



DUNDEE
WEALTH MANAGEMENT
BLUE-CHIP GROWTH

DUNDEE WEALTH MANAGEMENT INC.

CONSOLIDATED FINANCIAL STATEMENTS

As at and for the three and six months ended June 30, 2006

**DUNDEE WEALTH MANAGEMENT INC.
CONSOLIDATED BALANCE SHEETS**

*As at June 30, 2006 and December 31, 2005
(expressed in thousands of dollars) (unaudited)*

	June 30, 2006	December 31, 2005
ASSETS		
Cash and cash equivalents	\$ 216,135	\$ 235,691
Securities owned	44,926	29,654
Accounts receivable	45,433	118,843
Client accounts receivable	416,736	361,861
Corporate investments	38,099	33,992
Deferred sales commissions	163,233	141,266
Capital and other assets	24,792	26,006
Goodwill and other intangible assets (note 3)	441,154	438,646
TOTAL ASSETS	\$ 1,390,508	\$ 1,385,959
LIABILITIES		
Bank indebtedness	\$ 21,004	\$ 33,169
Accounts payable and accrued liabilities	107,396	127,087
Securities sold short	14,183	6,099
Client deposits and related liabilities	355,592	349,892
Income taxes payable	5,671	23,188
Corporate debt (note 4)	4,009	12,648
Preference shares	54,537	64,537
Future income tax liabilities	64,697	56,923
	627,089	673,543
NON-CONTROLLING INTEREST	129,834	123,290
SHAREHOLDERS' EQUITY (note 5)		
Share capital		
Common and special shares	443,220	422,627
Contributed surplus	37,655	31,406
Deferred acquisition amount	(15,569)	(13,423)
Retained earnings	168,279	148,516
	633,585	589,126
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 1,390,508	\$ 1,385,959

The accompanying notes are an integral part of these consolidated financial statements.

Contingencies and commitments (note 8)

**DUNDEE WEALTH MANAGEMENT INC.
CONSOLIDATED STATEMENTS OF OPERATIONS**

*For the three and six months ended June 30, 2006 and 2005
(expressed in thousands of dollars, except per share amounts) (unaudited)*

	Three Months		Six Months	
	2006	2005	2006	2005
REVENUES				
Management fees	\$ 89,737	\$ 68,257	\$ 178,652	\$ 134,007
Redemption fees	3,364	2,851	6,682	5,891
Financial services	90,579	73,241	198,451	161,656
	183,680	144,349	383,785	301,554
Investment income (note 4)	4,598	863	6,132	1,432
	188,278	145,212	389,917	302,986
EXPENSES				
Selling, general and administrative	64,180	53,610	124,075	107,846
Variable compensation	59,772	48,021	130,146	108,476
Trailer service fees	25,532	17,949	49,775	35,160
Distribution fees	880	968	1,812	2,031
	150,364	120,548	305,808	253,513
EARNINGS BEFORE INTEREST, TAXES AND OTHER NON-CASH ITEMS				
	37,914	24,664	84,109	49,473
Amortization of deferred sales commissions	13,295	10,805	25,688	20,844
Depreciation and amortization	4,577	2,384	7,951	4,816
Interest expense	540	430	1,254	1,029
Dividends on preference shares	818	818	1,636	1,636
EARNINGS FROM OPERATIONS	18,684	10,227	47,580	21,148
Income taxes				
Current	6,607	3,350	11,167	4,349
Future	(41)	3,217	6,862	6,706
	6,566	6,567	18,029	11,055
Non-controlling interest	2,252	740	5,308	2,006
NET EARNINGS FOR THE PERIOD	\$ 9,866	\$ 2,920	\$ 24,243	\$ 8,087
NET EARNINGS PER SHARE (note 6)				
Basic	\$ 0.10	\$ 0.03	\$ 0.25	\$ 0.09
Diluted	\$ 0.10	\$ 0.03	\$ 0.23	\$ 0.08

The accompanying notes are an integral part of these consolidated financial statements.

