



IG FI U.S. Large Cap Equity Fund
IG FI International Equity Fund

**Simplified Prospectus
For the Mutual Fund Units¹ of
IG FI U.S. Large Cap Equity Fund
and
IG FI International Equity Fund**

July 5, 2010

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

Neither the mutual fund units described in this document nor the Funds are registered with the U.S. Securities and Exchange Commission. The units are being offered in the United States under an exemption from registration.

¹The Funds offer retail Series "A", "B" and "C" units. Series "C" units are offered only for switches of units from other Investors Group Funds that were purchased prior to July 28, 2003, or under investment arrangements entered into prior to that date. Series "C" units offer No-Load and Deferred Sales Charge purchase options.

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General information about the Funds

Introduction

This Simplified Prospectus* contains selected important information to help you make an informed investment decision and to assist you in understanding your rights as an investor. It contains information about investing in the IG FI U.S. Large Cap Equity Fund and the IG FI International Equity Fund (individually each is a “Fund” and collectively they are referred to as 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. It is divided into two parts:

- The first part contains general information that applies to both Funds;
- The second part contains specific information about each Fund.

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

- the Annual Information Form; and

when they become available:

- the most recently filed annual financial statements;
- any interim financial statements of the Funds filed after the annual financial statements were filed;
- the most recently filed annual management report of fund performance; and
- any interim management report of fund performance filed after that annual management report of fund performance.

These documents are incorporated by reference into this Simplified Prospectus, which means that they are legally part of this document, just as if they were printed as part of it. You can get a copy of these documents, at your request, at no cost by:

- writing to us at 447 Portage Avenue, Winnipeg, Manitoba R3C 3B6;
- calling toll-free 1-888-746-6344 or, in Quebec, toll-free 1-800-661-4578; or
- asking your Investors Group Consultant.

These documents and other information about the Funds are also available:

- on our website at www.investorsgroup.com; or
- at www.sedar.com.

The Funds are available for purchase only through the Investors Group Financial Services Inc. and Investors Group Securities Inc. (the “Principal Distributors”). You generally cannot purchase the Funds through any other dealers or hold units of the Funds through any other dealers.

The Funds offer several classes of units for retail distribution (called “Series”). Additional new Series may also be issued at any time in the future without prior notice. The Funds also offer other Non-retail Series of units for qualified investors that are open for investment by other Investors Group Funds (called Series “P” units and/or Series “Z” units). As well, other Non-retail Series of units (which may include Series “F” and Series “S” units) may be open in the future for investment by qualified investors, including other Investors Group Funds and by the IG/GWL Segregated Funds or Guaranteed Investment Funds issued by The Great-West Life Assurance Company, respectively. These Non-retail Series may have lower fees and expenses and are intended to avoid the duplication of fees and expenses payable by these qualified investors, and are generally not available for purchase by retail investors and are not being offered under this document.

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 convenient way for persons with similar investment goals to combine their money. The mutual fund uses this money to buy different types of investments on behalf of all of the investors. When it buys investments, it follows its investment objective and investment strategies. The investors share in any profits the mutual fund makes or losses it suffers. Information about the investment objective and strategies of the Funds may be found under *Specific information about each of the Funds* later in this Simplified Prospectus.

What are the risks of investing in a mutual fund?

There are many potential advantages of investing in mutual funds, but there are also several risks you should know about.

***DEFINITION** ► In this Simplified Prospectus, *you* and *your* mean the person who invests in a Fund. *We*, *us*, *our* and *Investors Group* mean any one of Investors Group Inc. and its subsidiaries, including the Manager, Portfolio Advisor, Trustee or Principal Distributors, as appropriate.

Investing in mutual funds is not like putting your money in a savings account. Unlike a savings account or a Guaranteed Investment Certificate (GIC), the Canada Deposit Insurance Corporation or any other government deposit insurer does not insure the units of mutual funds.

The value of a mutual fund may change each day as the value of its investments change. As a result, when you sell your units of a mutual fund, you may receive less than the amount you invested when you bought the units. Your investment is not guaranteed.

The Investment Funds Institute of Canada (“IFIC”) has determined that one measure of the risk associated with an investment in mutual funds is the difference in returns from year to year (often referred to as “volatility”). When reviewing the volatility of a mutual fund, however, it is important to keep in mind that the level of volatility associated with a mutual fund may moderate the overall volatility risk associated with your whole investment portfolio, to the extent that the volatility of a particular mutual fund could offset the volatility of other investments in your portfolio. Consequently, a mutual fund with a higher volatility may still be suitable for an investor with a lower tolerance for volatility in the context of their overall investment portfolio. In the specific information section of this Simplified Prospectus we indicate the volatility risk category that most applies to each Fund based on its anticipated future performance.

■ CONCENTRATION RISK

A mutual fund that has invested a large portion of its net assets in any single issuer may be less diversified and may experience larger fluctuations in value that result from the price volatility of that issuer. In addition, a mutual fund may not be able to sell its full investment in that issuer at current prices if there is a shortage of buyers willing to purchase those securities. Consequently, it could be more difficult for the mutual fund to obtain a reasonable price for that issuer’s securities. This risk may not necessarily apply where a mutual fund invests in overnight deposit receipts or notes which are sometimes held by a mutual fund as a means to enhance the yield on its cash.

■ CREDIT RISK

This risk is associated with the possibility that the issuer of fixed income securities (including a special purpose vehicle) may not make interest payments as required by their securities or even pay back the mutual fund’s original investment. There is also the risk that the value of debt securities (especially lower-rated debt securities) may fall if the market determines that a higher return is necessary to compensate

for the increased risk of owning those securities. A downgrade in an issuer’s credit rating or other adverse news about the issuer can also reduce the value of its fixed income securities. In addition, the value of certain investments (including asset-backed and mortgage-backed securities) may be influenced by the market’s perception of the creditworthiness of these securities, the parties involved in structuring the investment or in the underlying assets themselves. Credit risk may also apply to some Derivatives. Please see *Derivatives risk* below.

■ DERIVATIVES RISK

All mutual funds may use Derivatives, but only in the ways allowed by Canadian securities regulators. For example, a mutual fund may use Derivatives to:

- protect against losses caused by changes in the prices of securities, stock markets, interest rates, currency exchange rates or other risks;
- serve as an alternative to investing in actual shares and bonds. This can reduce transaction costs, achieve greater Liquidity, increase or decrease exposure to certain financial markets, or make it easier to adjust a mutual fund’s investments;
- reduce risk by accepting a more certain lower return instead of a less certain higher return;
- effectively increase or decrease the maturity of bonds and other fixed income securities, if any, in the mutual fund’s investments;
- position a mutual fund so that it may profit from declining markets; and
- enhance returns.

There is no guarantee that the use of Derivatives will be effective. The most common risks include:

- A Derivative may not always produce the same result as it has in the past;
- depending on market conditions or other factors, a mutual fund may not be able to buy or sell a Derivative to make a profit or limit a loss;
- Derivatives don’t prevent changes in the market value of the investments in a mutual fund’s portfolio or prevent losses if the market value of the investments falls;
- Derivatives can prevent a mutual fund from making a gain if there is an unexpected change in currency exchange rates, stock markets, or interest rates;
- Derivatives traded on foreign markets may have a higher risk of default and may be harder to sell than similar Derivatives traded on North American markets;

- there is no guarantee that the other party in a contract will meet its obligations;
- if the other party in a contract or the dealer goes bankrupt, a mutual fund could lose any deposit and unpaid gains on the contract; and
- a mutual fund might not be able to purchase Derivatives if other investors are expecting the same change, such as changes in interest rates, market prices or currency exchange rates.

■ DILUTION RISK

When a mutual fund is new or is relatively small in size, or it has significant cash flows relative to its size, it may be difficult for the portfolio manager to fully invest its assets pursuant to the mutual fund's investment strategy. This could result in the mutual fund holding a larger than expected proportion of its assets in cash. This could decrease relative performance of any mutual fund in a rising market.

■ EQUITY INVESTMENT RISK

The value of an investment in any company may change if that company's stock falls with the rest of the stock market, regardless of the fundamental merits of investing in that particular company. If there is negative news or speculation about a company in which a mutual fund invests, the company's securities may lose value, regardless of the direction of the market. The value of a company's equity securities may be also affected by general financial, political and economic conditions in places where the company conducts its business. Also, Liquidity may change from time to time based on prevailing market conditions and perceptions about the issuer or other recent events (such as market disruptions, company takeover, and changes in tax policy or regulatory requirements).

A mutual fund may also be exposed to greater risk to the extent that it invests in smaller companies because they are often relatively new, do not have an extensive earnings record, and they may not have the financial and other resources or market share as larger more established companies. This may make their securities more volatile. A mutual fund may also be exposed to greater risk if it is more exposed to companies engaged in a specific sector or industry. For example, if a mutual fund has a large exposure to companies engaged in a commodity-focused industry, the value of its securities may be affected by changes in commodity prices which can fluctuate significantly over short periods of time.

■ FIXED INCOME INVESTMENT RISK

There are certain general investment risks applicable to fixed income investments in addition to Credit risk and Interest rate risk. The value of fixed income securities may be affected by developments relating to the issuer as well as by general financial, political and economic conditions (aside from changes in the general level of interest rates) and by conditions in the fixed income markets. If a mutual fund purchases investments that represent an interest in a pool of assets (for example mortgages in the case of mortgage-backed securities), then changes in the market's perception of the issuers of these investments (or in the value of the underlying assets) may cause the value of these investments to fall.

The ability of a mutual fund to sell a particular fixed income security at its fair value may change from time to time based on prevailing market conditions and perceptions about the issuer or other recent events (such as market disruptions, company takeover, and changes in tax policy or regulatory requirements). This can result in the mutual fund not being able to sell that fixed income security, or having to sell it at a reduced price.

In addition, given that most fixed income securities may have a predetermined maturity date, there is a risk that a mutual fund may have to reinvest the principal at lower prevailing market interest rates at maturity. There also exists the risk that certain fixed income securities (including asset-backed securities) may be prepaid unexpectedly prior to maturity. In either event, this could result in less income and a lower potential for capital gains.

FOREIGN CURRENCY RISK

If a mutual fund invests in foreign currency or buys investments that are priced in foreign currency, changes in the value of the Canadian dollar compared to the value of foreign currencies may affect the value of the mutual fund.

■ FOREIGN INVESTMENT RISK

Mutual funds that hold foreign investments may be affected by the following risks:

- changing economic conditions in a particular foreign country may adversely affect the mutual fund;
- there is often less information available about foreign companies and governments, and many of these companies and governments have different accounting, auditing and reporting standards than exist in Canada;

- some foreign stock markets have less trading volume, making it more difficult to buy or sell investments, or potentially causing more price volatility;
- the country may impose withholding or other taxes that could reduce the return on the investment or it may have foreign investment or exchange laws that make it difficult to sell an investment; and
- political or social instability and diplomatic developments may adversely affect the investments held by the mutual fund.

■ INTEREST RATE RISK

The price of fixed income debt securities fluctuates with movements in market interest rates. Therefore, if interest rates change, some mutual funds (and in particular income and balanced funds) are affected, and the value of their investments may change. Generally, the values of debt securities fall when interest rates increase (and debt securities with longer maturities will have a greater interest rate risk than investments with shorter maturities).

■ LARGE ORDER RISK

This is the risk of lower fund performance associated with a possible redemption requested by a large unitholder of a mutual fund, which may be more likely to occur if a unitholder (such as another investment fund) holds more than 10% of a mutual fund's units. If these investors make significant redemptions, the mutual fund might have to sell a significant portion of its investments. This could result in the mutual fund being forced to sell investments at unfavourable prices, or to keep a larger amount of its assets in cash than would otherwise be the case. These conditions could reduce performance.

■ MULTI-CLASS AND CORPORATE RISK

Some mutual funds (such as the Corporate Class Funds) are established as a separate class of a corporation with their own investment objective, and each class has its own fees and expenses which are tracked separately. Those expenses will be deducted in calculating the share value for that mutual fund, thereby reducing its share value. If any class of that corporation is unable to pay its expenses, the corporation is legally responsible to pay those expenses and, as a result, the share price of the remaining classes may be reduced. Further, if the corporation was to be found liable to any party for any damage not directly attributable to one or more classes, the share price of all classes may be reduced.

■ MULTI-SERIES RISK

The Funds offer several Series of units to retail purchasers and (as at the date of this Simplified Prospectus) also offer one or more other Non-retail series for qualified investors (such as other Investors Group Funds). Each Series will have its own fees and expenses that are specifically attributable to it. Those expenses will be deductible in calculating the unit price only for that Series, thereby reducing the value of a mutual fund's assets attributable to that Series. Those expenses, however, continue to be liabilities of the mutual fund as a whole. Accordingly, the investment performance, expenses or liabilities of one Series may affect the value of the securities of another Series.

■ RISK OF NOT BEING ABLE TO SELL YOUR UNITS

In exceptional circumstances we won't accept any orders to sell units of the Funds. These circumstances are explained later in the section *Purchases, switches and redemptions*.

■ SECURITIES LENDING, REPURCHASE AND REVERSE REPURCHASE TRANSACTION RISK

Securities Lending Transactions are agreements where a mutual fund lends its securities through an agent to a Counterparty that agrees to return them to the mutual fund with interest. Repurchase Transactions are agreements where a mutual fund sells securities through an agent to a Counterparty, and at the same time agrees to buy the same securities back from the Counterparty at a lower price, usually within a few days. A Reverse Repurchase Transaction is where the mutual fund buys securities from a Counterparty for cash and agrees to sell the securities back to the Counterparty at a later date at a higher price. These transactions allow the mutual fund to earn a higher return on the securities in its portfolio.

