be capital gains dividends or ordinary dividends for tax purposes. Fundcorp also may make distributions to you as a return of paid-up capital. Each year, Fundcorp will make one or more payments of ordinary dividends to shareholders to the extent necessary to ensure that Fundcorp does not pay any refundable tax on its taxable

VERITAS CANADIAN SELECT PORTFOLIO

dividends from taxable Canadian corporations. Fundcorp anticipates making such payments of ordinary dividends to shareholders in June of each year. Fundcorp also intends to pay a capital gains dividend to shareholders annually in July or August to the extent necessary to ensure that Fundcorp does not pay any refundable tax on its capital gains. You will receive a distribution if you are a shareholder of record on the record date for the applicable distribution. The amount of the distribution in respect of Series A or Series F shares will be equal to the series' proportionate share of the adjusted net income or net realized capital gains for the period, less the fees and expenses shared by, or attributable to, that series for the period. All distributions will be automatically reinvested for you into new Series A or Series F shares, as the case may be, at the applicable net asset value per Series A or Series F share. You do not pay any sales charges upon reinvesting in shares pursuant to a reinvestment of distributions.

FUND EXPENSES INDIRECTLY BORNE BY INVESTORS

The following table is intended to help you compare the cumulative cost of investing in the Fund with the cost of investing in other mutual funds. This table shows the amount of fees and expenses paid by the Fund that are indirectly borne by an investor on a \$1,000 investment with a 5% annual return and assumes the reinvestment of the annual return. You will find more information about fees and expenses that you pay directly in the section entitled "Fees and Expenses".

Fees and Expenses payable over:	One Year	Three Years	Five Years	Ten Years
Series A	\$28.19	\$88.86	\$155.75	\$354.54
Series F	\$19.07	\$60.10	\$105.35	\$239.80

FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
(formerly Raymond James Canadian Focus Picks Portfolio)

FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
(FORMERLY RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO)

FUND DETAILS

TYPE OF FUND	Canadian equity
SECURITIES OFFERED	Series A and Series F Shares
DATE FUND STARTED	March 24, 2008
REGISTERED PLAN ELIGIBILITY	The Fund is eligible as an investment for registered plans.

WHAT DOES THE FUND INVEST IN?

INVESTMENT OBJECTIVES

The fundamental investment objective of the Fund is to seek to provide capital appreciation by investing primarily in the same securities of Canadian issuers as the “Focus Picks Portfolio” (as it may be renamed from time to time) chosen by Raymond James.²

The fundamental investment objective of the Fund will not be changed without shareholder approval.

INVESTMENT STRATEGY

The Fund will seek to achieve its investment objective by investing primarily in the same portfolio of Canadian securities as the Focus Picks Portfolio.

The Focus Picks Portfolio is comprised of the securities of between approximately 20 and 30 Canadian issuers, as chosen by Raymond James. On a monthly basis, Raymond James will review the Canadian equity research provided by Raymond James’ equity analysts and will determine which of these securities represent the best opportunities for potential return over the next 6 to 12 months based on a combination of fundamental and technical analysis. Raymond James’ research team has been ranked in the top 10 of all investment dealers providing Canadian equity research in the Brendan Wood International surveys of Institutional Equity Research, Sales and Trading Performance in Canada from 2006-2009.

The Focus Picks Portfolio is not intended as a model portfolio but instead represents a diversified representation of the Raymond James equity research coverage universe. Effective March 17,

² “Raymond James”, “Raymond James Ltd.”, and “Focus Picks” are each a trade-mark of Raymond James Financial, Inc., used under licence.

FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
(formerly Raymond James Canadian Focus Picks Portfolio)

2008, the Focus Picks Portfolio replaced and serves as a modified form of Raymond James' Top Ten Focus Picks. The Top Ten Focus Picks was comprised of the shares of 10 Canadian companies, with its composition changed at about the end of each month of each year.