**DUNDEE WEALTH MANAGEMENT INC.
CONSOLIDATED STATEMENTS OF CHANGES IN
SHAREHOLDERS' EQUITY**

*As at and for the six months ended June 30, 2006 and year ended December 31, 2005
(expressed in thousands of dollars) (unaudited)*

	<i>Common and Special Shares</i>	<i>Contributed Surplus</i>	<i>Deferred Acquisition Amount</i>	<i>Retained Earnings</i>	<i>Total</i>
Balance, December 31, 2004	\$ 349,826	\$ 27,263	\$ 1,860	\$ 130,693	\$ 509,642
Issuance of common shares for cash	54,130	-	-	-	54,130
Issue costs, net of taxes of \$721	(1,273)	-	-	-	(1,273)
Issuance of common shares on acquisition of KL Nova	13,650	-	(13,423)	-	227
Issuance of common shares for non-monetary consideration	2,548	-	-	-	2,548
Issuance of common shares in business acquisition	1,860	-	(1,860)	-	-
Issuance of common shares in settlement of preference share dividends	3,272	-	-	-	3,272
Exercise of stock options	637	-	-	-	637
Cancellation of shares under share incentive arrangements	(2)	(2)	-	(89)	(93)
Stock based compensation	-	6,635	-	-	6,635
Acquisition of common shares for cancellation	(2,021)	(2,490)	-	-	(4,511)
Common and special share dividends	-	-	-	(7,222)	(7,222)
Net earnings for the year	-	-	-	25,134	25,134
Balance, December 31, 2005	422,627	31,406	(13,423)	148,516	589,126
Issuance of common shares for cash	2,604	-	-	-	2,604
Issuance of common shares on acquisition of Harrington Lane (note 2)	3,763	-	(3,763)	-	-
Issuance of common shares for non-monetary consideration	2,131	-	-	-	2,131
Issuance of common shares in settlement of preference share dividends	1,636	-	-	-	1,636
Exercise of stock options	543	(17)	-	-	526
Cancellation of shares under share incentive arrangements	(4)	(5)	-	(463)	(472)
Stock based compensation	-	6,377	-	-	6,377
Acquisition of common shares for cancellation	(80)	(106)	-	-	(186)
Conversion of third preference shares, Series A to common shares	10,000	-	-	-	10,000
Amortization of deferred acquisition amount	-	-	1,617	-	1,617
Common and special share dividends	-	-	-	(4,017)	(4,017)
Net earnings for the period	-	-	-	24,243	24,243
Balance, June 30, 2006	\$ 443,220	\$ 37,655	\$ (15,569)	\$ 168,279	\$ 633,585

The accompanying notes are an integral part of these consolidated financial statements.

**DUNDEE WEALTH MANAGEMENT INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS**

*For the three and six months ended June 30, 2006 and 2005
(expressed in thousands of dollars) (unaudited)*

