



As at February 28, 2011

# Monthly Update

**TDb Split Corp** is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in common shares of TD Bank, a leading Canadian Financial institution. Two types of shares are available, a Class A and a Preferred (Priority Equity Share).

## Commentary

The North American financial markets continue to show signs of improvement in the first two months of 2011. The US housing market and unemployment market continue to exert a drag on the US economy. Other measures of economic activity including manufacturing activity and retail sales seemed to suggest that the economy continues to improve, albeit at a fairly modest pace. The question of whether this economic growth can become sustainable without the continued record levels of fiscal and monetary stimulus remains to be answered in the coming months and years. Geopolitical concerns have also come into play with certain aspects of investments and will need to be continually monitored for their impact going forward.

The valuations of the companies in the portfolio generally remain at very reasonable levels when measured by price to earnings ratios and current dividend yields and this should continue to act as a major support at these current market prices. Many Canadian companies held in the portfolios are expected to raise their dividends over the next 6 months. During the bank earnings release this month two banks increased their annual dividends; Bank of Nova Scotia by 6% and TD Bank by 8%. The dividend income continues to be supplemented by income generated from the covered call writing program.

	One Month to Feb 28, 2011	Year to Date Feb 28, 2011
TSX	4.31%	5.16%
S&P 500	3.20%	5.53%
DJII	2.81%	5.60%
NASDAQ	3.04%	4.88%

## Distributions (by record date)

	XTD	XTD.PR.A	Total
Total to Date	\$1.5500	\$1.8714	\$3.4214
2011 YTD	\$0.1000 <sup>(2)</sup>	\$0.0875	\$0.1875
2010	\$0.5000 <sup>(2)</sup>	\$0.5250	\$1.0250
2009	\$0.1500 <sup>(2)</sup>	\$0.5250	\$0.6750
2008	\$0.5500	\$0.5250	\$1.0750
2007	\$0.2500	\$0.2089 <sup>(1)</sup>	\$0.4589

(1) Initial distribution for the period Aug 7/07 to Dec 31/07.  
(2) Please review the [Annual Information Form](#).

## Details

Gross Proceeds:	\$35,000,000
Units Issued:	1,750,000
Inception Date:	August 7, 2007
Termination Date:	December 1, 2014
Net Asset Value:	\$13.97
Cash Weighting:	5%
Canadian Equity Weighting:	95%
XTD.PR.A Trading Price:	\$10.00
Current Yield*:	5.3%
Market Capitalization:	\$16,672,600
XTD Trading Price:	\$6.75
Current Yield*:	8.9%
Market Capitalization:	\$11,254,005

\*Last distribution annualized.

## Holding

## Symbol

Toronto-Dominion Bank

TD



## TD Company News

TD Bank % return for Feb 2011:	8.5%
TD Bank % return year-to-date 2011:	9.5%
Dividend Yield on TD Bank shares:	3.00%

77 King Street West, P.O. Box 341, Toronto, ON M5K 1K7 416-304-4443 1-877-478-2372

www.TDbSplit.com

info@quadravest.com