

Veritas Canadian Select Portfolio

March 2010

The fund ended the month with 17 positions; 93.92% in equities and 6.08% in cash weightings.

During the month we increased our weighting on **Suncor Energy Inc. (SU)** following the market's negative reaction to its fourth quarter earnings release. Despite reduced volume guidance for 2010, owed to a December upgrader fire and a Q1 turnaround at Syncrude, we expect Suncor to generate \$4.00 to \$4.75 per share in 2010, enough to justify its current share price without taking into account future phases at Firebag or its Fort Hills assets. These assets provide significant upside and bring us to an intrinsic value of \$45 per share assuming US\$80 oil/US\$6 gas.

We sold our position in **Consumers' Waterheater Income Fund (CWI.UN)**. Competition has eroded what was once a very safe business and operating model. Consumers' refinancing risk has been taken off the table, pushing up its price, but operational risk remains with attrition expected to be only modestly lower in 2009 Q4 despite a concerted marketing push to retain customers in the second half of 2009.

We added **EnCana Corporation (ECA)** following January's near-record cold snap in the United States which corrected some of the overhang in natural gas inventories, reducing downside risk. **EnCana** is well positioned with 60% of its 2010 gas production hedged at US\$6.04 per thousand cubic feet and additional hedging extending into 2011 and 2012. The return of shut-in gas volumes in 2010 Q1 and the recent recovery in prices should boost results through 2010.

Fund Codes

Series A	FTC 541
Series F	FTC 545

Performance (as of February 26, 2010)

	1mth	3mth	6mth	1yr	YTD	Since Inception*
Fund	3.17%	4.69%	7.16%	26.61%	-0.47%	-8.57%
**Benchmark	4.97%	2.27%	8.49%	47.59%	-0.64%	-5.98%

*Inception Date: April 15, 2008

**SPTSX Index

Sector Breakdown (as of February 26, 2010)

	February	January	%Change
Energy	26.50%	19.73%	6.77%
Financials	25.00%	23.69%	1.31%
Consumer Staples	22.51%	22.84%	-0.33%
Industrials	10.89%	10.19%	0.70%
Telecommunication Services	5.67%	5.33%	0.34%
Consumer Discretionary	5.11%	9.51%	-4.40%
Utilities	-	-	-

Portfolio (as of February 26, 2010)

Holding	Symbol	Weighting %
BCE Inc.	BCE	5.67%
Canadian Natl. Railway Co.	CNR	5.14%
IESI-BFC Ltd.	BIN	5.76%
Manulife Financial Corp	MFC	5.07%
National Bank of Canada	NA	7.09%
Royal Bank of Canada	RY	6.88%
Toronto-Dominion Bank	TD	5.96%
Canadian Natural Resources Ltd.	CNQ	5.16%
Cenovus Energy Inc	CVE	5.13%
EnCana Corporation	ECA	5.34%
Nexen Inc.	NXY	5.15%
Suncor Energy Inc.	SU	5.72%
Jean Coutu Group Inc. Cl.A	PJC.A	5.16%
Loblaw Companies Limited	L	5.32%
Maple Leaf Foods Inc.	MFI	6.39%
Metro Inc (Class A)	MRU/A	5.65%
Shaw Communications Inc. Cl.B	SJR.B	5.11%
Cash		6.08%

Addition(s) (Bold): EnCana Corporation (ECA), Suncor Energy Inc. (SU)

Deletion(s): The Consumers' Waterheater Income Fund (CWI.UN)

For Additional Information Contact

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The Veritas Canadian Select Portfolio (the "Fund") is a mutual fund that invests in securities that make up the V-List produced by Veritas Investment Research Corporation ("Veritas"). First Defined Portfolio Management Co. (FDPM) is the manager and operator of the Fund. Veritas has licensed the V-List to FDPM and the list forms the basis of the Fund. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rate of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. 03/03/2010.