	Three Months		Six Months	
	2006	2005	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES:				
Net earnings for the period	\$ 9,866	\$ 2,920	\$ 24,243	\$ 8,087
Non-cash items in net earnings:				
Depreciation and amortization	17,872	13,189	33,639	25,660
Net investment gains	(3,248)	(37)	(3,348)	(56)
Future income taxes	(41)	3,217	6,862	6,706
Non-controlling interest	2,252	740	5,308	2,006
Other	3,384	1,701	5,735	3,177
	30,085	21,730	72,439	45,580
Changes in:				
Accounts receivable	2,443	1,867	73,410	7,072
Securities owned, net of securities sold short	4,245	(10,159)	(7,188)	(10,046)
Client accounts receivable, net of deposits and related liabilities	(29,146)	16,296	(49,175)	7,766
Income taxes payable	(4,037)	1,146	(17,517)	(4,325)
Bank indebtedness	3,506	1,824	(12,165)	14,565
Accounts payable and accrued liabilities	10,684	(8,852)	(16,716)	(16,494)
CASH PROVIDED FROM OPERATING ACTIVITIES	17,780	23,852	43,088	44,118
CASH FLOWS FROM INVESTING ACTIVITIES:				
Sales commissions incurred on distribution of mutual funds	(21,130)	(17,845)	(47,655)	(42,607)
Acquisitions of corporate investments	(1,603)	(3,105)	(4,010)	(5,043)
Proceeds on dispositions of corporate investments	6	299	20	299
Payment on acquisition of non-controlling interest	-	-	(1,000)	(1,000)
Cash disbursed in business combinations (note 2)	-	-	(3,879)	-
Additions to capital and other assets	(1,287)	(2,081)	(2,644)	(3,863)
CASH USED IN INVESTING ACTIVITIES	(24,014)	(22,732)	(59,168)	(52,214)
CASH FLOWS FROM FINANCING ACTIVITIES:				
Changes in corporate debt	(5,960)	3,305	(4,408)	(440)
Issuance of common shares, net of issue costs	2,822	1,743	4,766	51,891
Acquisition of common shares for cancellation	-	(2,949)	(186)	(2,984)
Cancellation of share incentive arrangements	(863)	-	(867)	(2)
Issuance of shares by subsidiary	332	9,747	1,236	9,943
Dividends paid on common and special shares	(2,011)	(1,936)	(4,017)	(3,312)
CASH (USED IN) PROVIDED FROM FINANCING ACTIVITIES	(5,680)	9,910	(3,476)	55,096
NET (DECREASE) INCREASE IN CASH DURING THE PERIOD	(11,914)	11,030	(19,556)	47,000
Cash and cash equivalents, beginning of period	228,049	186,807	235,691	150,837
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 216,135	\$ 197,837	\$ 216,135	\$ 197,837
Cash flows from operating activities include the following:				
Interest paid	\$ 540	\$ 430	\$ 1,254	\$ 1,029
Taxes paid	\$ 11,149	\$ 3,198	\$ 30,057	\$ 10,380

The accompanying notes are an integral part of these consolidated financial statements.

**DUNDEE WEALTH MANAGEMENT INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

As at and for the three and six months ended June 30, 2006 (tabular dollar amounts in thousands of dollars, except per share amounts) (unaudited)

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
AND BASIS OF PRESENTATION**

These interim consolidated financial statements of Dundee Wealth Management Inc. (the “Company” or “Dundee Wealth”) have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”). These interim consolidated financial statements follow the same accounting principles and methods of application as those disclosed in note 1 to the Company’s audited consolidated financial statements as at and for the year ended December 31, 2005 (“2005 Audited Financial Statements”). The Company’s interim consolidated financial statements do not include all disclosures required by GAAP for annual consolidated financial statements and, accordingly, should be read in conjunction with the 2005 Audited Financial Statements.

The preparation of interim consolidated financial statements in accordance with GAAP requires management to make estimates and assumptions that may affect the reported amounts of assets and liabilities, the disclosure of contingencies at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. BUSINESS COMBINATIONS

Harrington Lane Inc. (“Harrington”)

On February 28, 2006, the Company acquired all the outstanding shares of Harrington, a professional advisory company. The Company paid cash of \$2,000,000 on closing. In addition, the Company issued 350,000 common shares with a stated value of \$3,763,000 to the former principal shareholders of Harrington, who have committed themselves to the Company under employment contracts. These common shares are being held in escrow and will be released to the former principal shareholders of Harrington subject to certain conditions of employment, over the next five (5) years (note 5). The aggregate purchase price of \$5,763,000 has been deferred and will be charged as a period expense over a five (5) year period. Immediately following the acquisition, the Company’s interest in Harrington was transferred to its subsidiary, DWM Inc. (“DWM”) for aggregate consideration of \$5,763,000, including \$2,000,000 in cash and common shares of DWM with an aggregate stated value of \$3,763,000.

Central Ontario Financial Group Inc. (“COFG”)

Effective January 1, 2006, a subsidiary of the Company entered into a share purchase agreement to acquire all of the issued and outstanding shares of COFG, a company engaged in the sale of insurance-related products. The Company’s subsidiary paid cash of \$1,875,000 at closing and agreed to pay a further \$625,000 in cash which will become payable, subject to meeting certain revenue-related criteria, within three (3) years from the date of the transaction. The aggregate purchase price of \$2,500,000, together with tax thereon of \$1,414,000, has been allocated to customer relationships and has been included with “goodwill and other intangible assets” (note 3) on the Company’s consolidated balance sheet and will be amortized over an estimated life of five (5) years. Immediately following the acquisition, COFG was amalgamated with the Company’s other insurance subsidiary.

