
G L O B A L ♦ D I G I T

GLOBAL DIVERSIFIED INVESTMENT GRADE INCOME TRUST

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

June 30, 2006

This interim management report of fund performance contains financial highlights but does not contain the complete interim financial statements of the investment fund. You can get a copy of the interim financial statements by visiting the website of National Bank Financial Inc. at www.nbfinancial.com or SEDAR at www.sedar.com or, at your request, and at no cost, by calling toll-free 1-877-879-6424, or by writing to us at 800 Victoria Square, Suite 3400, Montréal, Québec H4Z 1E9.

Securityholders may also contact us using one of these methods to request a copy of the investment fund's quarterly portfolio disclosure.

Management Report of Fund Performance

This interim management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund.

Metcalf & Mansfield Alternative Investments Corp. and 4227298 Canada Inc are the co-trustees of the issuer, Global Diversified Investment Grade Income Trust (“**Global Digit**”). Metcalf & Mansfield Alternative Investments Corp. is the trustee for MMAI-I Trust (“**MMAI-I**”), a trust consolidated with Global Digit. Global Digit and MMAI-I are collectively referred to as the “**Trust**” in this report and in the audited annual financial statements. Metcalf & Mansfield Alternative Investments Corp. and 4227298 Canada Inc are affiliates and are collectively referred to as the Trustee in this report.

1. Investment Objectives and Strategy

Global Digit’s principal objectives are:

- (i) to provide holders of units (the “**Unitholders**”) with a fixed rate stream of monthly distributions equal to \$0.0495 per unit (\$0.594 per annum) (5.94% per annum compounded monthly or an effective annual rate of 6.10% on the original issue price of \$10.00) up to on or about September 7, 2009 and, thereafter, a floating distribution rate equal to the rate of bankers acceptances plus 2%. The distributions will consist of capital reimbursements, which will reduce the adjusted cost base thereof until the adjusted cost base of the units is reduced to zero and thereafter, of income payments; and
- (ii) to repay to Unitholders on or about September 7, 2014 (the “**Expected Maturity Date**”), but no later than on or about September 7, 2016 (the “**Legal Maturity Date**”), an amount per unit equal to the original subscription price of the units (\$10.00).

To meet its objectives, Global Digit entered into three credit default swap agreements providing an economic interest in exposures rated A-/A by Standard&Poor’s Rating Services, a division of The McGraw-Hill Companies, Inc. (“**S&P**”) with MMAI-I, which itself entered into six credit default swap agreements (the “**Financial Contract**”) with a global financial institution (the “**Bank**”), one of the ten largest such institutions in the world by assets, having a rating for its long-term debt obligations as of June 30, 2006 of AA- by S&P and Aa3 by Moody’s Investors Services, Inc. (“**Moody**”). These credit default swaps provide Unitholders with an exposure to six global diversified portfolios (individually, the “**Credit Exposure A, B, C, D, E or F**” and collectively, the “**Credit Exposures**”) of mortgage-backed securities, asset-backed securities, structured finance securities, synthetic corporate exposures and other fixed-income securities (collectively the “**reference obligations**”). Credit Exposures A, B and C (the “**Senior Exposure**”) contain the same reference obligations as Credit Exposures D, E and F (the “**Mezzanine Exposure**”) respectively. The Senior Exposure has been rated AAA by S&P and Dominion Rating Services Ltd. (“**DBRS**”) while the Credit Exposures D, E and F of the Mezzanine Exposure have been rated A-, A and A respectively by S&P. The Trust’s obligations under the credit default swaps are collateralized by term deposit investments made by the Trust. The term deposit investments have been funded by the proceeds from the initial public offering of Global Digit as well as by the issuance of commercial paper and floating rate notes by MMAI-I.

2. Risk

The Unitholders will benefit from a protection in the form of a first loss amount for the Mezzanine Exposure. To the extent that any losses, net of any recoveries, are incurred as a result of credit events in the portfolio in excess of the first loss amount, the notional amount of the Mezzanine Exposure, and therefore the amount that

will be repaid to Unitholders by the Trust on the Expected Maturity Date (or Legal Maturity Date, as the case may be) would decline (eventually up to zero), as would monthly distributions on the units.

A credit event is, for a given credit exposure, the occurrence of one of the following events in respect of a reference obligation in the portfolio: bankruptcy, failure to pay and any other loss event in respect of such reference obligation.

The risk of investing in units of the Trust remains as discussed in the initial public offering prospectus filed August 31, 2004 (the “**prospectus**”), which can be found on SEDAR at www.sedar.com.

3. Results of Operations

The assets of the Trust are primarily an investment in term deposits and credit default swap agreements in relation to three portfolios of Credit Exposures containing, as at June 30, 2006, respectively 84, 100 and 75 securities. The aggregate notional amount of the Credit Exposures is \$37,125,114,548. The aggregate amount of term deposit investments and interest-bearing receivable assets under the credit default swaps is \$1,489,024,490.

A comprehensive description of the assets and liabilities of the Trust may be found in the prospectus. The following description is intended to provide a plain language summary of its assets and liabilities.

Term Deposit Investments

The term deposit investments of the Trust which consists of a Bayerische Landersbank Floating Rate Note and a National Bank of Canada Term Deposit Note have been pledged as collateral under the Financial Contract.

Management of the Portfolio

The Bank makes all decisions concerning the composition of the portfolio of reference obligations and the addition and removal of reference obligations to or from the portfolio, subject to certain investment restrictions. Any changes to the composition of the portfolio by the Bank are made solely in the interest of the parties exposed to the risk of the first loss amount on the Credit Exposures. Irrespective of the amount of losses sustained in respect of the Credit Exposures, at no time will the Bank have any obligation to act in, or take account of, the interests of the Trust or the Unitholders. The Bank will have sole discretion to modify the composition of the portfolio within applicable investment restrictions, which may have a positive or negative impact on the credit performance of the Credit Exposures.

Once acquired, the Credit Exposures are not expected to be replaced, sold or terminated until the Expected Maturity Date (or the Legal Maturity Date, as applicable). The Trustee has no obligation to replace, modify, sell or terminate the Credit Exposures. Subject to the consent of the Bank, the Trustee may request an amendment to certain Credit Exposures (exclusively as to synthetic corporate exposures) if, in its judgement, such amendment is advisable. Such amendment may result in a reduction of the first loss amount. Any amendment to the Credit Exposures held by the Trust are not subject to the approval of the Unitholders and are at the sole discretion of the Trustee.

Credit Quality of the Portfolios and Credit Exposures

Credit Exposures A and D

As of June 30, 2006, Credit Exposures A and D are respectively the Senior Exposure and the Mezzanine Exposure to a portfolio containing 84 reference obligations, including 79 mortgage-backed securities, asset-backed securities and other fixed-income securities and 5 synthetic corporate exposures.