All mutual funds are allowed by the Canadian securities regulators to enter into Securities Lending Transactions, Repurchase Transactions and Reverse Repurchase Transactions in accordance with the Rules. The most common risk of these arrangements is if the Counterparty goes bankrupt, or does not fulfill its obligation to return the securities with interest (in the case of a Securities Lending Transaction), or does not fulfill its obligation to sell the securities (in the case of a Repurchase Transaction) or buy back the securities (in the case of a Reverse Repurchase Transaction). If this happens, the mutual fund may suffer a loss. Mutual funds try to reduce this risk in the following ways:

- the Counterparties are required to have an Approved Credit Rating;
- the Counterparties must place with the mutual fund collateral to support their obligations that is at least 102% of the market value of the securities that are loaned to them, or the securities they have agreed to sell back, under a Securities Lending Transaction or a Repurchase Transaction, respectively;
- the value of this collateral is checked and reset daily;
- for a Securities Lending Transaction, the collateral may include cash and the following “qualified securities”:
 - (i) fixed income or money market instruments issued or guaranteed by:
 - the Government of Canada or the Government of a Province of Canada;
 - the U.S. Government, a U.S. State, a foreign government or a supranational agency if, in each case, they have an Approved Credit Rating;
 - a financial institution that is not the Counterparty or an affiliate of the Counterparty if it has an Approved Credit Rating; and
 - (ii) commercial paper of a company that has a term to maturity of not less than 365 days and that has an Approved Credit Rating;
- in addition, for Securities Lending Transactions, the collateral may also include irrevocable letters of credit issued by a Canadian financial institution other than the Counterparty or an affiliate of the Counterparty if the financial institution has an Approved Credit Rating;
- for a Reverse Repurchase Transaction, the securities purchased by the mutual fund must have a market value of at least 102% of the cash paid for them by the mutual fund, and must be only “qualified securities” as described above;
- each Securities Lending Transaction cannot be for a period of more than 90 days, but the mutual fund may terminate the transaction at any time and recall the loaned securities;
- each Repurchase or Reverse Repurchase Transaction cannot be for a period of more than 30 days;
- the value of all Repurchase Transactions and Securities Lending Transactions cannot exceed 50% of the mutual fund’s net assets, not including the value of the collateral for loaned securities or the cash for sold securities.

■ SPECIALIZATION RISK

If a mutual fund invests only in specific countries outside Canada or the United States, or in particular types of investments, commodities, markets or sectors, that mutual fund’s ability to diversify its investments may be limited. This may mean that the mutual fund can’t avoid poor market conditions, causing the value of its investments to fall. This may also mean that the mutual fund may not be able to sell its investments at their current market price.

■ TAX POLICY RISK

All mutual funds may be affected by changes in the tax legislation that affect the entities in which the mutual funds invest or the taxation of the mutual funds.

Organization and management of the Funds

The table below shows the companies responsible for providing important services to the Funds, as well as the functions of the IG Funds Independent Review Committee. IGM Financial Inc. owns, directly or indirectly, all of the companies listed below, except the custodian and the auditors.

Role	Service provided
Trustee I.G. Investment Management, Ltd. 447 Portage Avenue Winnipeg, Manitoba, R3C 3B6	Responsible for supervision and the overall direction of the Funds on behalf of each Fund's investors.
Manager, Registrar and Promoter I.G. Investment Management, Ltd.	Manages the overall business and operations of the Funds and provides or arranges for the day-to-day administrative services for the Funds and maintenance of unitholder records of the Funds.
Portfolio Advisor I.G. Investment Management, Ltd.	Provides investment advisory services including selecting investments or reviewing the selection of investments by Sub-advisors for the Funds (if any), as allocated to it from time to time.
Principal Distributors Investors Group Financial Services Inc. Winnipeg, Manitoba Investors Group Securities Inc. Winnipeg, Manitoba	Offers the Funds through its Consultants. Offers the Funds through its Consultants or through a Trade Centre of Investors Group Securities Inc.
Custodian Canadian Imperial Bank of Commerce through CIBC Mellon Global Custody Services Toronto, Ontario	Responsible for the safekeeping of the securities of the Funds.
Auditors KPMG LLP Winnipeg, Manitoba	Audits the financial statements of the Funds and provides an opinion on whether or not the financial statements are fairly presented in accordance with Canadian generally accepted accounting principles.
IG Funds Independent Review Committee	The mandate of the IG Funds Independent Review Committee ("IRC") is to review, and provide input on, our written policies and procedures that deal with conflict of interest matters in respect of the Funds, and to review such conflict of interest matters. This includes reviewing trades between Investors Group Funds, as well as each Fund's holdings, purchases and sales of securities of companies related to the Manager. The IRC may also approve certain mergers involving the Investors Group Funds, and any change in auditor of the Fund. ²

<i>Role</i>	<i>Service provided</i>
IG Funds Independent Review Committee (continued)	<p>Each member of the IRC is independent of the Manager and any party related to the Manager. The IRC will prepare, at least annually, a report of its activities for unitholders. This report will be available on our website at www.investorsgroup.com or you may request a copy at no cost to you, by contacting us at contact-e@investorsgroup.com (for service in English) or contact-f@investorsgroup.com (for service in French). This first report to securityholders of the Funds will be available in or about June 2011.</p> <p>Additional information about the IRC, including the names of its members, is available in the Annual Information Form.</p>

²The merger or termination of a Fund, and the appointment of different auditors for a Fund, when approved by the IRC, may occur after unitholders receive 60 days prior written notice.

The Portfolio Advisor provides day-to-day investment advisory services including the selection, purchase and sale of the investments for the Funds. **The Trustee may from time to time without prior notice to you change the Portfolio Advisor from I.G. Investment Management, Ltd. to I.G. International Management Limited (“IGIM (Dublin)”), or from IGIM (Dublin) to I.G. Investment Management, Ltd., or appoint both I.G. Investment Management, Ltd. and IGIM (Dublin) to provide investment advisory services to a Fund.**

From time to time, we pay other investment sub-advisors (“Sub-advisors”) to help us:

- select investments for the Funds;
- make decisions to buy, sell or hold investments for the Funds;
- develop strategies for the Funds; and/or
- carry out transactions for the Funds.

When a Sub-advisor makes decisions for a Fund, these decisions are independent of the decisions they make for other clients. We are completely responsible for each decision with respect to the Funds made by our Sub-advisor(s) as required by law. Sometimes there is only a limited amount of an investment available and the Sub-advisor wants to make the same investment for more than one Investors Group Fund or for another client. If this happens, we or the Sub-advisor will allocate the investment fairly to the Investors Group Funds and such other clients. **We may change any Sub-advisor at any time without prior notice to you.**

If the Portfolio Advisor or Sub-advisor is located outside of Canada, it may be difficult to enforce any legal rights against them because all, or a substantial portion, of their assets are likely to be outside Canada.

Purchases, switches and redemptions

The unit price is the amount you pay to buy, or receive when you sell, a unit of a Fund. Each Series has its own fees and expenses, so each Series has its own price per unit. To determine the unit price of each Series, we calculate the total value of the Fund's assets, minus its liabilities, attributable to that Series. Then we divide that amount by the number of units held by the Fund's investors in that Series.

We determine the unit price at the close of each Business Day. If a Fund receives your complete instructions to buy or sell units of the Fund by 3:00 p.m. Central Time, or earlier at the discretion of the Manager (for example, if The Toronto Stock Exchange closes earlier on any Business Day) (the "Deadline"), we'll process your order using the price at the close of business that day. Otherwise, we'll process your order the next Business Day, using the price at the close of business on that day. All instructions to buy or sell the Fund must be made through the Principal Distributors.

We won't accept any orders to buy or sell units if we've suspended the calculation of the unit price. Under the Rules, we may suspend the calculation of the unit price if:

- normal trading is suspended on any exchange on which securities or Derivatives held by a Fund are traded, if those securities or Derivatives represent more than 50% by value, or underlying market exposure, of the total assets of the Fund without allowance for liabilities, and those securities and Derivatives are not traded on another reasonably practicable alternative exchange;
- we have permission from The Manitoba Securities Commission; or
- we are required to by law.

For more details on calculating the unit price, see the Annual Information Form.

Buying units of the Funds

You can buy units of the Funds from an Investors Group Consultant registered with either of the Principal Distributors, or through a Trade Centre of Investors Group Securities

Inc., but generally you cannot purchase them through any other dealers, nor may you transfer units of any Fund to an account at other dealers if you became an Investors Group client on or after July 1, 2006 or if your units are held within an RESP. You may request that another Investors Group Consultant who is registered in your province of residence service your account. If you wish to transfer your investment to an account at other dealers you may have to redeem your units. (Please see *Selling units of the Funds* for more information.)

When you buy units of a Fund, you usually have to give us complete written instructions and include full payment in Canadian dollars for your units with your order, unless your account is held in Nominee Name in which event your purchase must be settled within three Business Days.

In the case of purchases of \$1 million or more, your order may not be deemed to be received unless the full amount of the payment in cash is received by us by 10:00 a.m. Central Time. If the cash is received after 10:00 a.m., the Fund may not accept your order until the next Business Day.

You can also give us instructions to buy the units over the telephone, or in some circumstances by other permitted ways, if you arrange this in advance with your Consultant, provided that suitable payment arrangements are in place. If your account is with Investors Group Securities Inc., you may submit a trade request directly through a Trade Centre of Investors Group Securities Inc.

If your cheque is returned because of insufficient money in your bank account or for any other reason, we sell the units that you bought on the next Business Day. If we sell them for more than you paid, the Fund keeps the difference. If we sell them for less than you paid, we charge you the difference plus any costs and interest.

We may decline an order to buy units as long as we do so within one Business Day of receiving it. If we do decline your order, we will promptly return all of your money to you, but no interest is payable.

Purchase options

Generally, units of the Funds are available with different purchase options in the following Series:

Purchase option	Series of units available for purchase	
	DSC	NL
Original investment in Investors Group Funds made on or after July 28, 2003:	Series "A" Units	Series "B" Units
Original investment in Investors Group Funds made before July 28, 2003*:	Series "C" Units with DSC and NL options	

*Includes investments made under a pre-authorized contribution ("PAC") arrangement entered into before July 28, 2003.

Please see *Dealer compensation* for information about payments to your Consultant with regard to each purchase option.

• **Deferred Sales Charge (DSC) purchase option – "A" Units**

Units purchased under this option may have a redemption fee if you redeem within seven years of the date of purchase (other than when you switch your investment to another Investors Group Fund under the Deferred Sales Charge purchase option). These units generally have a lower annual service fee than units purchased under the No-Load purchase option (as described later under *Fees and expenses*). This is the only option available for investments made within a Group RRSP. This option is not available for investments that are made within a Group TFSA. For these Funds, this option is available under Series "A" units.

If you invest in a Fund by switching an investment made in another Investors Group Fund prior to July 28, 2003, or pursuant to an arrangement entered into before that date, then you may elect to invest in Series "C" units under this option. (Please see *Investments prior to July 28, 2003* below for more information.)

• **No-Load (NL) purchase option – "B" Units**

You don't pay a redemption fee when you sell units purchased under this option, unless you redeem them within the initial 90 days after your purchase. A fee for inappropriate short-term trading may apply and other fees may also apply. (For more details, see *Fees and expenses*.) This is the only option available for investments that are held within a Group TFSA. This option is not available for investments made within a Group RRSP. For these Funds, this option is available under Series "B" units.

If you invest in a Fund by switching an investment made in another Investors Group Fund prior to July 28, 2003, or pursuant to an arrangement entered into before that date, then you may elect to invest in Series "C" units under this option. (Please see *Investments prior to July 28, 2003* below for more information.)

• **Investments prior to July 28, 2003 – "C" Units**

Series "C" units represent investments switched from other Investors Group Funds that were purchased prior to July 28, 2003, or units purchased under investment arrangements entered into prior to that date. These units are available under both the Deferred Sales Charge and No-Load purchase options. Investments by switches of Series "C" units from other Investors Group Funds under the Deferred Sales Charge purchase option will be subject to the same redemption fee schedule (if any) in place at the time when you first made that investment under the Deferred Sales Charge purchase option. Please see *Automatic regular investments by Pre-Authorized Contributions (PACs)* for more information about PACs. Furthermore, these units will have the same Service Fee Refund as explained under *Service fee refunds*. (Please see *Switches to and from Series "C" securities* for more details.)

Minimum initial investment

When making your initial investment into a Fund (other than an investment under a Group Plan), we consider whether the amount of your purchase, together with other investments you and other members of your immediate Household have made (and currently own) in the Fund and in other Investors Group Funds, is \$15,000 or more.

If the total of your Household Investments is \$15,000 or more, you may invest directly in the Funds under either the Deferred Sales Charge or No-Load options. If you are a member of a Group Plan, you can invest in any Fund without the requirement to have a minimum Household Investment of \$15,000, subject only to the minimum requirements indicated below.

Once you are eligible to invest directly in a Fund, there is no minimum investment to open an account in the Fund, except if you open a RRIF, or similar Registered Plan, where there is a \$5,000 minimum.