The goal of the Fund is to track the performance of the Focus Picks Portfolio. At or about the close of business on the first business day of each month (each a "**RJ Monthly Rebalance Date**"), Raymond James will disseminate changes, if any, to the portfolio of securities comprising the Focus Picks Portfolio. In limited circumstances, as market conditions may warrant, Raymond James may revise the Focus Picks Portfolio in between RJ Monthly Rebalance Dates (each an "**Additional RJ Rebalance Date**"; Additional RJ Rebalance Dates and RJ Monthly Rebalance Dates are also referred to in this prospectus as a "**RJ Rebalance Date**"). In these circumstances, Raymond James will undertake the same process that occurs on a RJ Monthly Rebalance Date and will disseminate the changes, if any, to the portfolio of securities comprising the Focus Picks Portfolio. As soon as practicable after changes to the Focus Picks Portfolio are made on a RJ Rebalance Date, the Fund will implement the trades necessary so that its portfolio reflects, as nearly as practicable, the same composition as the Focus Picks Portfolio. The Fund proposes to invest an equal dollar amount in each of the issuers whose securities are included as part of the Focus Picks Portfolio on each RJ Rebalance Date. If the composition of the Focus Picks Portfolio has not changed since the previous RJ Rebalance Date, the Fund will not implement trades to achieve an equal dollar investment of each security.

Once the securities in the Focus Picks Portfolio are announced, no changes are made to the Focus Picks Portfolio until the next RJ Rebalance Date.

When additional funds become available for investment by the Fund in periods between RJ Rebalance Dates (and upon a reinvestment of distributions payable to you), additional securities of each issuer in the Focus Picks Portfolio will be purchased in order to match, as nearly as practicable, the percentage of each security in the portfolio, based on market prices of each security at the most recent rebalance date. As the price of the securities of each issuer in the portfolio of the Fund may increase or decrease between RJ Rebalance Dates, more or less money may be needed to purchase the designated number of securities of an issuer.

In some cases, the Fund will need to generate proceeds through the sale of securities in its portfolio. For instance, the Fund may need cash to pay its expenses or to fund redemptions. In such cases, securities will be sold by the Fund in order to maintain, as nearly as practicable, the percentage of each security in the portfolio based on the market prices of each security at the most recent rebalance date.

The composition of the Fund's portfolio will be monitored and rebalanced, if necessary, to ensure that the Fund is compliant with applicable laws including the concentration and control restrictions in NI 81-102. Rebalancing of the Fund's portfolio will involve possible tax consequences, including taxable distributions to shareholders (see "Canadian Federal Income Tax Considerations for Investors").

FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
(formerly Raymond James Canadian Focus Picks Portfolio)

PORTFOLIO SELECTION

Raymond James selects Canadian equity securities for the Focus Picks Portfolio based on those issuers that it believes have the best return potential over the next 6 to 12 months, as determined by a combination of fundamental and technical analysis. Securities selected must also be rated by Raymond James as either “Strong Buy” or “Outperform” and included within their equity research coverage universe. As at December 31, 2009, the Raymond James research team consisted of 16 analysts covering approximately 215 Canadian issuers in the following seven sectors: consumer special situations, energy, industrial special situations, mining, paper and forest products, real estate, and technology. Raymond James continues to specialize in providing research coverage on issuers with a market capitalization of under \$1 billion, which comprises approximately 65% of its Canadian investment research universe as at December 31, 2009, while approximately 35% of its coverage universe comprises issuers with a market capitalization exceeding \$1 billion. The equity research universe still has a strong bias towards small and medium capitalization stocks.

Raymond James will determine the composition of the Focus Picks Portfolio with no limits in terms of sector concentration or market capitalization.

The Fund expects to be almost fully invested at all times and only intends to hold cash to the extent needed to pay its fees and operating expenses, make distributions and fund redemptions. However, under extreme market conditions, the Fund may hold a portion of its assets in cash or short-term money market securities for defensive purposes to reflect general market or economic conditions.