The S&P ratings of the mortgage-backed securities, asset-backed securities and other fixed-income securities exposures in Credit Exposures A and D were distributed as follows at inception (by notched S&P rating category), on December 31, 2005 and June 30, 2006 (by equivalent S&P rating category):

Rating	Inception	December 31, 2005	June 30, 2006
AAA	59.8%	68.3%	78.3%
AA	21.6%	15.0%	10.2%
A	18.6%	16.7%	11.4%

The Moody's ratings of the mortgage-backed securities, asset-backed securities and other fixed-income securities exposures in Credit Exposures A and D were distributed as follows at inception, on December 31, 2005 and on June 30, 2006 (by notched Moody's rating category):

Rating	Inception	December 31, 2005	June 30, 2006
Aaa	55.5%	68.4%	74.8%
Aa	21.6%	9.1%	7.1%
A	22.9%	22.6%	18.1%

The most recently communicated DBRS ratings of the synthetic corporate exposures in Credit Exposures A and D were distributed as follows at inception, on December 31, 2005 and on June 30, 2006:

Rating	Inception	December 31, 2005	June 30, 2006
Aaa	40.0%	40.0%	40.0%
Aa	40.0%	40.0%	40.0%
A	20.0%	20.0%	20.0%

The weighted average assigned Moody's rating factor of the mortgage-backed securities, asset-backed securities, other fixed-income securities and synthetic corporate exposures in Credit Exposures A and D was 33 initially (between Aa2 and Aa3 equivalent), 29 as of December 31, 2005 (between Aa2 and Aa3) and 21 as at June 30, 2006 (between Aa2 and Aa3). The weighted average assigned Moody's rating factor is calculated by (i) adding the product of the notional amount of each reference obligation and its assigned Moody's rating factor and (ii) dividing such amount determined under (i) by the notional amount and converting the result to its equivalent Moody's rating factor determined as follows: a Moody's rating of Aaa, Aa1, Aa2, Aa3, A1, A2 or A3 is assigned a rating factor of respectively 1, 10, 20, 40, 70, 120 or 180. The reference obligations exposures in Credit Exposures A and D had a weighted average default probability equivalent to a rating between AA and AA- by S&P initially, as of December 31, 2005 and as of June 30, 2006.

Credit Exposures A and D composition by asset classes at inception, December 31, 2005 and June 30, 2006 were as follows:

Asset Class	Inception	December 31, 2005	June 30, 2006
Commercial asset-backed securities	7.6%	7.1%	9.6%
Consumer asset-backed securities	4.0%	1.4%	3.0%
Residential mortgage-backed securities	41.9%	42.7%	44.0%
Commercial mortgage-backed securities	21.5%	16.6%	15.0%
Structured exposures to mortgage-backed, asset-backed and corporate securities	0.0%	2.6%	1.7%
Synthetic corporate exposures	25.0%	29.6%	26.7%

Credit Exposures B and E

As of June 30, 2006, Credit Exposures B and E are respectively the Senior Exposure and the Mezzanine Exposure to a portfolio containing 100 reference obligations, including 95 mortgage-backed securities, asset-backed securities and other fixed-income securities and 5 synthetic corporate exposures.

The S&P ratings of the mortgage-backed securities, asset-backed securities and other fixed-income securities exposures in Credit Exposures B and E were distributed as follows at inception (by notched S&P rating category), on December 31, 2005 and on June 30, 2006 (by equivalent S&P rating category):

Rating	Inception	December 31, 2005	June 30, 2006
AAA	49.8%	57.6%	63.0%
AA	31.8%	22.5%	17.3%
A	18.4%	19.9%	19.7%

The Moody's ratings of the mortgage-backed securities, asset-backed securities and other fixed-income securities exposures in Credit Exposures B and E were distributed as follows at inception, on December 31, 2005 and on June 30, 2006 (by notched Moody's rating category):

Rating	Inception	December 31, 2005	June 30, 2006
Aaa	49.0%	53.9%	57.4%
Aa	29.1%	23.4%	18.2%
A	21.9%	22.7%	24.4%

The most recently communicated DBRS ratings of the synthetic corporate exposures in Credit Exposures B and E were distributed as follows at inception, December 31, 2005 and June 30, 2006:

Rating	Inception	December 31, 2005	June 30, 2006
Aaa	40.0%	40.0%	40.0%
Aa	40.0%	40.0%	40.0%
A	20.0%	20.0%	20.0%

The weighted average assigned Moody's rating factor of the mortgage-backed securities, asset-backed securities, other fixed-income securities and synthetic corporate exposures in Credit Exposures B and E was 36 initially (between Aa2 and Aa3 equivalent), 39 as of December 31, 2005 (between Aa2 and Aa3) and 35 as of June 30, 2006 (between Aa2 and Aa3). The reference obligations exposures in Credit Exposures B and E had a weighted average default probability equivalent to a rating between AA and AA- by S&P at inception, as of December 31, 2005 and as of June 30, 2006.

Credit Exposures B and E composition by asset classes at inception, December 31, 2005 and June 30, 2006 were as follows:

Asset Class	Inception	December 31, 2005	June 30, 2006
Commercial asset-backed securities	2.6%	4.0%	4.1%
Consumer asset-backed securities	11.2%	5.8%	6.0%
Residential mortgage-backed securities	48.2%	47.2%	41.8%
Commercial mortgage-backed securities	13.0%	14.8%	22.8%
Synthetic corporate exposures	25.0%	28.2%	25.3%

Credit Exposures C and F

As of June 30, 2006, Credit Exposures C and F are respectively the Senior Exposure and the Mezzanine Exposure to a portfolio containing 75 reference obligations, including 70 mortgage-backed securities, asset-backed securities and other fixed-income securities and 5 synthetic corporate exposures.

The S&P ratings of the mortgage-backed securities, asset-backed securities and other fixed-income securities exposures in Credit Exposures C and F were distributed as follows at inception (by notched S&P rating category), on December 31, 2005 and on June 30, 2006 (by equivalent S&P rating category):

Rating	Inception	December 31, 2005	June 30, 2006
AAA	68.8%	77.7%	73.1%
AA	23.4%	15.8%	15.9%
A	7.8%	6.5%	11.1%

The Moody's ratings of the mortgage-backed securities, asset-backed securities and other fixed-income securities exposures in Credit Exposures C and F were distributed as follows at inception, on December 31, 2005 and on June 30, 2006 (by notched Moody's rating category):

Rating	Inception	December 31, 2005	June 30, 2006
Aaa	68.8%	75.9%	69.4%
Aa	22.9%	17.5%	18.0%
A	9.0%	6.6%	12.5%

The most recently communicated DBRS ratings of the synthetic corporate exposures in Credit Exposures C and F were distributed as follows at inception, as of December 31, 2005 and as of June 30, 2006:

Rating	Inception	December 31, 2005	June 30, 2006
Aaa	40.0%	40.0%	40.0%
Aa	40.0%	40.0%	40.0%
A	20.0%	20.0%	20.0%

The weighted average assigned Moody's rating factor of the mortgage-backed securities, asset-backed securities, other fixed-income securities and synthetic corporate exposures in Credit Exposures C and F was 19 initially, 16 as of December 31, 2005 (between Aa1 and Aa2 equivalent) and 22 as of June 30, 2006 (between Aa2 and Aa3 equivalent). The reference obligations exposures in Credit Exposures C and F had a weighted average default probability equivalent to a rating between AA+ and AA by S&P initially and as of December 31, 2005, and between AA and AA- as of June 30, 2006.