After making the minimum investment, we may redeem your investment in that Fund and return the money less any redemption fees and withholding tax if the amount invested in your account is less than \$250. To buy additional units of any Fund, you must invest at least \$50 among all your Investors Group Funds with each investment, but there is no minimum amount for reinvested Distributions or reinvested Service Fee Refunds in the case of Series “C” units, as explained later. These minimums do not apply to investments within a Group Plan, or pursuant to a PAC arrangement.

Selling units of the Funds

You must give us complete written instructions to sell your units, unless you’ve made arrangements with your Investors Group Consultant to provide instructions to sell your units over the telephone, or in some circumstances by other permitted ways. If your account is with Investors Group Securities Inc., you may submit a trade request directly through a Trade Centre of Investors Group Securities Inc. You can sell some or all of your units, or you can sell a certain dollar amount of units. The minimum amount you can sell is \$100 worth of units of a Fund.

When you sell units purchased under the No-Load purchase option there is no redemption fee. You may have to pay a redemption fee, however, when you sell units:

- purchased under the Deferred Sales Charge purchase option; or
- if you had purchased units under the Deferred Sales Charge purchase option when you made your investment in any other Investors Group Funds (and later switched that investment into a Fund); and
- the redemption fee schedule applicable to your investment has not yet expired.

Also, a withholding tax may apply if you are taking money out of a Registered Plan (other than a TFSA).

When you sell your units, we will redeem them and send you the redemption proceeds (in Canadian currency) within three Business Days, but your redemption will not be processed if:

- payment for the units being sold has not yet cleared your bank account; or
- you have not yet returned all unit certificates issued for your investment; or
- your redemption request is not complete because of missing documentation or there are other restrictions on our records; or

- there is any other reason, with the consent of the Manitoba Securities Commission.

Refer to the table under *Fees and expenses* for more details.

If your investment is held in Nominee Name, the redemption proceeds will be paid into the cash position of your account from which you can make a subsequent withdrawal.

If we don’t receive your complete instructions, or there is another restriction on our records, your order will not be processed. Similarly, we will not process your order to the extent the units you are redeeming are represented by any outstanding certificates. To the extent we had processed your order, we will repurchase any units that were redeemed. If the redemption proceeds exceed the repurchase amount, the Fund will keep the excess. If the redemption proceeds are less than the repurchase amount, we will pay the difference and you will then be required to reimburse us for this amount and for our expenses (including interest).

At any time you may ask to have your account with the Principal Distributors serviced by another Investors Group Consultant who is registered in your province of residence, but you may not hold your units of the Funds in an account with a dealer other than the Principal Distributors, if you became an Investors Group client on or after July 1, 2006 or if your units are held within an RESP. If you transfer your investment to other dealers, then you may have to redeem your units of the Funds and your investment will be subject to any applicable redemption fees and taxes.

Switching between Investors Group Funds

When you switch, you sell units of one Investors Group Fund to buy units of another Investors Group Fund.

When you make your first investment in a Fund by switching between Investors Group Funds, the switch will be subject to the same minimum investment amounts that usually apply to purchases, except that you can:

- switch any amount of your investment in one Investors Group Fund to another Investors Group Fund within a Group Plan; and
- switch an investment out from your Group Plan in any amount to another Registered Plan investment if you no longer qualify to remain as a member of the Group Plan.

When switching investments between Investors Group Funds, you usually must switch within the same Series. (For example, you can sell units purchased on a Deferred Sales Charge basis in a Fund to purchase units on a Deferred Sales Charge basis in another Investors Group Fund.) You can also switch from the No-Load purchase option in a Fund

to acquire Deferred Sales Charge units of the same Fund, or units of another Investors Group Fund under either the No-Load or Deferred Sales Charge purchase options, but you generally cannot switch units purchased on a Deferred Sales Charge basis for units on a No-Load basis.

When you switch from a Fund that has time remaining during which a redemption fee is payable, generally the time remaining is carried forward with your switch into the new Investors Group Fund. Accordingly, after you switch your investment, you may have to pay a fee when you sell the new units. A withholding tax may apply if you are taking monies out of a Registered Plan. See *Fees and expenses* for more details.

Switches to and from the Income Funds

The Income Funds offer only one Series of units to retail purchasers, available under either a Deferred Sales Charge or a No-Load purchase option.

When switching from Series “B” of an Investors Group Fund into an Income Fund (or from the No-Load purchase option in another Income Fund), you may elect to purchase units of that Income Fund under either the Deferred Sales Charge purchase option or the No-Load purchase option. When switching from Series “A” of an Investors Group Fund into an Income Fund (or from the Deferred Sales Charge purchase option in another Income Fund), generally you *must* purchase units of that Income Fund under the Deferred Sales Charge purchase option.

When switching from Series “A” of an Investors Group Fund into Investors Canadian Money Market Fund under an automatic transfer arrangement, however, you must purchase units under the No-Load purchase option. Accordingly, a redemption fee may apply if your investment is still subject to a redemption fee. Please see *Automatic switching by Systematic Transfer and Exchange Plan (STEP) under Optional services* for more information.

Likewise, if you later switch your investment in units made under the Deferred Sales Charge purchase option from an Income Fund to another Investors Group Fund, you *must* purchase the corresponding Series “A” units of that other Investors Group Fund (or the Deferred Sales Charge purchase option of an Income Fund). But, if you switch your investment in an Income Fund that was purchased under the No-Load purchase option, you may invest in units

in either the Series “A” or Series “B” of that other Investors Group Fund (or into either the No-Load or Deferred Sales Charge purchase options if you are switching to another Income Fund).

Switches to Investors Real Property Fund

Investors Real Property Fund is an Investors Group Fund which is sold under its own, separate prospectus. It has two types of retail units: Series “A” units (Deferred Sales Charge purchase option) and Series “C” units (generally, investments prior to July 28, 2003). Series “C” is available only under the Deferred Sales Charge purchase option. Switches from the Deferred Sales Charge purchase option in either Fund will be invested in Series “A” units of Investors Real Property Fund, however, as Investors Real Property Fund does not offer Series “B” units (No-Load purchase option), all switches from the No-Load purchase option of the Funds will be into Series “A” units of Investors Real Property Fund, and your investment will be subject to the usual redemption fee schedule applicable to new purchases. Similarly, if you wish to switch units designated as “C” units of either Fund into Investors Real Property Fund, you must purchase Series “C” units of Investors Real Property Fund under the Deferred Sales Charge purchase option.

Also, unlike the other Investors Group Funds that are valued every Business Day, the units of Investors Real Property Fund are priced only twice per month (called “Valuation Days”). If you wish to switch your investment from any Investors Group Fund to Investors Real Property Fund on a day other than a Valuation Day, your switch to Investors Real Property Fund cannot occur until the next Valuation Day. During the interim, you may elect to switch your investment into Investors Canadian Money Market Fund (or any other Investors Group Fund), subject to the minimum investment requirements of that Investors Group Fund, pending the investment of these monies into Investors Real Property Fund. Please speak to your Investors Group Consultant for more details.

Switches to and from Series “C” securities

You cannot switch Series “C” units into either Series “A” or Series “B” of the same Fund or another Investors Group Fund except when that Investors Group Fund does not offer Series “C” units (such as the Investors Group Corporate Class Funds or the *iProfile*[™] Pools³). Once you switch your investment from Series “C” into another Investors Group

³Some Investors Group Funds that are available under their own separate prospectuses do not have Series “C” Units, as follows:

- Investors Group Corporate Class[™] Funds

If you own “C” units and wish to switch into one of the Corporate Class Funds:

- (i) under the Deferred Sales Charge purchase option, you must switch your investment to purchase Series “A” shares; or
- (ii) under the No-Load purchase option, you may switch your investment to purchase either Series “A” or Series “B” shares.

- *iProfile*[™] Pools

The *iProfile* Pools offer one series of units. Accordingly, you may switch your investment in the Funds to *iProfile* (subject to meeting the *iProfile* minimum investment requirement), but switches from *iProfile* cannot be into Series “C” of another Investors Group Fund.

Fund that does not offer “C” units, you cannot later switch that investment back into “C” units of any Investors Group Fund. These restrictions may also apply to any other Investors Group Funds that do not offer “C” units or shares, except switches of “C” units into the Income Funds. Please see *Switches to and from the Income Funds*.

Similarly, you also cannot switch your investment in Series “A” or “B” units in the Funds to acquire Series “C” units of the same Fund or offered by another Investors Group Fund. You can, however, switch your investment in “C” units made under the No-Load purchase option to acquire “C” units under either the Deferred Sales Charge purchase option or the No-Load purchase option. Switches from the Deferred Sales Charge purchase option to the No-Load purchase option are generally *not* allowed in most circumstances.

When switching from “C” units into an Income Fund, you must generally purchase units under the Deferred Sales Charge purchase option if your “C” units were purchased under the Deferred Sales Charge purchase option. Likewise, if you later switch your investment held under the Deferred Sales Charge purchase option in an Income Fund to another Investors Group Fund, you must purchase the corresponding Deferred Sales Charge purchase option offered as “C” units of that other Investors Group Fund. But, you may switch your “C” units that were purchased under the No-Load purchase option to invest in units under either the No-Load purchase option or the Deferred Sales Charge purchase option in another Investors Group Fund. These investments in an Income Fund are designated as “C” units on your client statement.

Please see *Income tax considerations for investors* for more information about the tax considerations that may arise if you switch your investment between Investors Group Funds.

Short-term trading

Short-term trading has the potential to adversely affect the interests of mutual funds and their investors by increasing trading and other costs, and interfering with the efficient management of a mutual fund’s portfolio.

Investors Group has adopted policies and related procedures to prevent inappropriate short-term trading in all of the Investors Group Funds. Our procedures include the monitoring of trading activity within the Investors Group Funds to detect instances of an inappropriate short-term trading strategy, investigation into any trading activity that could constitute inappropriate short-term trading, and the taking of prompt action when such trading activity is detected.

In determining whether a particular trade is inappropriate, we will consider all relevant factors, including *bona fide* changes in investor circumstances or intentions, the nature of the Investors Group Funds involved and the past trading pattern by the investor. We may conduct discussions with the investor or the investor’s Consultant concerning the trade.

We consider as inappropriate short-term trading a combination of a purchase (including a switch into an Investors Group Fund) and redemption (including a switch from an Investors Group Fund) or vice versa within a short period of time that may be detrimental to one or more Investors Group Funds, all as determined by us in our sole discretion. These trades are generally for periods of less than 10 days, but can be for periods up to 90 days which take advantage of certain Investors Group Funds with securities priced in other time zones or illiquid securities which trade infrequently. We recognize that investment in Money Market-like Funds and the Investors Cornerstone Portfolios™ may be intended for legitimate short-term purposes. Accordingly, trades involving Money Market-like Funds and the Investors Cornerstone Portfolios will generally not be considered as inappropriate short-term trading unless we have determined that these trades are in connection with an inappropriate short-term trading strategy involving other Investors Group Funds. Similarly, trades involving Investors Group Funds under a fund-of-funds structure, or pursuant to a rebalancing arrangement, will generally not be considered as being an inappropriate short-term trading activity.

If we conclude that a particular trade is inappropriate, we will impose a short-term trading fee. This fee is payable to the affected Investors Group Funds, and is in addition to any other fees including redemption fees and excessive switching fees, that may be charged. Refer to the table under *Fees and expenses* for more details.

Also, we may take such additional action as we consider appropriate to prevent further similar activity. These actions may include the delivery of a warning to the investor, placing the investor on a watch list to monitor closely his or her trading activities and the subsequent refusal of further trades by the investor if the investor continues to attempt such trading activity and/or account closure.

Please refer to the Annual Information Form under *Short-term trading* for more information.

Optional services

Investors Group offers a variety of optional services to clients. To apply for these optional services, complete an application form available from your Investors Group Consultant. As at the date of this Simplified Prospectus, some of these optional services may not be available if your account is held in Nominee Name, including at Investors Group Financial Services Inc.

Registered Plans

We offer a number of Registered Plans, including, but not limited to:

- Registered Retirement Savings Plan (RRSP);
- Registered Retirement Income Fund (RRIF);
- Registered Education Savings Plan (RESP);
- Life Income Fund (LIF);
- Prescribed Registered Retirement Income Fund (PRIF);
- Restricted Life Income Fund (RLIF);
- Locked-in RRSP;
- Locked-in RRIF (LRIF);
- Locked-in Retirement Account (LIRA);
- Tax-Free Savings Account (TFSA);
- Group RRSPs; and
- Group TFSAs.

Employers, unions and formal associations generally consisting of at least five members can also open a Group RRSP or Group TFSA (both referred to as “Group Plans”) with us. If you participate in a Group Plan sponsored by your employer, remember that your employer doesn’t monitor the performance of any of the Investors Group Funds in the Group Plan. Therefore, you must make your own decisions to purchase units of the Funds based on your review of the performance and any other information available to you.

Automatic regular investments by Pre-Authorized Contributions (PACs)

Pre-Authorized Contribution arrangements (“PACs”) enable you to make automatic regular investments (also known as dollar cost averaging) without writing cheques or sending in written requests. We can arrange to withdraw money from your bank, trust company or credit union account to make investments quarterly, monthly or as often as weekly. However, you must invest at least \$50 with each investment among all your Investors Group Funds. You can increase or decrease your regular PAC investments and make additional lump sum investments at any time.

If you have an existing PAC set up in Series “C” of another Investors Group Fund, you may move all or a portion of your Series “C” PAC to purchase “C” units of the Funds, provided that the total amount being invested in all Investors Group Funds through this PAC does not increase.