As a result of the Fund’s investment objective and strategy, the Fund may engage in active and frequent trading of portfolio securities to match the securities chosen by the Focus Picks Portfolio. This activity may trigger higher trading costs payable by the Fund and a greater chance of an investor receiving income and taxable capital gains more frequently in a year. There is not necessarily a correlation between an active portfolio turnover and the performance of the Fund.

The performance of the Fund will differ from the performance of the Focus Picks Portfolio for several reasons, including the following:

- The performance of the Focus Picks Portfolio is calculated based upon the prices of the securities in the portfolio on the close of business on the day prior to the announcement of the Focus Picks Portfolio. The Fund will therefore be unable to rebalance its portfolio at the prices used to calculate the performance of the Focus Picks Portfolio. When the Fund purchases its portfolio, the price of the securities may have changed due to issuer, industry and market news. In addition, the prices may be affected by increased demand by the public for the securities due to their inclusion in the Focus Picks Portfolio.
- The performance of the Focus Picks Portfolio is calculated based upon the assumption that an investor will hold the Focus Picks Portfolio from the date of its announcement. Therefore, to the extent you purchase shares of the Fund in between RJ Rebalance Dates,

FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
(formerly Raymond James Canadian Focus Picks Portfolio)

the performance of your shares may not initially match the performance of the Focus Picks Portfolio. You will also not participate in the gains achieved or losses suffered prior to the date you first purchase shares.

- On or shortly after the announcement of changes to the Focus Picks Portfolio on a RJ Rebalance Date, the Fund will sell any existing holdings that have been removed from the Focus Picks Portfolio, purchase the new securities which have been added to the Focus Picks Portfolio and rebalance its holding in the remaining securities so that the Fund holds an equal dollar amount in each issuer. Therefore, each quarter, the Fund will pay brokerage fees to rebalance its portfolio to match changes in the Focus Picks Portfolio, even though additional funds will not have been invested in the Fund. These brokerage fees will reduce the returns of the Fund. As noted above, rebalancing will also involve possible tax consequences to shareholders.
- The return figures of the Focus Picks Portfolio will not reflect sales charges, distribution charges, commissions, management and portfolio supervisor fees and the expenses and taxes of the Fund. The performance of the Fund, as compared to the Focus Picks Portfolio, will therefore be reduced by these fees and expenses.
- The Fund may not be fully invested at all times in the securities comprising the Focus Picks Portfolio as such securities may not always be available for purchase by the Fund in the quantity required. The composition of the Fund's portfolio may also differ from those comprising the Focus Picks Portfolio to ensure that the Fund is compliant with applicable law, including NI 81-102. As a result, the performance of the Fund may vary from the performance of the Focus Picks Portfolio. The Fund intends to hold cash only to the extent needed to pay its fees and operating expenses and make distributions.
- The relative percentage holdings of the securities in the Fund's portfolio may not match that of the Focus Picks Portfolio and, as a result, the performance of the Fund may vary from the performance of the Focus Picks Portfolio.

WHAT ARE THE RISKS OF INVESTING IN THE FUND?

The Fund is subject to the following risks, as each is more particularly described in the section entitled "What are the Risks of Investing in a Mutual Fund" in the first part of the Simplified Prospectus beginning on page 3:

- Class Risk
- Concentration and Sector Risk
- Economic Conditions
- Equity Risk
- Income Trust Risk
- Interest Rate Risk
- Investment Not Guaranteed
- Large Transaction Risk
- Legislation and Litigation Risk

FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
(formerly Raymond James Canadian Focus Picks Portfolio)

- Liquidity Risk
- Series Risk
- Small Company Risk
- Specialization Risk
- Stock Market Conditions and Specific Issuer Developments
- Suspension of Redemptions
- Tax Related Risks

WHO SHOULD INVEST IN THIS FUND?