Credit Exposures C and F composition by asset classes at inception, December 31, 2005 and June 30, 2006 were as follows:

Asset Class	Inception	December 31, 2005	June 30, 2006
Commercial asset-backed securities	0.0%	0.0%	0.0%
Consumer asset-backed securities	4.5%	5.1%	4.1%
Residential mortgage-backed securities	49.0%	50.9%	53.2%
Commercial mortgage-backed securities	21.6%	15.2%	14.0%
Structured exposures to mortgage-backed, asset-backed and corporate securities	0.0%	0.3%	3.7%
Synthetic corporate exposures	25.0%	28.5%	25.1%

Net Asset Value

The net asset value (“NAV”) of the Trust was \$9.36 as at December 31, 2005. As at June 30, 2006, the NAV of the Trust was 9.45 as compared with \$9.20 as at June 30, 2005. The NAV reflects a complete write-off, at inception, of the \$6,932,672 (\$0.65 per unit) issue expense incurred with the initial public offering of Global Digit. The NAV also reflects differences between the accounting value of the swaps and their par value.

Determination of the Net Asset Value of the Units

The NAV is calculated by Natcan Trust Company, as administrative agent (the “**Administrative Agent**”) as of the last business day of each month and approved by the Trustee before its publication.

The NAV on a particular date is equal to the aggregate value of the assets of the Trust, less the aggregate value of its liabilities (including any operating expenses payable) and the underlying income taxes on income earned. The “NAV per unit” on any day is obtained by dividing the NAV of the Trust on that day by the number of units outstanding on the same day. The NAV is posted on the Web site of National Bank Financial Inc. at www.nbfinc.com and on SEDAR at www.sedar.com and is published monthly by Global Digit.

In calculating the NAV, the Administrative Agent uses the following rules:

- (i) the value of the Financial Contract is established by reference to the credit performance of the Credit Exposure and the reference obligations, general market conditions and all other relevant criteria including a bid and ask indication provided monthly by the Bank for the Financial Contract. The bid and ask indication provided by the Bank reflects the price that it would be ready to purchase or sell a \$1 million tranche of the Financial Contract. This indication may reflect factors such as the market’s assessment of overall credit quality of the portfolio as measured by the trading price of the debt (and derivatives thereof) of reference obligations, interest rates as well as factors that are proprietary to the Bank, such as correlation between individual reference obligations and other securities in the portfolio of the Bank.
- (ii) in accordance with Generally Accepted Accounting Principles (“GAAP”), money market instruments and bank deposits are valued at cost plus accrued interest at the time of calculation;
- (iii) the value of any permitted investments is established by reference to prevailing interest rates, general market conditions and all other relevant criteria;

- (iv) the value of any other bonds, debentures and other debt obligations is established by reference to prevailing interest rates, general market conditions and all other relevant criteria; and
- (v) the value of any cash on hand or on deposit, prepaid expenses and interest accrued and not yet received, is deemed to be the face amount thereof unless it is determined by the Administrative Agent that any such asset is not worth the face amount thereof, in which event the value is determined by Administrative Agent.

If any of these rules cannot be used or are at any time considered inappropriate under the circumstances, then such valuation is established with such other rules in conformity with GAAP in a fair and reasonable manner. As of June 30, 2006, no asset had been valued otherwise than in accordance with the above rule.

The process of valuing investments for which no published market exists is based on inherent uncertainties and the resulting values may differ from values that would have been used had a ready market existed for the investments and may differ from the prices at which the investments may be sold.

Income and Distributions

During the interim period ended June 30, 2006, the Trust had a net income of \$4,124,187 (\$0.39 per unit) (respectively \$346,796 and \$0.03 per unit for the corresponding period in 2005) and has declared distributions of \$3,180,024 (\$0.297 per unit) (respectively \$3,181,613 and \$0.297 per unit for the corresponding period in 2005) to its Unitholders. Given that the swap accounting value has not changed since December 31, 2005, the \$0.09 increase in the NAV reflects gains earned to recover its issue cost and be able to meet its objective of redemption of the units at the \$10.00 issue price at Expected Maturity Date (or Legal Maturity Date, as applicable).

The distributions made by the Trust were entirely made of return of capital and have resulted in a reduction of \$3,180,024 in the amount of the term deposits held by the Trust from December 31, 2005 until June 30, 2006 (\$3,181,613, from December 31, 2004 until June 30, 2005). This reduction was compensated by the accrual of an interest-bearing credit default swap receivable of \$3,233,240.

Borrowings and Interest Rate Hedging

On June 30, 2006, the Trust had \$1,400,904,277 (as compared to \$1,402,204,601 on June 30, 2005) in outstanding commercial paper and floating rate notes. The mix of commercial paper and floating rate notes may vary over a given period, but the aggregate amount has not, and is not expected to vary materially.

The commercial paper is rated R-1 (high) and the floating rate notes are rated AAA by DBRS.

MMAI-I also has a short term liquidity arrangement whereby the Bank has agreed that, in market disruption circumstances, it will purchase senior debt from MMAI-I if MMAI-I is unable to sell such debt to third parties. The purchase price of such debt will be used to fund repayment of MMAI-I's then maturing debt.

From time to time, MMAI-I enters into interest swap arrangements to hedge interest payable under the floating rate notes and the commercial paper to maturities matching the interest that MMAI-I earns pursuant to the credit default swaps. For accounting purposes, these arrangements are not documented to qualify for hedging accounting.

In connection with the Financial Services Agreement (see "Transactions with the Promoter and its Affiliates"), at closing of the initial public offering of the Trust, a placement and structuring fee (the "**PSF Fee**") was earned by, and is payable to the Financial Services Agent. A portion of this PSF Fee was securitized through the issue

of a \$16,442,460 note which amount was received by the Financial Services Agent. This note is shown as the Placement and Structuring Fee Note (the “**PSF Note**”) on the Trust’s consolidated balance sheet with an unpaid balance of \$12,995,194 as at June 30, 2006. The PSF Note is shown as prepaid expenses on the Trust’s consolidated balance sheet with an unamortized balance of \$12,297,776 as at June 30, 2006. As the amortization methods of the PSF Note and the prepaid expenses are not the same, the accreted value of the Trust, as defined below, reflects the difference in amortization.

Hedging Through the Credit Default Swap Agreements with Global Private Trust

The Trust has entered into back-to-back swap agreements in respect of Credit Exposures D, E and F with the Global Diversified Investment Grade Private Trust (“**Global Private Trust**”) pursuant to which Global Private Trust will pay the Trust if credit events occur in connection with the reference obligations until the Expected Maturity Date at the earliest or the Legal Maturity Date at the latest. The agreements are hedging \$40,000,000 of the \$140,000,000 exposure of the Trust to the Mezzanine Exposure.

The amounts exchanged under the swap agreements with Global Private Trust are as follows:

- a) A monthly payment made by Global Private Trust to the Trust, based on an amount corresponding to the contractual interest rate applied to the nominal value of the investment in term deposits pledged as security by Global Private Trust and to a contractual rate applied to the swap notional amount between Global Private Trust and the Trust.
- b) On a monthly basis, the Trust will acquire from Global Private Trust, for resale to the Bank, a portion contractually determined of the term deposit investment pledged as security by Private Trust to the Trust under the swap agreements; this portion is equal to the monthly release for the month in consideration. This monthly release by the Trust to Private Trust will be of an amount sufficient to provide a distribution calculated at an annual rate of 6.81% on the notional amount as at June 30, 2006 and 2005 of \$40,000,000 (less any net losses from credit events on the reference obligations underlying the credit default swaps) until September 2009; thereafter, the expected distribution will be equal to the bankers’ acceptance rate plus a margin, payable monthly.