Exemptive relief has been given to the Investors Group Funds in all jurisdictions from having to deliver annually a copy of the most recent Simplified Prospectus (including any amendments) to any person investing through a PAC, unless the person requests to receive a copy. Accordingly, we will send a copy of the Simplified Prospectus for the Funds annually if you invest through a PAC arrangement, but only if you request to receive it. (Please contact your Investors Group Consultant for more information.) A copy of the Simplified Prospectus (including any amendments) may be found on the SEDAR website (www.sedar.com), or on our website (www.investorsgroup.com).

Automatic regular redemptions by Systematic Withdrawal Plan (SWP)

You can arrange to sell units of the Funds through automatic regular redemptions, also known as a systematic withdrawal plan (“SWP”). Generally, the minimum amount you can redeem on a regular basis is \$100 from all Investors Group Funds held in the same account. You can sell your units as often as monthly, but you must ask us to sell units at least quarterly (other than for the minimum withdrawals required to be made from a RRIF or similar Registered Plans, in which case an annual or semi-annual SWP can be set up for you). You can also ask us to sell units at any other time. Please remember, though, that automatic redemptions may eventually deplete your investment.

A SWP cannot be set up for investments held in a Registered Plan, other than for: (i) a RRIF or similar Registered Plan, in which case we can arrange at least for the minimum prescribed withdrawals required by law; or (ii) a TFSA. When you sell units under a SWP, we will send the proceeds (in Canadian currency) within three Business Days to your bank account from the day the units are sold or to the cash position of your account if your investment is held in Nominee Name or, at your request we will send you a cheque.

You won’t have to pay a fee for making regular redemptions if you:

- sell units bought under the Deferred Sales Charge purchase option and the redemption fee schedule that applies to those units has expired; or
- sell units bought under the No-Load purchase option.

In addition, when you make regular redemptions of units acquired under the Deferred Sales Charge option using a SWP, you won't have to pay a redemption fee when the amount redeemed from all Investors Group Funds held within the same account within the calendar year is less than 12% of the value (as at December 31st of the previous year) of your investment in Investors Group Funds purchased under the Deferred Sales Charge purchase option.

For this purpose, you will have a separate Investors Group account for your Investors Group Funds held within each Registered Plan, and you will have separate accounts for your other Investors Group Funds that are not held within a Registered Plan (set up in your name, or jointly with another person, or "in trust" for example). Also, only investments made under the Deferred Sales Charge purchase option will be considered when determining the fee-free amount you may receive under your SWP. This feature is also available if you set up a STEP (discussed below).

If you open an account during the year, the amount of fee-free redemptions under a SWP will be based on the value of your investment purchased under the Deferred Sales Charge purchase option at the time of your purchase, and will be pro-rated based on the number of SWP redemptions remaining in the year. If you already have an account and wish to set up a SWP during the year, the amount of fee-free redemptions will be based on the market value of your investment under the Deferred Sales Charge purchase option as at December 31st of the previous year. This amount will be adjusted for any current year purchases under this option, and will be pro-rated based on the number of SWP redemptions remaining in the year.

If you make an additional purchase (other than a reinvestment of Distributions) into your account from an investment made under the Deferred Sales Charge purchase option during the year, including a switch of an investment held on a No-Load basis for a different Series under the Deferred Sales Charge purchase option in the same Fund or a different Investors Group Fund, the fee-free amount of your SWP will be adjusted by the value of the purchase, and will be pro-rated based on the number of SWP redemptions remaining in the year.

Any Distributions you receive in cash (or that are reinvested in another Investors Group Fund) from an investment held under the Deferred Sales Charge purchase option, will serve to decrease the fee-free amount of redemptions under your SWP for the *current* year. (Please note that you cannot elect to have Distributions paid out to you in an account for which you have already set up a SWP.) Similarly, if you set

up a STEP (discussed below) from an investment made under the Deferred Sales Charge purchase option into the No-Load purchase option of Investors Canadian Money Market Fund, any switches resulting from that STEP will reduce the fee-free redemptions available under your SWP for the *current* year.

For example, if the value of your investments in Investors Group Funds held within the same RRIF (other than an investment held on a No-Load basis) was \$10,000 as at December 31st, you could redeem without a redemption fee up to \$1,200 from your RRIF during the next year using a SWP (or STEP). If you redeem more than this amount under your SWP (or STEP), a redemption fee may apply based on the excess amount you redeem.

Please speak to your Investors Group Consultant about the amount of fee-free redemptions you may receive under your SWP. Redemptions made outside your SWP will be subject to any redemption fees that may apply.

Automatic switching by Systematic Transfer and Exchange Plan (STEP)

If your account is with Investors Group Financial Services Inc. (but is not in Nominee Name), generally you can automatically switch units of your Fund for units of the same purchase option of another Investors Group Fund, provided that you meet the usual minimum investment requirement. You can switch units as often as monthly, but you must switch at least quarterly each year other than for the minimum withdrawals required to be made from a RRIF, or similar Registered Plans, in which case an annual or semi-annual STEP can be set up for you. You can also ask us to switch additional units at any other time. As mentioned under *Fees and expenses*, you do not normally have to pay a fee when switching between Investors Group Funds.

For investments held within a Registered Plan you can automatically switch units within the same account. If the automatic switch is coming out of an account that is not a Registered Plan then the transfer can be to any account except for a RRIF and similar Registered Plans. You cannot set up a STEP to automatically switch units that involve RESP and Locked-in Registered Plan accounts.

If you already have an account and wish to set up a STEP into your No-Load Investors Canadian Money Market Fund during the year, the amount of fee-free transfers will be based on the value of your investment under the Deferred Sales Charge purchase option as at December 31st of the previous year. This amount will be adjusted for any current year purchases under this option, and will be pro-rated

based on the number of STEP switches remaining in the year. (See *Automatic regular redemptions by Systematic Withdrawal Plan (SWP)* for more information.)

Automatic reinvestment of Distributions

The Funds may earn dividend, interest or other income from their investments. They may also realize capital gains when investments are sold at a profit. When a Fund makes a payment to you of income (less any expenses) and net realized capital gains, or a return of capital, these payments are called *Distributions*.

We automatically reinvest your Distributions to buy additional units in the same Series of the Fund using the unit price on the day we reinvest the Distribution. You may request us to direct your Distributions to buy units in a permitted Series of another Investors Group Fund (or the same purchase option for an Income Fund). You may have Distributions paid out to you if your investment is not held within a Registered Plan (aside from a TFSA), and you have not already set up a SWP from your account. We can pay Distributions (other than Service Fee Refunds) directly to you in cash by having the money deposited into your bank account (or into the cash position of your account if your investment account is held in Nominee Name). Having Distributions paid out to you could result in the depletion of your investment.

Distributions from Funds held within a Registered Plan (aside from a TFSA), other than any minimum required Distributions from a RRIF or similar Registered Plan, must be reinvested into your Registered Plan. Service Fee Refunds must also be reinvested into your account, as explained under *Service fee refunds*. Units acquired with reinvested Distributions are subject to the same fees and expenses that apply to other units acquired under the same purchase option, except that they are not subject to a redemption fee if reinvested in Series “A” or under the Deferred Sales Charge Purchase option in Series “C”, and all units acquired with reinvested Distributions under the Deferred Sales Charge purchase option in Series “C” will receive a full Refund of any services fees.

Investors Group Charitable Giving Program

The Investors Group Charitable Giving Program (the “Program”) is a donor-advised charitable giving program developed by Investors Group with the Strategic Charitable Giving Foundation (the “Foundation”), a non-profit charitable corporation registered as a public foundation with the Canada Revenue Agency and with the Quebec Ministry of Revenue. Your Investors Group Consultant can provide you

with additional details about the Program, including about how to donate units of any Investors Group Funds to the Foundation and the current list of “Eligible Funds” (as discussed below).

The Program allows you to make irrevocable donations to the Foundation and, in so doing, establish a Charitable Giving Account (the “Account”) within the Program to hold the proceeds of your donation. The Foundation will invest the proceeds in a permitted Investors Group Fund (the “Eligible Fund”) and make grants over a period of years to Canadian charities and other permitted entities as set out in the *Tax Act* (the “Eligible Charities”). An Account may only invest in a single Eligible Fund at any time.

Your initial donation under the Program must be at least \$25,000 (comprised of cash, securities and/or insurance), unless the donation is a donation of life insurance from a living person, in which case the policy must have a net death benefit of at least \$25,000. (No cash surrender value is required.) Subsequent donations to the Account must be at least \$5,000 (although you may make subsequent smaller donations to pay the premiums associated with a donated life insurance policy). Donors are usually entitled to a tax receipt for the market value of their donation on the date it is accepted by the Foundation.

Although the Foundation is the owner of the assets you donate, it will generally act on your recommendations (or those of persons authorized by you) with respect to selecting the Eligible Fund and Eligible Charities that you wish to receive annual grants, and also with respect to determining how the Account will be managed after your lifetime.

The Program facilitates philanthropy and offers donors benefits similar to having their own private foundation, without the initial administrative costs and responsibilities. An annual charitable administration fee applies to all assets held in the Account, other than donations of life insurance policies for which the proceeds have not yet been paid. In addition, each Account in the Program pays a pro rata share of the Foundation’s annual operating expenses, including grant activity charges specific to each Account. These fees will be automatically deducted semi-annually from the Account. The Foundation reserves the right to change these fees at any time with appropriate notice.

You should consult with your tax advisor about the tax benefits and consequences of making a donation to the Foundation. Further information about the Program can be found on our website at www.investorsgroup.com.

Fees and expenses

There are certain fees and expenses associated with investing in the Funds plus applicable Goods and Services Tax/Harmonized Sales Tax. The following tables list the fees and expenses you may pay if you invest in the Funds. The Funds pay some of these fees and expenses, which reduces the value of your investment. There will be no duplication of management fees and administration fees payable by a Fund as a result of any investment in another Investors Group Fund, and there will be no redemption fee payable by a Fund with regard to the redemption of any investment it makes in another Investors Group Fund. You may pay other fees and expenses directly, including account administrative or transaction fees payable to the Principal Distributors that may not be directly associated with your investment in the Funds.

Fees and expenses paid by the Funds

Management fee The Funds pay a management fee for management services provided to them. Please see the *Specific information about each of the Funds* section later in this Simplified Prospectus for the management fee payable by each Fund. The management fee includes the fee payable to the Manager and to the Portfolio Advisor.

Operating expenses Administration fee and Fund Costs

The Funds pay an administration fee calculated as an annual percentage (accrued and payable daily) of the net asset value of each Series of a Fund, other than Series “P”, (“F” and “Z” units, if any), as disclosed in the *Specific information about each of the Funds* section later in this Simplified Prospectus. In exchange for this fee, the Manager will pay the costs and expenses required to operate the Funds, including audit, accounting, legal, record-keeping, transfer agency, prospectus and regulatory filing fees (including any portion of the Manager’s registration fees attributable to the Funds), custody safekeeping fees that are not otherwise included in the management fee, except the “Fund Costs”.

Fund Costs will be allocated among all Investors Group Funds, or among Series of the Investors Group Funds, as applicable, on a fair and reasonable basis. Each Investors Group Fund or Series will bear, separately, any expense that can be specifically attributed to that Investors Group Fund or Series. Common expenses will be allocated among all Investors Group Funds or Series in a manner which we determine to be the most appropriate based on the nature of the expense. Fund Costs include the following fees and expenses:

- any regulatory fee increases and costs of complying with new regulatory requirements after July 25, 2007;
- fees related to external services that are not commonly charged in the Canadian mutual fund industry as of July 25, 2007;
- taxes (including, but not limited to, Goods and Services Tax/Harmonized Sales Tax);
- interest and borrowing costs;
- an annual trustee fee of 0.05% of its average net assets;
- brokerage fees and other securities transaction expenses, including the costs of Derivatives each Fund may use;
- the portion of the member fees and any expenses of the IG Funds Independent Review Committee, payable by each Fund (“IRC Costs”); and
- service fees as discussed below.

IRC Costs include, without limitation, an annual retainer of \$32,500 (\$42,500 for the Chair), a per meeting fee for each meeting attended, reimbursement of reasonable expenses incurred by the members of the IRC in the performance of their duties (such as travel and accommodation), CPP payment made on behalf of IRC members, liability insurance and expenses paid directly to a services provider for services provided to any IRC member. It is not expected that the Manager will reimburse the Funds for their IRC Costs. (See the *Fund Governance* section of the Annual Information Form for more

Operating expenses (continued) details about the IG Funds Independent Review Committee.) For the financial year ended March 31, 2010, IRC Costs for Investors Group Funds were approximately \$407,419.

We may absorb certain operating expenses or waive a portion of a Fund's management fee (or administration fee) to ensure that the Funds remain competitive. There is no assurance that this will occur in the future.

Service Fee

In addition, the Funds pay a service fee. The level of the service fee is different for each Series, as follows:

Series	Service Fee as Percentage of Net Asset Value
"A"	.30% annually, accrued and payable daily
"B"	.45% annually, accrued and payable daily
"C"	.50% annually, payable quarterly on or about the last Business Days of January, April, July and October

The service fee is intended to compensate the Principal Distributors for providing or arranging services to each Fund, including the issue, granting, allotment, acceptance, endorsement, renewal, processing, variation, transfer of ownership or redemption of units. For Series "C" units, you may receive some or all of this service fee back from a Fund. This Refund will be used to purchase additional units of that Series in that Fund. For more details, see *Service fee refunds*.