3. GOODWILL AND OTHER INTANGIBLE ASSETS

	June 30, 2006			December 31, 2005
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Goodwill	\$ 307,138	\$ -	\$ 307,138	\$ 307,134
Investment management contracts	105,015	-	105,015	105,015
Funds under administration	30,573	5,095	25,478	26,497
Customer relationships (note 2)	3,914	391	3,523	-
	\$ 446,640	\$ 5,486	\$ 441,154	\$ 438,646

4. CORPORATE DEBT

	June 30, 2006	December 31, 2005
\$22.3 million revolving term credit facility with a Canadian chartered bank	\$ 200	\$ 3,300
Income Trusts	3,728	8,313
Other	81	1,035
	\$ 4,009	\$ 12,648

\$22,300,000 – Revolving Term Credit Facility

On May 31, 2006, the Company renewed its revolving term credit facility with a Canadian chartered bank, extending the expiry date to May 30, 2007. There were no other significant changes to the terms and conditions of the credit facility.

Income Trusts

In June 2006, a subsidiary of the Company paid \$1,003,000 in full settlement of amounts owing to Multi-Fund Income Trust. Included in investment income in the second quarter of 2006 is a gain of \$3,231,000 recognized in respect of this settlement.

5. SHARE CAPITAL

Common and Special Shares Issued and Outstanding

	<i>Number of Shares</i>	<i>Amount</i>
COMMON SHARES:		
Outstanding December 31, 2005	97,854,984	\$ 414,434
Transactions during the six-month period ended June 30, 2006		
Issuance of common shares on acquisition of Harrington	350,000	3,763
Issuance of common shares pursuant to share incentive plans	493,669	4,731
Issuance of common shares on exercise of stock options	74,840	543
Issuance of common shares in settlement of preference share dividends	153,350	1,636
Cancellation of common shares under normal course issuer bid	(18,500)	(80)
Conversion from third preference shares, Series A to common shares	1,000,000	10,000
Outstanding June 30, 2006	99,908,343	\$ 435,027
SPECIAL SHARES:		
Series C:		
Outstanding June 30, 2006 and December 31, 2005	508,571	\$ 5,086
Series D:		
Outstanding June 30, 2006 and December 31, 2005	250,000	\$ 2,500
Series E:		
Outstanding June 30, 2006 and December 31, 2005	70,970	\$ 607
Total Common and Special Shares Issued and Outstanding June 30, 2006	100,737,884	\$ 443,220

Normal Course Issuer Bid

On May 11, 2006, the Company obtained approval from the Toronto Stock Exchange to purchase common shares in the market for cancellation pursuant to a renewed normal course issuer bid.

During the first six months of 2006, the Company acquired 18,500 common shares for cancellation having an aggregate stated capital value of \$80,000 pursuant to its normal course issuer bid. The Company paid \$186,000 to retire these shares. The excess of the purchase price over the value of stated capital, which totalled \$106,000, has been recorded as a reduction of contributed surplus.

Preference Shares Issued and Outstanding

In January 2006, the Company exercised its conversion right to convert the 1,000,000 Third Preference Shares, Series A previously issued as partial consideration for an acquisition completed in November 2005, to 1,000,000 common shares.

As at June 30, 2006, the Company had 5,453,668 First Preference Shares, Series X ("Series X Shares") outstanding at a stated value of \$54,537,000. Each Series X Share is convertible, at the option of the holder, at any time, into common shares of the Company on a 1.2 for 1 basis, subject to adjustment for normal anti-dilution events.

Warrants

The Company has 1,800,000 warrants outstanding, each warrant entitling the holder to purchase one common share of the Company at \$7.75 per share at any time up to and including December 9, 2006.