In connection with the swap, Global Private Trust has posted as collateral a term deposit in the amount of \$40,000,000 which has been used by the Trust to satisfy part of its own obligation to post collateral in connection with the Mezzanine Exposure.

4227301 Canada Inc., an affiliate of the Trustee, acts as trustee of the Global Private Trust. 4227301 Canada Inc. does not receive any compensation for its role as trustee for the Global Private Trust. The Administrative Agent acts in a similar capacity for the Global Private Trust. The interests of the Global Private Trust are unlikely to be in conflict with the interests of the Trust as both share the same exposure to the Mezzanine Exposure.

4. Recent Developments

During the 6-month period ended June 30, 2006, the Trustee has not requested any change in the composition of the portfolio of reference obligations.

On October 17, 2005, the Trustee received from the Bank a notice advising that a credit event had occurred with regards to Delphi Corporation, a corporation to which some of the corporate debt portfolios are exposed. Delphi Corporation had previously filed on October 8, 2005 a petition for Chapter 11 proceedings under the United States Bankruptcy Code for itself and many of its U.S. subsidiaries.

Following this credit event, the Delphi Corporation's reference obligation has been removed from the two corporate debt portfolios to which six of the fifteen synthetic corporate exposures included as reference obligations in the portfolio were exposed. This credit event has had a negligible effect on the first loss amount for these six reference obligations. As the Trust still benefits from material first loss amount on all of the synthetic corporate exposures included as reference obligations in the portfolio, this credit event has had no impact on the value of the units on the Expected Maturity Date (or the Legal Maturity Date, as applicable) and the monthly distributions payable on the Units.

As of June 30, 2006, despite several downgrades, no other reference obligation comprised in the portfolio has been subject to a credit event.

5. Transactions with the Promoter and its Affiliates

Administrative Agent Agreements

Pursuant to the Administrative Agent Agreement, the Trustee has delegated its administrative duties relating to Global Digit to Natcan Trust Company ("**Natcan Trust**"). Under this agreement, Natcan Trust is responsible for providing administrative services to Global Digit including, without limitation:

- (i) making the payment of operating expenses incurred on behalf of Global Digit;
- (ii) preparing financial statements, financial and accounting information as required by Global Digit;
- (iii) making distributions to Unitholders and or other relevant parties or entities;
- (iv) ensuring that Unitholders and other relevant parties or entities are provided with financial statements (including annual and quarterly financial statements) and other reports as are from time to time required by applicable laws;
- (v) ensuring that Global Digit complies with regulatory requirements and applicable stock exchange listing requirements;
- (vi) preparing Global Digit's reports to Unitholders and to the Canadian securities regulatory authorities; and
- (vii) providing the Trustee with information and reports necessary for it to fulfil its fiduciary responsibilities.

For the interim period of 2006, Natcan Trust earned fees of \$13,500 for these services (\$15,750 for the corresponding period in 2005).

Pursuant to an administrative agent agreement, Metcalfe & Mansfield Alternative Investments Corp., as trustee for MMAI-I has delegated its administration duties relating to MMAI-I, the entity consolidated with Global Digit, to National Bank Financial Inc. ("**NBF**"), an affiliate of Natcan Trust. Under this agreement, NBF is responsible for providing administrative services to MMAI-I including, without limitation:

- (i) making the payment of operating expenses incurred on behalf of MMAI-I;
- (ii) maintaining proper books of account and complete record of transactions as required by MMAI-I;
- (iii) making distributions and payments to any relevant parties or entities;

- (iv) ensuring that relevant parties or entities are provided with financial statements and other reports as are from time to time required by applicable laws; and
- (v) providing the Trustee with information and reports necessary for it to fulfil its fiduciary responsibilities and negotiating contractual agreements with third party providers of services.

For the interim period of 2006, NBF earned fees of \$4,500 for these services (\$8,000 for the corresponding period in 2005).

Financial Services Agreement

Pursuant to a Financial Services Agreement, the Trustee has delegated financial services responsibilities relative to MMAI-I to NBF. Under this agreement, NBF assumes on behalf of MMAI-I the activities relating to the origination or acquisition of asset interests, negotiation, settlement and completion of related transaction including credit default transactions, issuance, sale and payments of notes and the performance by MMAI-I of all obligations under the Trust Indenture, any liquidity agreements and agency agreements.

For the interim period of 2006, NBF is entitled to a fee of \$1,784,998 for these services (\$2,868,652 for the corresponding period in 2005).

Agency Agreements

Pursuant to an agency agreement, the Trust has retained the services of NBF as one of several of its agents to arrange for the offering and distribution of senior debt. For the interim period of 2006, NBF earned fees of \$384,721 (\$574,486 for the corresponding period in 2005).

Recirculation Agreement

Pursuant to a Recirculation Agreement, the Trust retained the services of NBF to use commercially reasonable efforts to find purchasers for any units tendered for redemption. Global Digit may, but is not obligated to, require NBF to seek such purchasers.

No fees are payable to NBF in connection with this agreement.

Custodial Agreement

Pursuant to a custodial agreement between the Trust and Natcan Trust, Natcan Trust acts as custodian of the Trust in respect of the assets of the Trust, except for the permitted investments which are held by the Bank as collateral to the Financial Contract.

For the interim period of 2006, Natcan Trust earned fees of \$63,268 (\$63,702 for the corresponding period in 2005) in connection with this agreement.

Registrar and Transfer Agent Agreement

Pursuant to a registrar and transfer agent agreement between the Trust and Natcan Trust, Natcan Trust, at its principal offices in Montreal and Toronto, was appointed registrar and transfer agent for the units.

In 2006, Natcan Trust earned fees of \$5,759 (\$5,618 for the corresponding period in 2005) in connection with this agreement.

6. Reports by the Independent Review Committee

The Trustee is not entitled to receive any fee of any nature from the Trust. Since the Trustee is not entitled to receive any remuneration for its services, the interests of the Trustee and its independent directors are considered perfectly aligned on those of the Unitholders. The Board of Directors of the Trustee has appointed its three independent directors as members of its Governance Committee. The Governance Committee performs the role of the Independent Review Committee required under the proposed NI-81-107 rule.

The Governance Committee of the Board of Directors of the Trustee made no report during the interim period ended June 30, 2006.

7. Financial Highlights

The following tables show selected key financial information about the Trust and are intended to help explain the Trust's financial performance since inception. This information is derived from the Trust's audited annual financial statements:

Net Asset Value per unit:	June 30, 2006	December 31, 2005	December 31, 2004	September 9, 2004 ⁽¹⁾
Net Asset Value, beginning of period	\$9.36	\$9.43	\$9.35	\$10.00
Increase (decrease) from operations:				
Total revenues	3.99	6.51	1.93	-
Total expenses	(3.60)	(5.81)	(1.75)	-
Realized gains (losses) for the period.....	-	-	-	-
Unrealized gains (losses) for the period.....	-	(0.18)	0.08	-
Total increase (decrease) from operations	0.39	\$0.53	0.26	-
Issue expenses ⁽²⁾	-	-	-	\$(0.65)
Distributions⁽³⁾:				
From income (excluding dividends)	-	-	-	-
From dividends	-	-	-	-
From capital gains	-	-	-	-
Return of capital.....	\$(0.30)	\$(0.59)	\$(0.18)	-
Total Annual Distributions⁽⁴⁾	\$(0.30)	\$(0.59)	\$(0.18)	-
Net Asset Value, end of period	\$9.45	\$9.36	9.43	\$9.35

(1) At inception.