Management fee and expense reduction

The Manager may negotiate a reduction in the management fee and/or any other operating expenses which are charged to the Funds with respect to any particular unitholder's investment in a Fund. The level of reduction will generally be based on the unitholder's asset level, the types of investments purchased and the level of service required by the unitholder. The Manager may discontinue these reductions at any time by giving written notice to the unitholder. Please speak to your Consultant if you wish to determine whether the Manager is prepared to negotiate a management fee and expense reduction in your circumstances.

Fees and expenses paid by you

Initial sales charges (payable at purchase) None.

Redemption fees There is generally no redemption fee payable when selling units acquired under the No-Load purchase option. You may have to pay a fee for selling your units acquired under the Deferred Sales Charge purchase option. The fee is based on the number of years you have held your investment:

When you sell your units	You pay
Within 2 years after you bought them	5.5% of the amount you sell
During 3rd year after you bought them	5.0% of the amount you sell
During 4th year after you bought them	4.5% of the amount you sell
During 5th year after you bought them	4.0% of the amount you sell
During 6th year after you bought them	3.0% of the amount you sell
During 7th year after you bought them	1.5% of the amount you sell
More than 7 years after you bought them	you don't pay any fee

**Redemption fees
(continued)**

If you redeem Series “C” units, the redemption fee pursuant to the schedule in effect at the time you made your original investment into an Investors Group Fund will continue to apply. But, if you continue to acquire “C” units through a pre-existing PAC arrangement, the units you purchase will be subject to the same redemption fee pursuant to the current schedule as other units purchased under the Deferred Sales Charge purchase option.

If you acquired units under the Deferred Sales Charge purchase option by switching an investment from another Investors Group Fund you made under the Deferred Sales Charge purchase option, the redemption fee pursuant to the schedule in effect at the time that you made your original investment will continue to apply.

For more details, see *Impact of deferred sales charges*.

You won’t have to pay a fee for making redemptions if:

- you sell units bought under the No-Load purchase option; or
- you sell units bought under the Deferred Sales Charge purchase option and the redemption fee pursuant to the schedule applicable to your original investment has expired;
- in certain circumstances you sell units using automatic regular redemptions under a SWP arrangement. For more details, see *Automatic regular redemptions by Systematic Withdrawal Plan (SWP)*; or
- you sell units held within a Group Plan, although a 1% fee may apply to redemptions from a Group RRSP, as described below under *Fees for Group Plans*, unless the redemption fee schedule that applies to those units has expired.

If you switch investments subject to a redemption fee from an Investors Group Fund to a Guaranteed Investment Fund (“GIF”), we may waive the redemption fee, although a redemption fee may be payable when you redeem from your GIF.

In certain circumstances, however, you may be subject to an excessive switching fee and/or a fee for inappropriate short-term trading. Please see *Excessive switching fee* and *Short-term trading fee* below for more details.

**Excessive
switching fee**

Generally, you don’t have to pay a fee for switching units of the Funds. But, if you switch into, or out from, a Fund so often that in our view your switches could have a detrimental effect on the Fund, we may:

- charge you an excessive switching fee of up to 3%, or such larger redemption fee amount that would apply based on the time since your most recent investment in the Fund if the units being switched are already subject to a redemption fee; and/or
- reject your investment into the Investors Group Fund you wish to purchase.

**Short-term
trading fee**

You should be aware that a purchase (including a switch into a Fund) and redemption (including a switch from a Fund) or vice versa within 90 days could subject you to a 2% short-term trading fee. This fee is payable to the Fund, and is in addition to any other fees, including redemption fees and excessive switching fees, that may be charged, as described under *Redemption fees* and *Excessive switching fee*, respectively.

Fees for Group Plans

You don’t have to pay a separate fee for opening a Group Plan with us. Other than for internal switches within your Group RRSP, you may have to pay a fee of up to 1% of the value of any units in an account held within a Group RRSP if you redeem them within five years after they were acquired by the Group RRSP. These fees are in addition to any withholding taxes that may apply. There is generally no fee for redeeming units from a Group TFSA.

Service fee refunds (Series “C” only)

The Series “C” units pay a quarterly service fee of up to 1/4 of 0.50% of their net asset value to the Principal Distributors on or about the last Business Days of January, April, July and October. The amount of this service fee is described under *Fees and expenses payable by the Funds*.

The Fund may refund a portion of this service fee (referred to as a “Service Fee Refund” or “Refund”) if:

- you invest in Series “C”; and
- the total value of your Household Investments (as described in greater detail below), is at least \$35,000 in Series “C” units under the Deferred Sales Charge purchase option, or at least \$100,000 in Series “C” units that are under the No-Load purchase option; or
- your investment was made in an Investors Group Fund prior to October 1, 1994, and you are switching to the Fund.

The following table shows the amount of your Refund for Series “C” units that are purchased under the Deferred Sales Charge purchase option:

Total value of your Household Investments*	Amount of Refund**
Over \$150,000	Full refund of service fees
\$100,000 to \$150,000	60% refund of service fees
\$35,000 to \$99,999	30% refund of service fees
Less than \$35,000	No refund of service fees

The following table shows the amount of your Refund for Series “C” units that are purchased under the No-Load purchase option:

Total value of your Household Investments*	Amount of Refund**
Over \$500,000	Full refund of service fees
\$150,000 to \$500,000	70% refund of service fees
\$100,000 to \$149,999	30% refund of service fees
Less than \$100,000	No refund of service fees

*For purposes of determining your Refund, your “Household Investments” include the value of all your investments (and those of other members in your immediate Household) in Series “C” units in any Investors Group Fund other than Money Market-like Funds, but just units purchased under the Deferred Sales Charge purchase option of the Income Funds that would be considered Series “C” units if switched into another Investors Group Fund. As well, any investments in any Series of the Investors Group Corporate Class Funds made prior to July 28, 2003 will be considered as part of your Household Investments for this purpose. Investments in any IG/GWL Segregated Fund or Guaranteed Investment Fund will NOT be considered as part of your Household Investments for this purpose.

**If your investment was originally made in an Investors Group Fund prior to October 1, 1994, you will receive a full Refund of any service fees paid with respect to that investment regardless of the total value of your Household Investments.

For example, if you have an investment in Series “C” units in the Fund equal to \$100,000, then the Fund will pay a service fee of \$500 (\$100,000 x 0.50%) each year based on the current value of your investment. If you chose the No-Load purchase option when you invested in the Fund, you would receive a Refund of \$150 (30%). If you chose the Deferred Sales Charge purchase option when you invested in the Fund, you would receive a Refund of \$300 (60%).

The Refund is used to buy additional Series “C” units within the same purchase option of the Fund, or if the Investors Group Funds are held within the same Registered Plan account (including your TFSA) the Refund may be reinvested in the same purchase option of the Investors Group Fund in your account that distributes the largest Refund. You don’t have to pay any redemption fee on these additional units.

In order to minimize transactional processing costs, in the future we may also consolidate the Service Fee Refunds of all your investments in Investors Group Funds held within the same Investors Group non-Registered Plan account. We may elect to establish a transactional minimum amount for the processing of Service Fee Refunds, in which case we will notify you in advance if this occurs.

Impact of deferred sales charges

The following table shows the redemption fees you would pay to buy and sell units if:

- you invest \$1,000* in a Fund;
- your investment grows by 5% each year;
- you hold the investment for one, three, five or ten years; and
- you sell your units immediately before the end of each of these time periods.

	When you buy your units	When you sell your units after			
		1 year	3 years	5 years	10 years
Series “A” units under the Deferred Sales Charge option	none	\$58	\$58	\$51	none
Series “B” and Series “C” units under the No-Load option**	none	none	none	none	none
Series “C” units under the Deferred Sales Charge option**	none	\$58	\$58	\$51	none

*Please see *Minimum initial investment* for more details.

**Series “C” units are generally available only for switches of investments made prior to July 28, 2003, between Investors Group Funds, or acquired under a pre-authorized contribution (PAC) arrangement in place prior to July 28, 2003.

You don't have to pay a redemption fee when you sell units acquired under the Deferred Sales Charge option of a Fund after seven years from the date you buy them, or such shorter period as may apply if these units were purchased by switching an investment that was already subject to a redemption fee. Please see *Fees and expenses*.

If you sell your units held in the same RRIF, LIF or LRIF, or your units in the Funds held under the same non-Registered Plan account using automatic regular redemptions, you may not have to pay a fee. For more details, see *Automatic regular redemptions by Systematic Withdrawal Plan (SWP)*.

Dealer compensation

Payments to your Consultant

Your Investors Group Consultant receives compensation for the sale of the Funds as follows:

- for purchases made under the Deferred Sales Charge option, a sales commission of up to 4.10% of the amount you invest. There is no sales commission paid for purchases under the No-Load option. In addition, if your Consultant has been with us for less than two years, he or she may receive an additional commission payment each month of up to 50% of his or her sales commission earnings to help establish their practice;
- for purchases under the No-Load option, an annual trailing commission of up to 0.35% payable monthly based on the average monthly value of all *qualified client assets* serviced by the Consultant that were purchased on a No-Load basis; and
- for purchases under either the Deferred Sales Charge or No-Load purchase options, an additional annual trailing commission of up to 0.38% payable monthly based on the average monthly value of all *qualified client assets* that the Consultant services. Also, your Consultant may qualify for an additional annual trailing commission payment of up to 0.25% of the value of all *qualified client assets* that were originally purchased under the Deferred Sales Charge purchase option after the Deferred Sales Charge schedule has lapsed.

Qualified client assets comprise up to 100% of assets invested in equity and balanced Investors Group Funds, including these Funds; up to 100% of assets invested in certain Portfolio Funds; up to 50% of assets invested in most Income Funds; up to 35% of assets invested in the Investors Cornerstone Portfolios; and up to 25% of assets invested in Money Market-like Funds.

We don't pay your Consultant a sales commission on reinvested Distributions. We may, however, pay your Consultant a one-time commission amount if you switch from No-Load units to units purchased under the Deferred Sales Charge purchase option within the same Fund, or switch from No-Load to Deferred Sales Charge units in another Investors Group Fund.

The amount of the sales commission and the trailing commissions vary among Consultants depending on various factors that may include assets serviced, sales volumes and professional qualifications. We may change these amounts at any time without prior notice.

The compensation amounts payable on investments made through an account with Investors Group Securities Inc. may be slightly less than that paid on investments made through an account with Investors Group Financial Services Inc.

Other incentives

We may from time to time reimburse your Investors Group Consultant for all, or a portion of, his or her marketing costs, including advertising. We may also pay all or a portion of the cost for your Investors Group Consultant to attend educational or business courses or conferences that we sponsor, including annual business conferences. We may also pay prize awards and performance bonuses to your Consultant, or provide credits that may be paid in cash or used towards a variety of business, benefit and educational related expenses, based on the dollar amount of the various products and investments distributed or serviced by the Consultant during the year, as well as bonuses for career achievements such as obtaining an educational designation, licence or program completion. Some prizes and bonuses paid for Investors Group Funds may be higher than those paid for other products. Also, your Consultant may own, directly or indirectly, shares of IGM Financial Inc.

Dealer compensation from management fees

An amount equal to approximately 48% of the management fees earned from Investors Group Funds in the Calendar year ended December 31, 2009, was spent by the Principal Distributors to offset the cost of sales commissions, marketing and educational conferences, and other promotional expenses of the Principal Distributors.

Income tax considerations for investors

This section is a general summary of how your investments in the Funds are taxed. This summary assumes you are a Canadian resident (other than a trust) and that you hold your units as capital property. Both of the Funds are expected to qualify retroactive to the date of their formation as mutual fund trusts for tax purposes, and it is assumed for purposes of this summary that the Funds will continue to qualify in the future. The Funds are qualified investments for Registered Plans. This summary does not deal with all possible tax considerations. Therefore, **please consult with a tax advisor about your own circumstances.**

If you have a Registered Plan

If you hold your units in a Registered Plan, in general you don't have to pay any taxes on income or capital gains paid to your Registered Plan, however, amounts withdrawn from the Registered Plan (other than return of contributions from RESPs and withdrawals from a TFSA) may be subject to tax. We will withhold applicable withholding tax from the money you withdraw from a Registered Plan as required by law. You can claim a credit for this tax when you file your income tax return.

If you hold units in a RESP, Educational Assistance Payments ("EAP") made to a beneficiary by your RESP are included in the beneficiary's income. You may receive a tax-free refund of your contribution after you repay any Canada Education Savings Grants paid into your RESP. In certain circumstances, if the beneficiary of your RESP does not pursue a qualifying education you may transfer up to \$50,000 of accumulated income and capital gains to your RRSP, assuming that you have sufficient unused RRSP contribution room. Otherwise, the income and capital gains of your RESP that have accumulated can be paid to you as an Accumulated Income Payment ("AIP") under certain conditions, and you must include these amounts in your income and, in addition to ordinary income tax, you must pay a special additional 20% tax. If, at the termination of your RESP, there remains money in your RESP that cannot be withdrawn as an EAP or AIP, that money will be paid to an educational institution that you designate when you set up the RESP or, if you did not make a designation, to an institution designated by the RESP trustee.

If you have an investment outside a Registered Plan

If you hold your units outside a Registered Plan, you have to report the Distributions (other than return of capital Distributions) you receive on your income tax return. For more information on Distributions, see *Automatic reinvestment of Distributions*. Distributions in respect of management fee

and/or operating expense reductions will be paid first out of a Fund's income and capital gains and then, if necessary, as a return of capital.