The Fund is a suitable investment for medium to long-term investors who:

- want an opportunity for capital appreciation
- are willing to accept the risk of investing in equities, including those of small capitalization issuers
- are willing to accept the possibility of frequent changes in the price of their shares in the Fund
- own other types of investments, including equities in other geographic locations, bonds and cash, to diversify their portfolios
- are comfortable with a medium level of risk

DISTRIBUTION POLICY

Fundcorp intends to pay distributions that may be capital gains dividends or ordinary dividends for tax purposes. Fundcorp also may make distributions to you as a return of paid-up capital. Each year, Fundcorp will make one or more payments of ordinary dividends to shareholders to the extent necessary to ensure that Fundcorp does not pay any refundable tax on its taxable dividends from taxable Canadian corporations. Fundcorp anticipates making such payments of ordinary dividends to shareholders in June of each year. Fundcorp also intends to pay a capital gains dividend to shareholders annually in July or August to the extent necessary to ensure that Fundcorp does not pay any refundable tax on its capital gains. You will receive a distribution if you are a shareholder of record on the record date for the applicable distribution. The amount of the distribution in respect of Series A or Series F shares will be equal to the series' proportionate share of the adjusted net income or net realized capital gains for the period, less the fees and expenses shared by, or attributable to, that series for the period. All distributions will be automatically reinvested for you into new Series A or Series F shares, as the case may be, at the applicable net asset value per Series A or Series F share.

All distributions will be automatically reinvested for you into new Series A or Series F shares, as the case may be, at the applicable NAV per Series A or Series F share. You do not pay any sales charges upon reinvesting in shares pursuant to a reinvestment of distributions.

FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
(formerly Raymond James Canadian Focus Picks Portfolio)

FUND EXPENSES INDIRECTLY BORNE BY INVESTORS

The following table is intended to help you compare the cumulative cost of investing in the Fund with the cost of investing in other mutual funds. This table shows the amount of fees and expenses paid by the Fund that are indirectly borne by an investor on a \$1,000 investment with a 5% annual return and assumes the reinvestment of the annual return. You will find more information about fees and expenses that you pay directly in the section entitled “Fees and Expenses”.

Fees and Expenses payable over:	One Year	Three Years	Five Years	Ten Years
Series A	\$27.47	\$86.60	\$151.79	\$345.51
Series F	\$19.58	\$61.72	\$108.18	\$246.24



[BACK COVER]

Offering of Series A and Series F Shares of

VERITAS CANADIAN SELECT PORTFOLIO*
FIRST TRUST RAYMOND JAMES CANADIAN FOCUS PICKS PORTFOLIO
*(formerly Raymond James Canadian Focus Picks Portfolio)***

Additional information about a Fund is available in the Fund's Annual Information Form, management reports of fund performance and financial statements. These documents are incorporated by reference into this Simplified Prospectus, which means that they legally form part of this document just as if they were printed as a part of this document.

You can get a copy of these documents, at your request, and at no cost, by calling toll-free 1-877-622-5552, or from your dealer or advisor or by e-mail at info@firsttrust.ca.

These documents and other information about the Funds, such as information circulars and material contracts, are also available on the First Defined Portfolio Management Co. Internet site at www.firsttrust.ca, or on the SEDAR Internet site at www.sedar.com.

Managed by:

FIRST DEFINED PORTFOLIO MANAGEMENT CO.

330 Bay Street, Suite 1300
Toronto, Ontario M5H 2S8

1-877-622-5552

www.firsttrust.ca

* "Veritas" is a trade-mark of Veritas Investment Research Corporation, used under license by Veritas Canadian Select Portfolio pursuant to a licence agreement among Veritas Investment Corporation, FT Mutual Fund Corporation, and the Manager.

** "Raymond James", "Raymond James Ltd.", and "Focus Picks" are each a trade-mark of Raymond James Financial, Inc., used by First Trust Raymond James Canadian Focus Picks Portfolio under licence.