(2) Issue expense of \$6,932,672 incurred in connection with the initial public offering, principally consisting of agents' fees and other offering expenses, which has been charged to retained earnings prior to calculating the opening net asset value of \$9.35.

(3) Distributions are shown for the amount declared.

(4) Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase / decrease from operations is based on the weighted average number of units outstanding over the financial period.

Ratio and Supplemental Data	June 30, 2006	December 31, 2005	December 31, 2004	September 9, 2004 ⁽¹⁾
Net Asset	\$101,165,024	\$100,310,741	\$101,013,352	\$100,192,328
Number of units outstanding	10,701,800	10,712,500	10,712,500	10,712,500
Net Asset Value per Unit	\$9.45	\$9.36	\$9.43	\$9.35
Portfolio turnover rate.....	- %	- %	- %	- %
Trading expenses ratio	- %	- %	- %	- %
Closing market price (TSX).....	\$8.40	\$8.85	\$10.85	\$10.00

(1) At inception.

Accreted Value

At the Expected Maturity Date (or Legal Maturity Date, as applicable), there will be no unrealized gain or loss on the Trust investments. In the interim, the unrealized gain or loss reflects variations in the value of the Financial Contract as calculated from time to time. If the “accreted value” of the units is defined as their NAV restated to exclude any unrealized gain or loss on the Financial Contract and any timing difference between the amortization of the PSF Note and the prepaid expenses, the accrued value is a good indication of the amount in the Trust assets at a given date which would eventually be contributed towards the redemption of the units, assuming no credit event between the calculation date and the Maturity. Another way to look at the accreted value is to view it as the net asset of the Trust valued at cost less impairments.

Accreted Value:	June 30, 2006	December 31, 2005	December 31, 2004	September 9, 2004 ⁽¹⁾
Accreted value at beginning	\$9.52	\$9.35	\$9.35	\$10.00
Decrease (decrease) from operations:				
Total revenues.....	3.99	6.51	1.93	-
Total expenses.....	(3.60)	(5.81)	(1.75)	-
Realized gains (losses) for the period.....	-	-		-
Issue expense	-	-		\$(0.65)
Plus: Amortization of prepaid PSF expenses.....	0.11	0.28	-	-
Minus: Reduction in the outstanding amount of the PSF Note	(0.10)	(0.22)	-	-
Distributions	(0.30)	(0.59)	(0.18)	-
Accreted Value at end	\$9.62	\$9.52	\$9.35	\$9.35
 Reconciliation of the Accreted Value and the Net Asset Value:				
Accreted value at end of period	\$9.62	\$9.52	\$9.35	\$9.35
Unrealized gains and losses since inception.....	(0.10)	(0.10)	0.08	-
Amount of prepaid expenses in excess of the PSF Note.....	(0.07)	(0.06)	-	-
Net Asset Value, end of period	\$9.45	\$9.36	\$9.43	\$9.35

(1) At inception.

The \$9.62 accreted value, as at June 30, 2006 reflects the fact that the Trust has paid less in distributions than its “cash” income and, hence, has been retaining a portion of its net income for the purpose of recovering the \$0.65 per unit issue expense incurred in connection with its initial public offering closed on September 9, 2004.

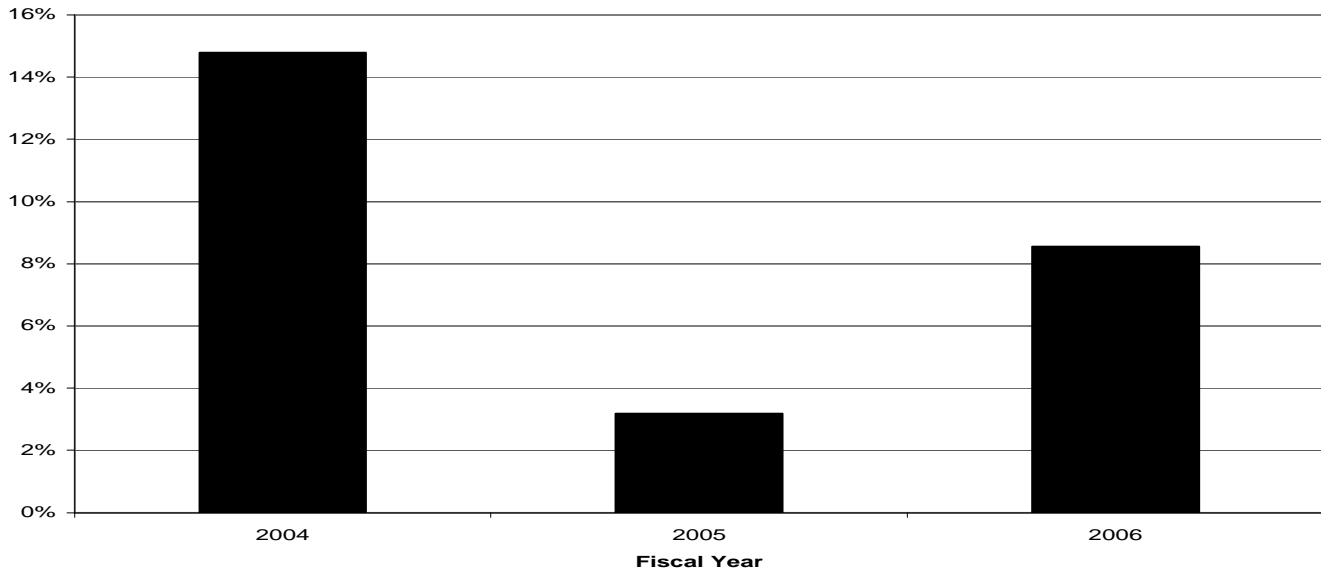
8. Past Performance

The following bar chart and table indicate the performance of the units by showing for the period the return by fiscal year and compound returns from inception assuming all the distributions made by Global Digit in the periods shown were reinvested at the NAV. Past performance is not necessarily indicative of future performance.

Return for the period

The following bar chart shows Global Digit’s annual performance for the period shown. This bar chart shows, in percentage terms, how much an investment made on the first day of the interim period would have grown or decrease by the last day of the period.

The Trust's objective (save for any loss exceeding the first loss amount) is to provide a return on investment of 5.94% per annum to Unitholders up to September 7, 2009 and thereafter a floating distribution equal to the rate of bankers acceptance plus 2%.



Annual Compound Returns

	<u>Past 12 months</u>	<u>Since Inception</u>
Based on NAV ⁽¹⁾	9.4%	6.7%
Based on unit price ⁽²⁾	(7.9%)	(3.5%)

(1) Calculated from initial net asset value of \$9.35 and June 30, 2006 net asset value of \$9.45 assuming all distributions reinvested.