You will receive a tax slip each year that shows your share of your Fund's Distributions of:

- dividends from Canadian corporations including "eligible dividends";
- capital gains;
- other income, including distributions of foreign dividends received by the Funds; and
- return of capital.

Generally, where a Distribution to you exceeds your share of a Fund's net income and net capital gains, the excess will be considered to be a return of capital, unless the Fund elects to consider all or a portion of that Distribution to be income. You will not be taxed on a return of capital, but it will reduce the adjusted cost base of your units unless the Distribution is reinvested. If a return of capital reduces the adjusted cost base of your units so that it becomes a negative amount, you will be deemed to realize a capital gain equal to such amount, and the resulting negative cost base of your units will be increased back to zero by the amount of the deemed capital gain. Service Fee Refunds distributed to eligible holders of Series "C" units are a return of capital and will not be included in your income.

The higher a Fund's Portfolio Turnover Rate, the greater the chance that it will realize capital gains or capital losses, and the greater the chance that you will receive a taxable capital gains Distribution during the year.

If a Fund invests in Derivatives as a substitute for direct investment, gains and losses in connection with such Derivatives activities may be treated on income account rather than as capital gains or losses.

If you redeem units (including switches between Investors Group Funds), you will likely realize a capital gain (or a capital loss). One-half of any capital gain (or capital loss) must be included in determining your taxable capital gain (or allowable capital loss) in the year.

A capital gain arises when the amount you receive from the redemption or switch exceeds the adjusted cost base of your units and any costs of the redemption or switch (including redemption fees). A capital loss arises to the extent that the adjusted cost base and cost of redemption or switch exceed the amount you receive.

The adjusted cost base per unit of a Series of a Fund is generally the amount you have paid for all of your units of

that Series in the Fund, divided by the number of units of that Series you own in the Fund. This includes the adjusted cost base of units of that Series you owned previously in the Fund, together with any reinvested Distributions, less any Distributions treated as a return of capital (and also Service Fee Refunds distributed to eligible holders of Series “C” units), and less the adjusted cost base of previously redeemed units of that Series in the Fund.

Although the Funds earn income and realize capital gains throughout the year, they typically make Distributions of income, and Distributions of net realized capital gains, annually. If you buy units just before a Distribution, you will be taxed on the Distribution (other than a return of capital). Therefore, you may have to pay tax on income earned and net taxable capital gains of your Fund before you purchased your units. This income or capital gain will be added to the adjusted cost base of your units on the reinvestment of the Distribution.

Distributions by a Fund that are designated as taxable dividends from taxable Canadian corporations or as net capital gains, and capital gains realized on the disposition of units, may increase your liability for alternative minimum tax.

What are your legal rights?

Securities legislation in some provinces and territories gives you the right to withdraw (the “Withdrawal Right”) from an agreement to buy units of 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 units of 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 mutual fund (the “Misrepresentation Right”), or in the case of a failure to deliver the Simplified Prospectus. These rights must usually be exercised within certain time limits.

If you set up a PAC into a Fund, you will not have a Withdrawal Right for your purchases other than in respect of your initial purchase, unless you request to receive the most recent copy of the Simplified Prospectus for your Fund annually, but you will have a Misrepresentation Right whether or not you receive annually a copy of the most recent Simplified Prospectus for your Fund.

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

Specific information about each of the Funds

This part of the Simplified Prospectus contains specific information about the Funds. Each Fund’s description is organized into sections to make it easier for you to compare the Funds to other Investors Group Funds. Here’s an overview of the information you’ll find in each section.

1 Fund details

Each Fund may issue an unlimited number of mutual fund units. The Funds currently offer separate Series of units to retail purchasers available in either No-Load or Deferred Sales Charge purchase options. Expenses of each Series are tracked separately and a different price is calculated for each Series. Accordingly, each unit represents an equal, undivided interest in the portion of a Fund’s net assets attributable to that Series. More details can be found under *Fees and expenses* earlier in this Simplified Prospectus.

This section is a quick overview of the Fund. It tells you:

- the kind of mutual fund it is;
- the Fund’s launch date;
- the eligibility of the Fund for investment by Registered Plans;
- the annual management fee paid by the Fund. The Funds also pay a service fee to the Principal Distributors that is different for each Series. As well, each Fund pays an administration fee that may be different for each Series that will cover certain operating expenses;
- the name of the Portfolio Advisor. When making investment decisions, we may generally employ a “team approach” with teams organized more or less by mutual fund type (for example, fixed income securities, equities, etc.), and/or by region (for example, North America, Europe, Asia, etc.). These teams meet frequently to discuss market trends and opportunities. Each team usually has a lead person, and investment decisions are subject to review by our senior management. The Investors Group investment teams may be comprised of individuals from I.G. Investment Management, Ltd., I.G. International Management Limited (“IGIM (Dublin)”), and I.G. Investment Management (Hong Kong) Limited. **The Trustee may from time to time without prior notice to you change the Portfolio Advisor from IGIM (Dublin) to I.G. Investment Management, Ltd. or from I.G. Investment Management, Ltd. to IGIM (Dublin), or appoint both I.G. Investment Management, Ltd. and IGIM (Dublin) to provide investment advisory services to any Investors Group Fund.** More details about our Portfolio Advisors can be found under *Organization and management of the Funds*;

- the name of the Sub-advisor(s) (if any) hired to select investments. **Sub-advisors may change at any time without prior notice if this is deemed to be in the best interests of a Fund. If this occurs the Portfolio Advisor may take over the provision of day-to-day investment advisory services, or another Sub-advisor may be retained to provide those services.**

2 What does the Fund invest in?

This section gives you information about the investment objective and strategies of each Fund. The investment objective information describes the basic goal of the Fund as well as the type of securities in which it may primarily invest. The investment strategies detail how the Fund plans to achieve its investment objective. If a Fund is expected to have a Portfolio Turnover Rate (“PTO”) of more than 70%, you’ll find that information here. The PTO indicates how actively the Fund changes its investments. A rate of 100% is equivalent to the Fund buying and selling all of its portfolio once in the course of a year. The higher the rate, the greater the trading costs payable by the Fund will likely be in the year, and the greater the chance that the Fund will realize capital gains and declare a capital gains Distribution during the year. There is not necessarily a relationship between a higher PTO and performance.

As the Funds will invest in equities, we’ve included management style information which shows you whether their investments are selected primarily using a growth style or a value style, or a blend of both. It also shows you whether either Fund tends to focus its investments on large, medium or small capitalization companies. A growth style means that the Fund tries to invest in companies that are growing fast and whose share price is expected to also grow fast, even though the company may not yet be profitable. A value style means that the Fund tries to find fundamentally strong companies whose share price is undervalued compared to similar companies. When the Portfolio Advisor (or Sub-advisor, if any) uses a blend of these styles, it may primarily use both styles for a portion of the Fund’s portfolio at the same time, or it may switch between these styles from time to time according to what is best for the Fund. The Fund may invest a portion of its assets in any size company, even if only one or two style boxes are marked.

The Funds follow the standard investment Rules for mutual funds (the “Rules”), unless they have permission from the securities authorities to deviate from these Rules. For example, the Funds are permitted to purchase, sell and hold

1 Fund details

2 What does the Fund invest in?

3 What are the risks of investing in the Fund?

4 Who should invest in this Fund?

30 IG FI U.S. Large Cap Equity Fund

IG FI U.S. Large Cap Equity Fund

1 Fund details

Type of fund	U.S. Equity
Type of securities	Mutual fund trust units
Date started	July 2010
Eligible for registered plans	Yes
Management fee	2.15%
Administration fee	0.18%
Advisor	I.G. Investment Management, Ltd.
Sub-advisor	Fidelity Investments Canada ULC (Toronto, Ontario) through its affiliate Pyramis Global Advisors, LLC (Smithfield, Rhode Island)

2 What does the Fund invest in?

Investment objective

The Fund aims to provide long-term capital appreciation by investing primarily in equity securities of U.S. companies.

In order to change its investment objective, the Fund needs approval from a majority of its investors who vote at a meeting held for that purpose, unless it is required by law to make the change.

Investment strategies

To achieve the Fund's investment objective, the Fund focuses on a fundamental bottom-up, active stock and industry selection strategy. The Fund aims to invest in sectors in approximately the same proportions as those represented in the S&P 500 Index. If an investment is not included in the Index, the Fund can decide into which sector the investment belongs. The Fund will invest in companies following a thorough review of management, financial conditions and potential for earnings growth over the long term.

The Fund may engage in Securities Lending Transactions, Repurchase Transactions and Reverse Repurchase Transactions and use Derivatives. These transactions and Derivatives will be used in conjunction with the Fund's other investment strategies in a manner considered most appropriate to achieving the Fund's overall investment objectives and enhancing the Fund's returns as permitted by the securities Rules.

Equity management style

	Value	Blend	Growth
Large cap companies			
Medium cap companies			
Small cap companies			

For more information about investment strategies, see *What does the Fund invest in?* under *Specific Information about each of the Funds*.

3 What are the risks of investing in the Fund?

The risks that apply to this Fund are explained under *What are the risks of investing in a mutual fund?* and include:

- DERIVATIVES RISK
- EQUITY INVESTMENT RISK
- FOREIGN CURRENCY RISK
- FOREIGN INVESTMENT RISK
- LARGE ORDER RISK – it is expected that up to 10% or more of the Fund's units may be held by other Investors Group Funds, including IG FI U.S. Large Cap Equity Class and Allegro Moderate Portfolio.
- SECURITIES LENDING, REPURCHASE AND REVERSE REPURCHASE TRANSACTION RISK

4 Who should invest in this Fund?

You should consider investing in this Fund if you are:

- looking for long-term capital growth;
- comfortable with the risks associated with foreign equity investments; and
- looking to diversify your portfolio internationally.

When determining whether the Fund is suitable for you, you should consider both the volatility associated with the Fund, as well as the effect that its volatility will have on the overall volatility of your whole investment portfolio. Under the volatility classification guidelines recommended by the Investment Funds Institute of Canada, we have classified the Fund as having an average level of volatility, based on its anticipated future performance.

securities of certain companies that are directly or indirectly related to the Manager, (including, but not limited to Power Corporation of Canada, Power Financial Corporation, Great-West Lifeco Inc., Canada Life Assurance Company, Canada Life Financial Corporation and Canada Life Capital Trust and their subsidiaries), subject to the supervision of the IG Funds Independent Review Committee. The IG Funds Independent Review Committee has approved standing instructions for those investments. Please see *Fund Governance* in the Annual Information Form for more information. In this section, we disclose if the Funds have permission to deviate from the Rules in other ways.

In keeping with the Rules, the Funds may hold cash and cash-like investments such as government-issued Treasury bills and other money market instruments, to a greater or lesser extent. The Funds may also hold cash for payment of

redemptions, and to purchase investments. The amount that is held in these short-term debt instruments, and as cash, will depend on what is determined to be in the best interests of each Fund given prevailing market conditions, available investment opportunities, and anticipated cash available for investment by the Fund. There is no limit on how much cash and these instruments that a Fund can hold. If necessary, the Funds may temporarily depart from their investment objectives and strategies by investing in short-term debt instruments and cash.

The Rules also permit any mutual fund to invest in other mutual funds, in most circumstances. Accordingly, the Funds may invest in other mutual funds, including other Investors Group Funds, including mutual funds managed by affiliates of the Manager (such as funds managed by Mackenzie Financial Corporation ("Mackenzie") and any affiliate of Mackenzie).

The Funds have received regulatory approval to permit them to use Derivatives that may include:

- (a) interest rate swaps and credit default swaps or, if the transaction is for hedging purposes, currency swaps or forwards, in all cases with a remaining term to maturity greater than three years; and
- (b) to the extent that cash cover is required, using as cash cover:
 - (i) any bonds, debentures, notes or other evidences of indebtedness that are liquid having a remaining term to maturity of 365 days or less and an Approved Credit Rating (“Fixed Income Securities”); or
 - (ii) floating rate evidences of indebtedness, also known as floating rate notes (“FRNs”);
 - (iii) securities of one or more money market funds to which the Rules apply, and which is managed by I.G. Investment Management, Ltd., or the Sub-advisor of the applicable Investors Group Fund; subject to the following conditions:
 - (A) the Fixed Income Securities have a remaining term to maturity of 365 days or less and have an Approved Credit Rating;
 - (B) the floating interest rates of the FRNs reset no later than every 185 days;
 - (C) the FRNs are floating rate evidences of indebtedness with the principal amounts of the obligations that will continue to have a market value of approximately par at the time of each change in the rate of interest to be paid to the holders of the evidences of indebtedness;
 - (D) if the FRNs are issued by a person or company other than a government or permitted supranational agency, the FRNs must have an Approved Credit Rating;
 - (E) if the FRNs are issued by a government or permitted supranational agency, the FRNs have their principal and interest fully and unconditionally guaranteed by:
 - (I) the government of Canada or the government of a jurisdiction in Canada; or
 - (II) the government of the United States of America, the government of one of the states of the United States of America, the government of another sovereign state or a permitted supranational agency, if, in each case, the FRNs have an Approved Credit Rating; and

- (F) the FRNs meet the definition of “conventional floating rate debt instrument” as defined by the Rules.