Deferred Share Unit Plan

During the first six months of 2006, the Company granted 317,693 (2005 – 12,528) deferred share units ("DSUs") under the terms of its deferred share unit plan ("DSUP"), increasing contributed surplus by \$3,820,000 (2005 – \$124,000). In addition, the Company paid cash of \$55,000 to settle obligations on 5,502 DSUs previously issued. As at June 30, 2006, the Company had granted an aggregate of 470,887 units pursuant to the terms of its DSUP. Subsequent to June 30, 2006, the Company granted further awards of 31,094 units pursuant to its DSUP.

Contributed Surplus

	2006	2005
Balance as at January 1,	\$ 31,406	\$ 27,263
Transactions during the three-month period ended March 31,		
Stock based compensation, future share issuances	(187)	(334)
Stock based compensation, stock option plans	645	592
Future income tax benefit on stock options	66	-
Issuances under deferred share unit plan	105	-
Cancellation of common shares under normal course issuer bid	(106)	-
Cancellation of common shares under share incentive plans	(5)	(2)
Balance as at March 31,	31,924	27,519
Transactions during the three-month period ended June 30,		
Stock based compensation, future share issuances	1,248	274
Stock based compensation, stock option plans	675	611
Future income tax benefit on stock options	148	-
Issuances under deferred share unit plan	3,715	124
Settlement of deferred share units	(55)	-
Cancellation of common shares under normal course issuer bid	-	(1,613)
Balance as at June 30,	\$ 37,655	\$ 26,915

Deferred Acquisition Amount

The deferred acquisition amount represents the unamortized value of contingent consideration issued in business combinations. During the first quarter of 2006, the Company added \$3,763,000 to the deferred acquisition amount representing the stated value of the 350,000 common shares issued in the acquisition of Harrington (note 2), which shares have been placed in escrow and will be released, subject to certain conditions, over the next five (5) years. This amount will be amortized as a period expense over the vesting period.

Stock Options

Under the terms of the Company's share incentive plans, the Company may issue options to purchase common shares to eligible participants. As at June 30, 2006, there were 9,054,325 stock options outstanding, at an average exercise price of \$8.46.

On January 16, 2004, the Company granted certain stock options in an arrangement independent of its share incentive plans to financial advisors who previously held stock options to acquire common shares of a predecessor corporation. On June 30, 2006, there were 1,404,772 stock options outstanding pursuant to this arrangement, at an average exercise price of \$10.93.

6. EARNINGS PER SHARE

For the three and six months ended June 30,	Three Months		Six Months	
	2006	2005	2006	2005
Net earnings available to common and special shareholders	\$ 9,866	\$ 2,920	\$ 24,243	\$ 8,087
Weighted average number of shares outstanding	98,668,229	96,892,592	98,489,646	94,539,994
Basic earnings per share	\$ 0.10	\$ 0.03	\$ 0.25	\$ 0.09
Effect of dilutive securities on weighted average number of common and special shares outstanding	5,152,447	2,245,628	4,772,184	2,679,142
Diluted earnings per share	\$ 0.10	\$ 0.03	\$ 0.23	\$ 0.08

7. STOCK BASED COMPENSATION

Details of the Company's share incentive plans are disclosed in note 11 to the 2005 Audited Financial Statements. The following table details the recognition of stock based compensation expense and the issuance of shares under the Company's share incentive plans during the three and six months ended June 30, 2006 and 2005.

	Six months ended June 30, 2006					Six months ended June 30, 2005				
	Number of Shares	Employee Contributions	Treasury Shares	Market Purchases	Future Issuances	Number of Shares	Employee Contributions	Treasury Shares	Market Purchases	Future Issuances
Share purchase plans	272,096	\$ 2,600	\$ 385	\$ 2,215	\$ -	216,643	\$ 1,893	\$ 188	\$ 1,705	\$ -
Share bonus plans										
Issued for grants made prior to 2002	-	-	-	-	-	12,500	-	-	-	-
Issued for grants made after 2001	190,400	-	-	-	-	191,208	-	-	-	-
Share option plans	74,840	526	-	-	17	50,760	314	-	-	-
Stock option expense over vesting period (i) (ii)	-	-	-	-	1,377	-	-	-	-	1,203
Reserved shares										
Issued for grants made prior to 2002	-	-	-	-	-	29,573	-	-	-	-
Issued for grants made after 2001	31,173	-	-	-	-	17,059	-	-	-	-
Future share awards (iii)	-	-	-	-	2,803	-	-	-	-	1,664
Deferred share unit plan (ii)	-	-	-	-	220	-	-	-	-	124
		\$ 385	\$ 2,215	\$ 4,417			\$ 188	\$ 1,705	\$ 2,991	