(2) Calculated from issue price of \$10.00 and June 30, 2006 market price of \$9.37 assuming all distributions reinvested.

9. Summary of the Investment Portfolio

- 1) Swap agreements A, B, C, D, E and F for a total notional value of \$1,500,000,000;
- 2) Swap agreement with Global Private Trust for a total notional value of \$40,000,000;
- 3) Bayerische Landersbank rated AAA Floating Rate Note for a total of \$1,400,000,000;
- 4) National Bank of Canada rated A Term Deposit Note for a total of \$89,024,490.
- 5) An interest-bearing receivable of \$12,804,477 under the swap agreements D, E and F.

Underlying Exposures

See Schedule A for a detailed description of the underlying Credit Exposures.

**SCHEDULE A
PORTFOLIO A and D**

Issuer	Series	ISIN	S&P Rating	Moody's Rating	Weighting
Credit Select	2004-1				5.33%
Credit Select	2004-2				5.33%
Credit Select	2004-3				5.33%
Credit Select	2004-4				5.33%
Credit Select	2004-5				5.33%
Ace Securities Corp	2004-FM1	US004421DK63	AA+	Aa2	0.39%
Ace Securities Corp	2004-FM2	US004421GK37	AA	A2	0.92%
Ace Securities Corp	2004-OP1	US004421EX75	AA	A2	0.85%
ACT 2005-RR Depositor Corp.	2005-RR	US00503NAA90	AAA	NR	1.43%
Aegis Asset Backed Securities Trust	2004-6	US00764MCU99	A	A2	0.41%
Aleutian Investments LLC		US01446EAF60	AAA	Aaa	0.34%
ARMS II	X	AU000ARMX025	AAA	Aaa	0.77%
Asset Backed Securities Corp Home Equity	2004-HE9	US04541GMZ27	AAA	Aaa	0.74%
Asset Backed Securities Corp Home Equity	2005-HE2	US04541GQD78	A	A2	0.01%
Aviation Capital Group Trust	2003-2	US004448AA42	AAA	Aaa	1.59%
BAyview commercial Asset Trust	2005-2A	US07324SBN18	AAA	Aaa	2.06%
Bayview commercial Asset Trust 2005-4	2005-4A	US07324SCR13	AAA	Aaa	2.11%
Brascan Real Estate Financial Partners LLC	2004-1	US10550TAA79	AAA	Aaa	0.64%
CAISTRs Trust (Commercial Mortgage Pass-Through Certificates)	2002-C6	US131366AA41	AAA	Aaa	0.30%
CAPITAL ONE MULTI-ASSET EXECUTION TRUST		XS0203199509	A	A2	0.21%
CAPITAL TRUST RE CDO LTD.	2004-1A	US140574AA24	AAA	Aaa	1.16%
CDC Mortgage Capital Trust	2004-HE2	US12506YCV92	AAA	Aaa	0.28%
Citigroup Mortgage Loan Trust, Inc	2004-RES1	US17307GKK30	AAA	Aaa	0.55%
CLI Funding LLC	2003-1	US125635AA06	AAA	Aaa	0.42%
Coronis (European Loan Conduit No. 8) Plc	8	XS0139530405	AAA	Aaa	0.05%
COUNTRYWIDE ALTERNATIVE LOAN TRUST		US12667FU603	AAA	Aaa	1.89%
Countrywide Asset Backed Certificates	2004-AB1	US126673HG04	AAA	Aaa	1.43%
CREDIT-BASED ASSET SERVICING AND SECURITIZATION	2004-CB7	US17307GLE60	AAA	Aaa	0.57%
CREST 2003-1, Ltd.	2003-1	US22608SAE81	AAA	Aaa	2.17%
Downey Savings and Loan Association, FA	2004-AR1	US23332UAC80	AAA	Aaa	0.58%
EUROPEAN LOAN CONDUIT	6A	XS0132592832	AAA	NR	0.73%
FIXED-LINK FINANCE BV	G2-X	XS0125468230	AAA	Aaa	0.87%
Frans 2003 plc		XS0171588055		Aaa	0.47%
FREMONT HOME LOAN TRUST	2004-D	US35729PGF18	A+	A1	0.21%
FREMONT HOME LOAN TRUST	2004-D	US35729PGG90	A	A2	0.21%
GALP INVESTMENT PLC	1	XS0171061475		Aaa	1.25%
Garanti Diversified Payment Rights Finance	2004-CX	XS0194981311	AAA	Aaa	1.91%
GSAA Trust	2004-11	US36242DQF32	AAA	Aaa	0.70%
GSAMP TRUST	2004-FM2	US36228FN361	A	A2	0.64%

PORTFOLIO A and D (continued)

Issuer	Series	ISIN	S&P Rating	Moody's Rating	Weighting
GSAMP TRUST	2004-NC1	US36228FP598	AAA	Aaa	0.79%
HERTZ VEHICLE FINANCING LLC	2005-2A	US42805RAS85	AAA	Aaa	1.27%
Home Equity Asset Trust	2003-4	US22541QDV14	AA	Aa2	0.76%
INDYMAC INDX Mortgage Loan Trust	2004-AR8	US45660N2L88	AAA	Aaa	1.36%
JETBLUE AIRWAYS CORP	2004-2	US47714NAA54	AAA	Aaa	1.62%
LNR CDO LTD.	2003-1A	US50211MAA99	AAA	Aaa	1.74%
Long Beach Mortgage Loan Trust	2	US542514DU50	AA	Aa2	1.04%
Long Beach Mortgage Loan Trust	2004-1	US542514ET78	AAA	Aaa	0.25%
Long Beach Mortgage Loan Trust	2004-1	US542514EY63	AAA	A2	0.43%
Long Beach Mortgage Loan Trust	2004-3	US542514GR94	A	A2	0.85%
Merrill Lynch Mortgage Investors, Inc.	2004-WMC5	US59020UMJ15	AA	A1	0.80%
Merrill Lynch Mortgage Investors, Inc.	2004-WMC5	US59020UMK87	AA	A2	0.70%
Morgan Stanley ABS Capital I	2004-HE6	US61744CFE12	A	A2	0.68%
Morgan Stanley ABS Capital I	2004-HE7	US61744CGG50	A	A2	0.64%
Morgan Stanley ABS Capital I	2004-HE8	US61744CHD11	A+	A1	0.89%
Morgan Stanley ABS Capital I	2004-HE9	US61744CJW73	A+	A1	0.56%
Morgan Stanley ABS Capital I	2004-NC1	US61744CAV81	AAA	Aaa	0.24%
Morgan Stanley ABS Capital I	2004-NC1	US61744CAX48	A	A2	0.42%
Morgan Stanley ABS Capital I	2004-NC5	US61746RGD70	AAA	Aaa	1.32%
Morgan Stanley Dean Witter Capital I Inc	2003-NC4	US61746WF544	AA	Aa2	0.89%
NEW CENTURY HOME EQUITY LOAN TRUST	2003-B	US64352VEY39	AAA	Aaa	0.39%
New Century Home Equity Loan Trust 2004-3	2004-3	US64352VHY02	A+	A1	0.64%
New Century Home Equity Loan Trust 2004-3	2004-3	US64352VHZ76	A	A2	0.57%
Newcastle CDO II, Limited	II	US65105UAA88	AAA	Aaa	1.43%
OPTION ONE MASTER LOAN TRUST	2004-2	US68389FFF62	AAA	Aaa	1.31%
OPTION ONE MORTGAGE LOAN TRUST	2004-2	US68389FFH29	AA	A2	1.16%
Pan-European Industrial Properties	3	XS0163580458	AAA	Aaa	0.30%
Park Place Securities Inc	2004-WCW1	US70069FAA57	AAA	Aaa	0.61%
PREFERRED RESIDENTIAL SECURITIES	6	XS0169316675	AAA	Aaa	0.53%
Puma MasterFund P9	P9	AU300PUMA029	AAA	Aaa	1.33%
Raspro Trust	2005-1	US75405RAA14	AAA	Aaa	1.98%
Residential Asset Securities Trust	2005-A5	US45660LJX82	AAA	Aaa	1.55%
Securitized Asset Backed Receivables LLC	2004-OP1	US81375WAC01	A	A2	1.43%
SLM Student Loan Trust	2003-C	US78443CAZ77	AAA	Aaa	1.57%
Southern Pacific Securities D Plc	GX	XS0170183700	AAA	Aaa	0.84%
STRUCTURED ADJUSTABLE RATE MORTGAGE LOAN TRUST		US863579WU83	AAA	Aaa	1.20%
TERWIN MORTGAGE TRUST		US881561NW01	AAA	Aaa	0.90%
Terwin Mortgage Trust	2004-9HE	US881561JW56	AAA	Aaa	0.38%
TERWIN MORTGAGE TRUST	2004-HE11	US881561SA36	AAA	Aaa	1.23%
Terwin Mortgage Trust 2003-8, LLC	2003-8HE	US881561CX03	AAA	Aaa	0.20%
THE SUPERANNUATION MEMBERS HOME LOAN PROGRNO	2003-2	AU300SF40035	AAA	Aaa	1.67%
TORRENS TRUST	2001-1	AU000PTT6024	AAA	Aaa	1.87%