The Funds may also enter into Securities Lending Transactions, Repurchase Transactions and Reverse Repurchase Transactions, and they may use Derivatives in conjunction with their other investment strategies as permitted by the Rules, as more fully explained in the section *What are the risks of investing in a mutual fund?* Each Fund may use Derivatives to:

- protect against losses caused by changes in the prices of securities, markets, interest rates, currency exchange rates and other risks;
- effectively increase or decrease the maturity of bonds and other fixed income securities in its portfolio;
- substitute for purchasing or selling the debt on which the Derivative is based. This allows the Fund to increase or reduce its exposure to certain markets, currencies or securities, without trading the actual shares, bonds or currency;
- help manage the risk associated with one or more of their investments; and
- enhance returns.

Please see the Annual Information Form under *Fund Governance* for more information about Securities Lending Transactions, Repurchase Transactions and Reverse Repurchase Transactions and the use of Derivatives by the Funds.

The Trustee may implement material changes from time-to-time to better enable either Fund to meet its investment objective. Any material changes to a Fund’s fundamental investment strategy will become effective only after you have been given at least 21 days’ prior written notice, and after your Fund’s Simplified Prospectus and Annual Information Form have been revised (as necessary) to reflect the change.

3 What are the risks of investing in the Fund?

Risk is one of the things you should think about when you’re deciding whether to invest in a Fund. This section lists the risks that may be more applicable to each Fund. Some risks may arise depending upon the investment strategy pursued by the Fund. Generally, we have disclosed risks that may apply if a significant portion of the Fund’s assets may be exposed to that risk from time to time, even though the Fund may not actually invest in securities exposed to that risk now or at any given point in time. For example, we will disclose Foreign investment risk and Foreign currency risk where a Canadian equity fund may, but need not, invest a significant portion of its net assets in foreign markets.

The other risks commonly associated with mutual funds, including Dilution risk, Tax policy risk, Multi-Series risk and the risk of not being able to sell your units, are not usually listed.

As the investments held by each Fund may change each day, the risks disclosed for it are not listed or ranked by order of importance. You can find information about these risks under *What are the risks of investing in a mutual fund?*

4 Who should invest in this Fund?

This section tells you the kind of person for whom the Fund is most suitable. When you're deciding whether to purchase a Fund, you should think about how comfortable you are with risk, and how long you want to keep your money in the investment. Any investment you make should be in keeping with your long-term investment goals.

The Investment Funds Institute of Canada ("IFIC") has determined that one measure of the risk associated with an investment in mutual funds is the difference in their returns from year to year (often referred to as "volatility"). On this basis, a general volatility risk rating can be determined for each Fund based on industry accepted guidelines that compare the performance of mutual funds having similar investment objectives and strategies to one or more benchmark indices. Each Fund has been assessed as having a particular level of volatility risk based on the typical expected volatility of its peer group. If the actual performance of a Fund is more volatile than typical for its group, its risk rating may be adjusted to an appropriate higher rating, and if it is less volatile, it may be adjusted to an appropriate lower rating.

We have done an analysis of the expected performance of the Funds and included our assessment of the volatility risk classification for each Fund based on the range of ratings recommended by IFIC according to its classification by the Canadian Investment Funds Standards Council. Accordingly, the specific information for each Fund indicates the volatility risk category that is expected based on its anticipated performance. These ranges can change at any time, and as at December 31, 2009 were as follows:

- Very low – for mutual funds with year-to-year performance that typically varies by 0 - 1% above or below their expected long-term annual performance (typically for money market funds);
- Low – for mutual funds with year-to-year performance that typically varies by 1 - 6% above or below their expected long-term annual performance (typically for many Canadian fixed income funds);

- Below average – for mutual funds with year-to-year performance that typically varies by 6 - 11% above or below their expected long-term annual performance (typically for asset allocation funds and balanced funds, although some equity funds qualify);
- Average – for mutual funds with year-to-year performance that typically varies by 11 - 16% above or below their expected long-term annual performance (typically for Canadian and global large capitalization equity funds);
- Above average – for mutual funds with year-to-year performance that typically varies by 16 - 20% above or below their expected long-term annual performance (typically for equity funds that invest in specific countries or in certain larger industries); and
- High – for mutual funds with year-to-year performance that typically vary by 20% or more above or below their expected long-term annual performance (typically for equity funds with a narrow investment focus or that invest in higher-risk regions of the world such as emerging markets).

For example, an investor in a "very low" volatility mutual fund with an expected annual long-term return of 5% can usually expect its performance to vary between 4% and 6% each year, whereas a "high" volatility mutual fund with the same long-term expected return can expect its performance to vary by greater than -15% and +25% each year, based on the past performance history of the benchmark index of its peer group. (The expected returns used in this example are for illustrative purposes only and are not intended to represent the expected future performance of either Fund. Please keep in mind that past performance does not necessarily indicate future performance.)

In addition to assessing the volatility risk of each Fund when determining whether it is suitable for you, it is also important to keep in mind that the level of volatility associated with any mutual fund may moderate the overall volatility risk associated with your whole investment portfolio, to the extent that the volatility of your Fund could offset the volatility of other investments in your portfolio.

Whether a Fund is suitable for you will depend on your own circumstances. Your Investors Group Consultant can help you evaluate whether a Fund is suitable for you.

5 Distribution policy

This section tells you how often each Fund distributes income, capital gains and a return of capital. The amount of Distributions to be paid by a Series may be affected by the level of expenses charged to each Series relative to the total expenses of the Fund, and the level of redemptions for that

5 Distribution policy**6 Fund expenses indirectly borne by investors**

IG FI U.S. Large Cap Equity Fund 31

5 Distribution policy

The Fund may distribute income, and capital gains, if any, to investors usually on or about the last Business Day of each year. Distributions, if any, of foreign dividends received by the Fund will be reported as other income. You may elect to have Distributions paid out to you in cash, as more fully described under *Automatic reinvestment of Distributions*.

6 Fund expenses indirectly borne by investors

As the Fund is new, there is no information available for this section.

You can find more information about expenses under *Fees and expenses*.

Series relative to the total redemptions from all Series of the Fund. The Manager may elect to have Distributions paid less frequently if this is deemed to be in the best interests of a Fund and its unitholders. Please see *Income tax considerations for investors* and *Automatic reinvestment of Distributions* for more information.

Distributions are always reinvested into the same Series of your Fund, unless you ask us to pay them to you if your investment is not held within a Registered Plan (and you have

not set up a SWP from your account). Service Fee Refunds must always be reinvested. If Distributions are not reinvested, this could result in the depletion of your investment.

6 Fund expenses indirectly borne by investors

As the Funds are new, there is no information available for them yet. You can find more information about expenses under *Fees and expenses*.

IG FI U.S. Large Cap Equity Fund

Fund details

Type of fund	U.S. Equity
Type of securities	Mutual fund trust units
Date started	July 2010
Eligible for registered plans	Yes
Management fee	2.15%
Administration fee	0.18%
Advisor	I.G. Investment Management, Ltd.
Sub-advisor	Fidelity Investments Canada ULC (Toronto, Ontario) through its affiliate Pyramis Global Advisors, LLC (Smithfield, Rhode Island)

What does the Fund invest in?

Investment objective

The Fund aims to provide long-term capital appreciation by investing primarily in equity securities of U.S. companies.

In order to change its investment objective, the Fund needs approval from a majority of its investors who vote at a meeting held for that purpose, unless it is required by law to make the change.

Investment strategies

To achieve the Fund's investment objective, the Fund focuses on a fundamental bottom-up, active stock and industry selection strategy. The Fund aims to invest in sectors in approximately the same proportions as those represented in the S&P 500 Index. If an investment is not included in the Index, the Fund can decide into which sector the investment belongs. The Fund will invest in companies following a thorough review of management, financial conditions and potential for earnings growth over the long term.

The Fund may engage in Securities Lending Transactions, Repurchase Transactions and Reverse Repurchase Transactions and use Derivatives. These transactions and Derivatives will be used in conjunction with the Fund's other investment strategies in a manner considered most appropriate to achieving the Fund's overall investment objectives and enhancing the Fund's returns as permitted by the securities Rules.

Equity management style

	Value	Blend	Growth
Large cap companies			
Medium cap companies			
Small cap companies			

For more information about investment strategies, see *What does the Fund invest in?* under *Specific Information about each of the Funds*.

What are the risks of investing in the Fund?

The risks that apply to this Fund are explained under *What are the risks of investing in a mutual fund?* and include:

- DERIVATIVES RISK
- EQUITY INVESTMENT RISK
- FOREIGN CURRENCY RISK
- FOREIGN INVESTMENT RISK
- LARGE ORDER RISK – it is expected that up to 10% or more of the Fund's units may be held by other Investors Group Funds, including IG FI U.S. Large Cap Equity Class and Allegro Moderate Portfolio.
- SECURITIES LENDING, REPURCHASE AND REVERSE REPURCHASE TRANSACTION RISK

Who should invest in this Fund?

You should consider investing in this Fund if you are:

- looking for long-term capital growth;
- comfortable with the risks associated with foreign equity investments; and
- looking to diversify your portfolio internationally.

When determining whether the Fund is suitable for you, you should consider both the volatility associated with the Fund, as well as the effect that its volatility will have on the overall volatility of your whole investment portfolio. Under the volatility classification guidelines recommended by the Investment Funds Institute of Canada, we have classified the Fund as having an average level of volatility, based on its anticipated future performance.

Distribution policy

The Fund may distribute income, and capital gains, if any, to investors usually on or about the last Business Day of each year. Distributions, if any, of foreign dividends received by the Fund will be reported as other income. You may elect to have Distributions paid out to you in cash, as more fully described under *Automatic reinvestment of Distributions*.

Fund expenses indirectly borne by investors

As the Fund is new, there is no information available for this section.

You can find more information about expenses under *Fees and expenses*.

IG FI International Equity Fund

Fund details

Type of fund	Global and International Equity
Type of securities	Mutual fund trust units
Date started	July 2010
Eligible for registered plans	Yes
Management fee	2.15%
Administration fee	0.18%
Advisor	I.G. Investment Management, Ltd.
Sub-advisor	Fidelity Investments Canada ULC (Toronto, Ontario) through its affiliate Pyramis Global Advisors, LLC (Smithfield, Rhode Island)

What does the Fund invest in?

Investment objective

The Fund aims to provide long-term capital appreciation by investing primarily in equity securities of companies located outside Canada and the U.S.

In order to change its investment objective, the Fund needs approval from a majority of its investors who vote at a meeting held for that purpose, unless it is required by law to make the change.

Investment strategies

To achieve the Fund's investment objective, the Fund's investment approach combines qualitative stock selection with quantitative risk control. The Fund aims to invest in regions and sectors in approximately the same proportions as those represented in a broad based EAFE (Europe, Australasia and Far East) index.

The Fund may engage in Securities Lending Transactions, Repurchase Transactions and Reverse Repurchase Transactions and use Derivatives. These transactions and Derivatives will be used in conjunction with the Fund's other investment strategies in a manner considered most appropriate to achieving the Fund's overall investment objectives and enhancing the Fund's returns as permitted by the securities Rules.

Equity management style

	Value	Blend	Growth
Large cap companies			
Medium cap companies			
Small cap companies			

For more information about investment strategies, see *What does the Fund invest in?* under *Specific Information about each of the Funds.*

What are the risks of investing in the Fund?

The risks that apply to this Fund are explained under *What are the risks of investing in a mutual fund?* and include:

- DERIVATIVES RISK
- EQUITY INVESTMENT RISK
- FOREIGN CURRENCY RISK
- FOREIGN INVESTMENT RISK
- LARGE ORDER RISK – it is expected that up to 10% or more of the Fund's units may be held by other Investors Group Funds, including IG FI International Equity Class.
- SECURITIES LENDING, REPURCHASE AND REVERSE REPURCHASE TRANSACTION RISK

Who should invest in this Fund?

You should consider investing in this Fund if you are:

- looking for long-term capital growth;
- comfortable with the risks associated with foreign equity investments; and
- looking to diversify your portfolio internationally.

When determining whether the Fund is suitable for you, you should consider both the volatility associated with the Fund, as well as the effect that its volatility will have on the overall volatility of your whole investment portfolio. Under the volatility classification guidelines recommended by the Investment Funds Institute of Canada, we have classified the Fund as having an average level of volatility, based on its anticipated future performance.

Distribution policy

The Fund may distribute income, and capital gains, if any, to investors usually on or about the last Business Day of each year. Distributions, if any, of foreign dividends received by the Fund will be reported as other income. You may elect to have Distributions paid out to you in cash, as more fully described under *Automatic reinvestment of Distributions*.

Fund expenses indirectly borne by investors

As the Fund is new, there is no information available for this section.

You can find more information about expenses under *Fees and expenses*.

Additional information

An explanation of some terms used in this Simplified Prospectus:

Approved Credit Rating means that the debt securities of a company or government have been rated “A” (or its equivalent), or better, by a recognized credit rating agency, and no other credit rating agency has given the same debt securities a lower rating, and there has been no announcement by any rating agency that the rating may be downgraded to a lower rating.

Business Day means any day a Fund is open to accept orders to purchase or sell units.

Capitalization means the value of a company’s publicly traded stock. The value is determined by multiplying the number of shares issued by the company by the price of each share. It is a simple way of comparing a company’s market size to others in the stock market.

Counterparty refers to the person (normally an investment dealer or financial institution) with whom a mutual fund enters into a Derivative, Securities Lending Transaction, Repurchase Transaction or Reverse Repurchase Transaction.