	Three months ended June 30, 2006					Three months ended June 30, 2005				
	Number of Shares	Employee Contributions	Treasury Shares	Market Purchases	Future Issuances	Number of Shares	Employee Contributions	Treasury Shares	Market Purchases	Future Issuances
Share purchase plans	184,985	\$ 1,612	\$ 389	\$ 1,223	\$ -	130,106	\$ 1,075	\$ 131	\$ 944	\$ -
Share bonus plans										
Issued for grants made prior to 2002	-	-	-	-	-	-	-	-	-	-
Issued for grants made after 2001	32,500	-	-	-	-	61,750	-	-	-	-
Share option plans	54,263	392	-	-	10	25,363	159	-	-	-
Stock option expense over vesting period (i) (ii)	-	-	-	-	732	-	-	-	-	611
Reserved shares										
Issued for grants made prior to 2002	-	-	-	-	-	29,573	-	-	-	-
Issued for grants made after 2001	13,792	-	-	-	-	-	-	-	-	-
Future share awards (iii)	-	-	-	-	1,609	-	-	-	-	836
Deferred share unit plan (ii)	-	-	-	-	115	-	-	-	-	124
		\$ 389	\$ 1,223	\$ 2,466			\$ 131	\$ 944	\$ 1,571	

- (i) *Stock Option Expense Over Vesting Period* – The Company recognizes the fair value of stock options over the applicable vesting period as an increase to compensation expense and an increase to contributed surplus. When options are exercised, the proceeds received, together with the amount previously accrued to contributed surplus, are added to common share capital. No expense is recognized for stock options granted before January 1, 2003.
- (ii) During the second quarter of 2006, the Company paid \$796,000 to retire stock options previously issued to independent financial advisors and employees. In addition, the Company paid \$67,000 in respect of the redemption of DSUs by a former director.
- (iii) *Future Share Awards* – The Board of Directors of the Company has granted awards to employees and financial advisors under its share bonus, deferred share and reserved share arrangements, providing for the issuance of common shares conditional on those employees and financial advisors meeting certain performance-related or time-related criteria. As at June 30, 2006, a total of 1,849,139 common shares (June 30, 2005 – 1,519,814) were conditionally granted under these arrangements.

8. CONTINGENCIES AND COMMITMENTS

Other than as discussed below, there have been no other substantive changes to the description and nature of contingencies and commitments from those described in note 12 to the 2005 Audited Financial Statements.

Support Agreement

The Company and certain of its subsidiaries had entered into a support agreement with the Company's parent, Dundee Corporation, pursuant to which the companies had agreed to comply with the covenants and provisions of a trust indenture for \$150,000,000 of debentures which were to mature on September 24, 2007 (the "Debentures") that were issued by Dundee Corporation. The obligations to Dundee Corporation were secured by substantially all of the assets of the Company and certain of its subsidiaries and, in some cases, were subordinated to the security interest in favour of a Canadian chartered bank. The Company requested that it be released from its obligations under the support agreement and, subsequent to this request, Dundee Corporation called the debentures for early redemption on August 8, 2006. In connection with the termination of the support agreement, the Company reimbursed Dundee Corporation for its early redemption premium of \$3,254,000.

Acquisition of Dundee Wealth BHC

During the first quarter of 2006, the Company agreed to acquire Dundee Wealth BHC from Dundee Corporation for aggregate cash consideration of approximately \$25,000,000, subject to adjustments for costs incurred in Dundee Wealth BHC and its subsidiaries since December 31, 2005. Dundee Wealth BHC holds a 100% interest in Dundee Wealth Bank, a Canadian federally chartered Schedule I Bank, and a 100% interest in The Dundee Bank, a bank licensed with the Cayman Islands Monetary Authority. Dundee Corporation obtained a bank license for the Company in order for the Company to provide banking, savings and loan products and other banking services to its clients.