PORTFOLIO A and D (continued)

Issuer	Series	ISIN	S&P Rating	Moodys Rating	Weighting
WASHINGTON MUTUAL		US92922FZV39	AAA	Aaa	0.98%
WASHINGTON MUTUAL	2005-AR8	US92922FS583	AAA	Aaa	1.45%
WRIGHTWOOD CAPITAL REAL ESTATE CDO LTD	2005-1A	US982512AA32	AAA	Aaa	1.74%

PORTFOLIO B and E

Issuer	Series	ISIN	S&P Rating	Moody's Rating	Weighting
Credit Select	2004-1	N/A	N/A	N/A	5.06%
Credit Select	2004-2	N/A	N/A	N/A	5.06%
Credit Select	2004-3	N/A	N/A	N/A	5.06%
Credit Select	2004-4	N/A	N/A	N/A	5.06%
Credit Select	2004-5	N/A	N/A	N/A	5.06%
Accredited Mortgage Loan Trust	2004-3	US004375BP58	AAA	Aaa	0.47%
Ace Securities Corp	2004-FM1	US004421DL47	A+	A2	0.65%
Ace Securities Corp	2004-FM1	US004421DL47_C	A+	A2	0.26%
Ace Securities Corp	2004-FM2	US004421GL10	AA-	A3	0.32%
Ace Securities Corp	2004-HE2	US004421GU19	AA	A2	0.65%
Ace Securities Corp	2004-HE4	US004421JJ37	AA+	Aa2	1.44%
Ace Securities Corp	2004-OP1	US004421EY58	A+	A3	0.39%
ACE SECURITIES CORP.	2005-HE1	US004421KX02	A+	A1	0.44%
ACE SECURITIES CORP.	2005-HE1	US004421KY84	A	A2	0.52%
Ace Securities Corp. Home Equity Loan Trust, Series 2004-FM2	2004-FM2	US004421GH08	AAA	Aaa	1.44%
Aleutian Investments LLC		US01446EAF60	AAA	Aaa	1.08%
Ameriquest Mortgage Securities Inc.	2003-4	US03072SFN09	AAA	NR	0.43%
Ameriquest Mortgage Securities Inc.	2004-R4	US03072SRG20	A	A2	0.60%
Annington finance no. 4 plc	B3	XS0198259813	A	A2	0.87%
Arbor Realty Mortgage Securities Series 2004-1, Ltd	2004-1	US03877VAA35	AAA	Aaa	2.02%
Arbor Realty Mortgage Securities Series 2005-1, Ltd	2005-1A	US038927AA73	AAA	Aaa	1.72%
Asset Backed Securities Corp Home Equity	2004-HE1	US04541GHM78	A	A2	0.22%
Asset Backed Securities Corporation	2003-HE3	US04541GEM06	A	A2	0.52%
Bamburgh Finance Plc	1	XS0159966257	AAA	NR	0.51%
BAYVIEW COMMERCIAL ASSET TRUST	2005-1	US07324SBF83	NR	Aaa	0.35%
BAyview commercial Asset Trust	2005-2A	US07324SBP65	NR	Aaa	1.00%
BAyview commercial Asset Trust	2005-3A	US07324SCB60	AAA	Aaa	1.06%
Bayview commercial Asset Trust 2005-4	2005-4A	US07324SCR13	AAA	Aaa	2.01%
Bear Stearns Commercial Mortgage Securities Inc.	2005-T18	US07383F5M69	NR	Aaa	1.08%
Brascan Real Estate Financial Partners LLC	2004-1	US10550TAA79	AAA	Aaa	1.29%
Brascan Real Estate Financial Partners LLC	2004-1	US10550TAB52	AA	Aa2	0.45%
Brascan Real Estate Financial Partners LLC	2004-1	US10550TAC36	A-	A3	0.22%
Brascan Structured Notes 2005-2 Ltd	2005-2A	US10550YAA64	AAA	Aaa	1.94%
CDC Mortgage Capital Trust	2003-HE2	US12506YBE86	AA+	Aa2	0.43%
Chase Funding Loan Acquisition Trust 2004-AQ1	2004-AQ1	US161542DN21	AAA	Aaa	0.97%
CHL Mortgage Pass-Through Trust 2004-25	2004-25	US12669GKJ93	AAA	Aaa	1.13%
Citigroup Mortgage Loan Trust, Inc	2004-OPT1	US17307GJM15	A+	A1	0.52%
CLI Funding LLC	2003-1	US125635AA06	AAA	Aaa	0.44%
COUNTRYWIDE ALTERNATIVE LOAN TRUST	2005-J2	US12667F6A87	AAA	NR	1.79%

PORTFOLIO B and E (continued)