Deadline refers to the time by which orders must be received to obtain that day’s price, usually being 3:00 p.m. Central Time or earlier at the discretion of the Manager if, for example, the TSX closes earlier on any Business Day.

Deferred Sales Charge or **DSC** refers to units or shares of an Investors Group Fund that you purchase that may be subject to a redemption fee when you sell (other than when you switch to another Investors Group Fund). This option is available by investing in either Series “A” units or the DSC purchase option available for investments made before July 28, 2003, or pursuant to an automatic Pre-Authorized Contribution (PAC) arrangement established before that date that you switch into a Fund to purchase “C” units under the Deferred Sales Charge purchase option.

Derivatives means financial instruments that derive their value from the value of another security, index, economic indicator or other financial instrument. Examples of Derivatives include:

- **‘Options’**, which are securities that give a mutual fund the ability to buy or sell a security at a pre-set price until a future date, but the mutual fund need not elect to do so.
- **‘Forward Contracts’**, which are similar to options, but instead they require a mutual fund to purchase or sell a security or commodity at a pre-set price at a future date, or exchange the equivalent value of the forward contract in

cash. The Counterparty will be obliged to pay the mutual fund any increase in the value of the contract, or the mutual fund will be obliged to pay the Counterparty any decrease in the value of the contract.

- **‘Futures Contracts’**, which are standardized Forward Contracts that trade on futures exchange.
- **‘Swaps’**, which are arrangements under which a mutual fund agrees to exchange cash flows from different financial instruments with another party. Some examples include an interest rate swap in which a mutual fund agrees to exchange a fixed rate of interest on a bond for a floating rate of interest on another bond of the same amount, and a credit default swap in which a premium is paid by a mutual fund for the right to receive a payment if a bond issuer commits certain specified defaults.

Distributions are payments a Fund makes to unitholders. The Funds may earn dividend, interest and/or other income from their investments. They may also realize capital gains when investments are sold at a profit. When a Fund makes a payment to you, such as income (less expenses) and net realized capital gains, or return of capital these payments are called *Distributions*.

Funds means any one or both of the IG FI U.S. Large Cap Equity Fund and the IG FI International Equity Fund.

Fund Costs consist of interest and borrowing costs, all applicable taxes (including, without limitation, Goods and Services Tax/Harmonized Sales Tax, income taxes and withholding taxes), all fees and expenses of the IG Funds Independent Review Committee (the fees of which are set by the Independent Review Committee in consultation with Investors Group), the costs of complying with any new regulatory requirements (including, without limitation, any new fees) imposed after July 25, 2007 and any new third-party administrative charge that is not standard within the Canadian mutual fund industry as of that date. Fund Costs also include any Trustee, service, management and distribution fees paid directly by the Fund, as well as brokerage fees and other transaction costs, including the costs associated with the use of Derivatives.

Guaranteed Investment Funds or **GIFs** refers to the family of segregated funds named “IG/GWL Guaranteed Investment Funds” which are issued by The Great-West Life Assurance Company and are available exclusively through Investors Group Consultants.

Group Plan means a Registered Retirement Savings Plan or a Tax-Free Savings Account that is sponsored by an employer, union or formal association consisting of at least five members, which is administered by a trustee that is an affiliate of Investors Group.

Household includes you, your spouse and your children under 18 years of age.

Household Investments means investments made and still held by you, your spouse, and your children under 18 years of age, in all Investors Group Funds, except for purposes of the Service Fee Refund where certain exceptions apply. (Please see *Service fee refunds* for more details).

IG/GWL Segregated Funds refers to the family of segregated funds named "IG/GWL Segregated Funds" which are issued by The Great-West Life Assurance Company and are available exclusively through Investors Group Consultants.

Income Funds refers to any one, or all, of the following:

- Investors Income Portfolio
- Investors Canadian Money Market Fund
- Investors Premium Money Market Fund
- Investors U.S. Money Market Fund
- Investors Mortgage and Short Term Income Fund
- Investors Government Bond Fund
- Investors Canadian Bond Fund
- Investors Global Bond Fund
- Investors Real Return Bond Fund
- Investors Canadian High Yield Income Fund
- IG Mackenzie Income Fund
- IG Putnam U.S. High Yield Income Fund, and
- Investors Cornerstone Portfolios™.

Investors Group Corporate Class Fund(s) or Corporate Class Funds means the mutual funds offered as separate classes of shares issued by Investors Group Corporate Class Inc.

Investors Group Funds means these Funds and any other Investors Group sponsored mutual fund offered through your Investors Group Consultant, including Investors Real Property Fund and the Investors Group Corporate Class Funds, offered under their own separate prospectuses.

Investors Group Portfolios refer to any one or more of the Investors Cornerstone Portfolios™, the Allegro Portfolios™, Alto Portfolios™, Allegro Corporate Class Portfolios™ and Investors Portfolios being:

- **Allegro Corporate Class Portfolios™** refers to any one, or all of the following:
 - Allegro Balanced Portfolio Class
 - Allegro Balanced Growth Portfolio Class
 - Allegro Balanced Growth Canada Focus Portfolio Class
 - Allegro Growth Portfolio Class, and
 - Allegro Growth Canada Focus Portfolio Class.
- **Allegro Portfolios™** refers to any one, or all of the following:
 - Allegro Conservative Portfolio
 - Allegro Moderate Conservative Portfolio
 - Allegro Moderate Portfolio
 - Allegro Moderate Aggressive Portfolio
 - Allegro Moderate Aggressive Canada Focus Portfolio
 - Allegro Aggressive Portfolio, and
 - Allegro Aggressive Canada Focus Portfolio.
- **Alto Monthly Income Portfolios™** refers to any one, or all of the following:
 - Alto Monthly Income Portfolio
 - Alto Monthly Income and Growth Portfolio
 - Alto Monthly Income and Enhanced Growth Portfolio, and
 - Alto Monthly Income and Global Growth Portfolio.
- **Alto Portfolios™** refers to any one, or all of the following:
 - Alto Conservative Portfolio
 - Alto Moderate Conservative Portfolio
 - Alto Moderate Portfolio
 - Alto Moderate Aggressive Portfolio
 - Alto Moderate Aggressive Canada Focus Portfolio
 - Alto Aggressive Portfolio
 - Alto Aggressive Canada Focus Portfolio, and
 - Alto Monthly Income Portfolios™.
- **Cornerstone Portfolios or Investors Cornerstone Portfolios™** refers to any one, or all of the following:
 - Investors Cornerstone I Portfolio
 - Investors Cornerstone II Portfolio, and
 - Investors Cornerstone III Portfolio.
- **Investors Portfolios** refers to any one, or all of the following:
 - Investors Income Portfolio
 - Investors Growth Portfolio
 - Investors Income Plus Portfolio
 - Investors Growth Plus Portfolio
 - Investors Retirement Growth Portfolio
 - Investors Retirement Plus Portfolio
 - Investors Retirement High Growth Portfolio, and
 - Investors World Growth Portfolio.

Liquidity means the ease with which a Fund can buy or sell investments at a fair market price.

Manager refers to I.G. Investment Management, Ltd.

Money Market-like Funds refer, for certain purposes as mentioned in this Simplified Prospectus, to any one, or all, of the following:

- Investors Canadian Money Market Fund;
- Investors Premium Money Market Fund;
- Investors U.S. Money Market Fund;
- *iProfile* Money Market Pool; and
- Investors Managed Yield Class offered by Investors Group Corporate Class Inc.

No-Load means you do not pay a sales charge when you buy units, or a redemption fee when you sell those units. Other fees and expenses still apply. This option is available by investing in Series “B” units, or the No-Load purchase option available for investments made before July 28, 2003, or pursuant to an automatic Pre-Authorized Contribution (PAC) arrangement established before that date, that you switch into a Fund to purchase “C” units under the No-Load purchase option.

Nominee Name refers to investments registered in the name of the applicable Principal Distributor or the Principal Distributor’s carrying dealer, on behalf of the investor (or investors) who is (are) the beneficial owner (or owners) of the investment.

Non-retail series refers to units that may be offered by the Investors Group Funds from time to time for investment by certain qualified investors, including Investors Group Funds and the Segregated Funds offered by The Great-West Life Assurance Company (or its affiliates), and which are not being offered under this Simplified Prospectus.

Portfolio Advisor as at the date of this Simplified Prospectus refers to I.G. Investment Management, Ltd., but from time to time may refer to either one or both of the following (depending on the context):

- I.G. International Management Limited (IGIM (Dublin)), and
- I.G. Investment Management, Ltd. (IGIM).

Portfolio Turnover Rate indicates the rate at which the Fund changes its investments. A turnover rate of 100% means that the Fund entered into transactions equivalent to having bought and sold its entire portfolio once in a year.

Principal Distributors refers to either one or both of the following (depending on the context):

- Investors Group Financial Services Inc.; and
- Investors Group Securities Inc.

Promoter means I.G. Investment Management, Ltd.

Registered Plan refers to when an investment is held within a plan registered under the Tax Act. Examples of Registered Plans include:

- Registered Retirement Savings Plans (RRSPs) and locked-in retirement accounts (LIRAs);
- Registered Retirement Income Funds (RRIFs) and similar Registered Plans, including:
 - Locked-in Retirement Income Funds (LRIFs);
 - Restricted Life Income Funds (RLIFs);
 - Life Income Funds (LIFs);
 - Prescribed Retirement Income Funds (PRIFs);
- Registered Education Savings Plans (RESPs);
- Tax-Free Savings Accounts (TFSA);
- Group RRSPs; and
- Group TFSAs.

Repurchase Transaction means an agreement where a mutual fund sells a security to another party, such as a brokerage firm or other financial institution (called a “Counterparty”), and at the same time agrees to buy back the same security from the Counterparty at a lower price, usually within a few days. This allows the mutual fund to earn an additional return.

Reverse Repurchase Transaction means an agreement where a mutual fund buys a security from a Counterparty, and at the same time agrees to sell the same security back to the Counterparty at a higher price, usually within a few days. This allows the mutual fund to earn an additional return.

Rules mean the standard investment rules applicable to all mutual funds in Canada unless the Fund has obtained regulatory approval to make other investments.

Securities Lending Transaction means a transaction where securities are loaned by a mutual fund in exchange for collateral.

Series means any one or more of the particular classes of units being offered by some Investors Group Funds. Each Series has its own fees, expenses and price. The Funds offer the following Series by this Simplified Prospectus⁴:

- Series “A” units (Deferred Sales Charge option);
- Series “B” units (No-Load option);
- Series “C” units, generally available only for switches of investments from one Investors Group Fund to another when the original investment was made prior to July 28, 2003 (or for additional Series “C” units purchased under a PAC that was set up prior to July 28, 2003).

Series “F” units refers to units of some Investors Group Funds that have no service fees, sales charges, administration fees, trustee fees or redemption fees, and are for the exclusive investment of other Investors Group Funds. These units are generally not available for retail purchasers and are not offered for sale under this Simplified Prospectus.

Series “P” units refers to units of some Investors Group Funds (including the Funds) that have no service fees, sales charges, administration fees, trustee fees, redemption fees or management fees, and are available for the exclusive investment of other Investors Group Funds and other qualified investors. These units are generally not available for retail purchasers and are not offered for sale under the Simplified Prospectus.

Series “S” units refers to units of some Investors Group Funds that have no service fees, sales charges or redemption fees, and may be made available in the future for the exclusive investment of the IG/GWL Segregated Funds and Guaranteed Investment Funds. These units are generally not available for retail purchasers and are not offered for sale under this Simplified Prospectus.

Series “Z” units refers to units of some Investors Group Funds (including IG FI U.S. Large Cap Equity Fund) that have no service fees, sales charges, administration fees or redemption fees, and are available for the exclusive investment of other Investors Group Funds, and other qualified investors. These units are generally not available for retail purchasers and are not offered for sale under this Simplified Prospectus.

Tax Act means the Income Tax Act (Canada) as it may be amended from time to time.

Trustee means I.G. Investment Management, Ltd.

Units means any one or more of the mutual fund units of the Funds offered hereunder, including Series “A” and Series “B” units available for new investments; and Series “C” units generally available only for investments made before July 28, 2003. IG FI U.S. Large Cap Equity Fund also offers Series “Z” units to Non-retail purchasers (such as Allegro Moderate Portfolio), and both Funds offer Series “P” units to Non-retail purchasers (such as the Corporate Class Funds). As well, other Non-retail series such as Series “S” and “F” units, may become available in the future for purchase only by qualified investors (such as the IG/GWL Segregated Funds, Guaranteed Investment Funds and other Investors Group Funds, as applicable).

⁴For the purposes of this Simplified Prospectus, reference to Series “A”, “B” or “C” units include units designated as “A”, “B” or “C” units (respectively) issued by the Income Funds.

Simplified Prospectus

offering mutual fund units of

IG FI U.S. Large Cap Equity Fund
and
IG FI International Equity Fund

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

- Annual Information Form; and

when they become available:

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

These documents are incorporated by reference into this Simplified Prospectus, which means that they are legally part of this document, just as if they were printed as part of it. You can get a copy of these documents, at your request, at no cost by:

- calling us toll-free 1-888-746-6344 (or 1-800-661-4578 in Quebec); or
- asking your Investors Group Consultant.

These documents and other information about the Funds such as information circulars and material contracts are also available:

- on our website at www.investorsgroup.com; or
- at www.sedar.com.

You can also ask your Investors Group Consultant for this information by contacting us at the following address:

Investors Group
447 Portage Avenue
Winnipeg, MB R3C 3B6