Subsequent to June 30, 2006, the Office of the Superintendent of Financial Institutions approved the transaction and the Company is currently in the process of carrying out the legal and administrative requirements in order to complete the transfer, including the transfer of the CDIC relationship to the Company.

9. SEGMENTED INFORMATION

Statements of Operations for the six months ended June 30, 2006 and 2005

	<i>Investment Management</i>		<i>Brokerage</i>		<i>Corporate</i>		<i>Intersegment</i>		<i>Total</i>	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Revenues	\$ 183,324	\$ 136,964	\$ 235,533	\$ 190,909	\$ 782	\$ 348	\$ (29,722)	\$ (25,235)	\$ 389,917	\$ 302,986
Expenses	98,258	74,432	225,980	193,503	8,038	6,971	(26,468)	(21,393)	305,808	253,513
EBITDA	85,066	62,532	9,553	(2,594)	(7,256)	(6,623)	(3,254)	(3,842)	84,109	49,473
Depreciation and amortization	29,327	23,418	4,644	2,469	1,653	1,344	(1,985)	(1,571)	33,639	25,660
Interest expense	238	576	952	416	64	37	-	-	1,254	1,029
Dividends on preference shares	-	-	-	-	1,636	1,636	-	-	1,636	1,636
Earnings (loss) from operations	\$ 55,501	\$ 38,538	\$ 3,957	\$ (5,479)	\$ (10,609)	\$ (9,640)	\$ (1,269)	\$ (2,271)	\$ 47,580	\$ 21,148

Statements of Operations for the three months ended June 30, 2006 and 2005

	<i>Investment Management</i>		<i>Brokerage</i>		<i>Corporate</i>		<i>Intersegment</i>		<i>Total</i>	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Revenues	\$ 94,158	\$ 69,628	\$ 107,640	\$ 86,598	\$ 439	\$ 264	\$ (13,959)	\$ (11,278)	\$ 188,278	\$ 145,212
Expenses	51,034	38,153	107,353	90,293	4,557	2,024	(12,580)	(9,922)	150,364	120,548
EBITDA	43,124	31,475	287	(3,695)	(4,118)	(1,760)	(1,379)	(1,356)	37,914	24,664
Depreciation and amortization	15,168	12,131	2,903	1,228	825	642	(1,024)	(812)	17,872	13,189
Interest expense	96	167	417	249	27	14	-	-	540	430
Dividends on preference shares	-	-	-	-	818	818	-	-	818	818
Earnings (loss) from operations	\$ 27,860	\$ 19,177	\$ (3,033)	\$ (5,172)	\$ (5,788)	\$ (3,234)	\$ (355)	\$ (544)	\$ 18,684	\$ 10,227

Balance Sheets as at June 30, 2006 and December 31, 2005

	<i>Investment Management</i>		<i>Brokerage</i>		<i>Corporate</i>		<i>Intersegment</i>		<i>Total</i>	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Assets										
Goodwill	\$ 126,048	\$ 126,048	\$ 181,090	\$ 181,086	\$ -	\$ -	\$ -	\$ -	\$ 307,138	\$ 307,134
Intersegment	25,417	12,407	3,008	7,653	141,408	102,242	(169,833)	(122,302)	-	-
Other	387,316	406,324	611,912	590,862	84,142	81,639	-	-	1,083,370	1,078,825
	\$ 538,781	\$ 544,779	\$ 796,010	\$ 779,601	\$ 225,550	\$ 183,881	\$ (169,833)	\$ (122,302)	\$ 1,390,508	\$ 1,385,959
Liabilities										
Intersegment	\$ 3,008	\$ 7,653	\$ 141,408	\$ 102,242	\$ 25,417	\$ 12,407	\$ (169,833)	\$ (122,302)	\$ -	\$ -
Other	121,998	159,480	456,123	445,868	48,968	68,195	-	-	627,089	673,543
	\$ 125,006	\$ 167,133	\$ 597,531	\$ 548,110	\$ 74,385	\$ 80,602	\$ (169,833)	\$ (122,302)	\$ 627,089	\$ 673,543