Issuer	Series	ISIN	S&P Rating	Moody's Rating	Weighting
Countrywide Asset Backed Certificates	2004-3	US1266714X10	A+	A3	0.43%
Countrywide Asset Backed Certificates	2004-5	US1266716H42	AAA	Aaa	0.43%
Countrywide Asset Backed Certificates	2004-BC1	US1266712V71	AA	A2	0.43%
Countrywide Asset Backed Certificates	2004-BC1	US1266712V71_C	AA	A2	0.22%
COUNTRYWIDE HOME LOANS	2004-4	US12669GUS82	AAA	Aaa	1.17%
COUNTRYWIDE HOME LOANS	2005-1	US12669GRN33	AAA	Aaa	1.02%
COUNTRYWIDE HOME LOANS	2005-3	US12669GTT84	AAA	Aaa	0.52%
Credit-Linked and Structured Securities (CLASS) Limited		CLASS	AAA	NR	0.23%
DSLA MORTGAGE LOAN TRUST	2005-AR1	US23332UCN28	AAA	Aaa	1.80%
EUROPEAN LOAN CONDUIT	6A	XS0132592832	AAA	NR	0.78%
Fusion Capital, Ltd.	2A	US36112XAC02	AAA	Aaa	0.43%
GGP MALL PROPERTIES TRUST	2001-C1A	US36170MAJ80	AAA	Aaa	0.06%
GS Mortgage Securities Corporation II	2002-FL5A	US36228CNX73	AA	Aa1	0.02%
GSAMP TRUST	2003-HE1	US36228FSU11	AA+	Aa2	0.65%
Home Equity Asset Trust	2004-7	US437084FW18	A+	A2	0.26%
IMPAC SECURED ASSETS CORP	2004-3	US45254TPY46	AAA	Aaa	0.95%
IMSER Securitization SRL	1	IT0003382766	AA	Aa3	0.56%
INDYMAC INDX MORTGAGE LOAN TRUST	2004-AR14	US45660LAD10	AAA	Aaa	1.22%
JETBLUE AIRWAYS PTC 2004-1	2004-1	US47714RAA68	AAA	Aaa	0.32%
Long Beach Mortgage Loan Trust	2004-1	US542514EY63_C	A	A2	0.65%
Long Beach Mortgage Loan Trust	2004-2	US542514GA69	A-	A3	0.65%
Metris Master Trust	2002-4A	US59159UBL17	AAA	Aaa	1.38%
Morgan Stanley ABS Capital I	2003-NC5	US61746RBC43	AA+	Aa2	0.79%
Morgan Stanley ABS Capital I	2004-HE9	US61744CJY30	A-	A3	0.38%
Morgan Stanley ABS Capital I	2004-NC1	US61744CAX48_C	A	A2	0.86%
Morgan Stanley ABS Capital I	2004-NC1	US61744CAV81	AAA	Aaa	0.39%
Morgan Stanley ABS Capital I	2004-NC6	US61744CEV46	A	A2	0.82%
Morgan Stanley ABS Capital I	2004-NC7	US61744CFS08	A	A2	0.65%
Morgan Stanley ABS Capital I	2004-WMC2	US61746RHT14	A	A2	0.75%
Morgan Stanley Dean Witter Capital I Inc	2002-NC4	US61746WVT43_C	A	Aa2	0.34%
Morgan Stanley Dean Witter Capital I Inc	2003-NC3	US61745MPN73	A	A2	0.41%
Morgan Stanley Dean Witter Capital I Inc. Series 2003-NC2	2003-NC2	US61746WA750	AA+	Aa2	1.15%
Morgan Stanley Mortgage Loan Trust	2004-6AR	US61748HBF73	AAA	Aaa	1.08%
NEW CENTURY HOME EQUITY LOAN TRUST	2003-2	US64352VCR06	AAA	Aa2	0.23%
Newcastle CDO IV, Limited	2004-4A	US65105YAA01	AAA	Aaa	2.13%
N-star Real Estate CDO LTD		US62939WAA36	AAA	Aaa	2.05%
N-star Real Estate CDO LTD	2005-5	US62940HAE53	AA	NR	0.73%
OPTION ONE MASTER LOAN TRUST	2004-2	US68389FFJ84	AA-	A3	0.60%
Pan-European Industrial Properties	2	XS0148290918	AAA	Aa2	0.28%

PORTFOLIO B and E (continued)

Issuer	Series	ISIN	S&P Rating	Moodys Rating	Weighting
Pan-European Industrial Properties	3	XS0163580458	AAA	Aaa	0.47%
PARK PLACE SECURITIES INC	2005-WCH1	US70069FFK84	AA-	Aa3	0.22%
PARK PLACE SECURITIES INC	2005-WCH1	US70069FFL67	A+	A1	0.25%
PARK PLACE SECURITIES INC	2005-WCH1	US70069FFM41	A	A2	0.17%
PARK PLACE SECURITIES INC	2005-WCH1	US70069FFN24	A-	A3	0.13%
Residential Asset Securities Corporation	2004-KS4	US76110WXW18	AAA	Aaa	0.90%
SAXON ASSET SECURITIES TRUST	2003-2	US805564NS60	A	A2	0.32%
Securitized Asset Backed Receivables LLC	2004-OP1	US81375WAC01	A	A2	0.77%
Securitized Asset Backed Receivables LLC	2004-OP2	US81375WBP05	A+	A2	0.77%
SLM Private Credit Student Loan Trust 2003-12	2003-12	US78442GKD78	AA+	Aa1	1.33%
SLM Student Loan Trust	2003-C	US78443CAZ77	AAA	Aaa	1.27%
SLM Student Loan Trust 2002-4	2003-1	US78442GFJ04	AA+	Aa1	0.86%
SLM Student Loan Trust 2003-7	2003-7	US78442GHK58	AA	Aa1	1.12%
Specialty Underwriting & Residential Financing	2004-BC1	US84751PCA57_C	A	A2	0.90%
STRUCTURED ADJUSTABLE RATE MORTGAGE LOAN TRUST	2005-19XS	US863579YT92	AAA	Aaa	0.56%
STRuctured Asset Mortgage Investments, Inc	2005-AR7	US86359LPZ66	AAA	Aaa	0.86%
Terwin Mortgage Trust	2004-9HE	US881561JW56	AAA	Aaa	0.96%
TORRENS TRUST	2004-1	AU300PTT4026	AAA	Aaa	1.10%
UNITED CAPITAL AVIATION TRUST		US90264FAE88	AAA	Aaa	1.87%
WASHINGTON MUTUAL	2005-AR11	US92922F2P29	AAA	Aaa	1.64%
werretownd sprmkt security	Float	XS0131478686	AA	NR	0.95%
White Tower Plc	2004-1	XS0188956410	AAA	Aaa	0.29%

PORTFOLIO C and F

Issuer	Series	ISIN	S&P Rating	Moody's Rating	Weighting
Credit Select	2004-1	N/A	N/A	N/A	5.01%
Credit Select	2004-2	N/A	N/A	N/A	5.01%
Credit Select	2004-3	N/A	N/A	N/A	5.01%
Credit Select	2004-4	N/A	N/A	N/A	5.01%
Credit Select	2004-5	N/A	N/A	N/A	5.01%
Ace Securities Corp	2003-OP1	US004427BN90	A+	A2	0.69%
Ace Securities Corp	2003-OP1	US004427BM18	AA+	Aa2	1.07%
Ace Securities Corp	2004-HE4	US004421JH70	AA+	Aa1	0.38%
Ameriquest Mortgage Securities Inc.	2004-R10	US03072SVQ55	AAA	Aaa	1.32%
Ameriquest Mortgage Securities Inc.	2004-R10	US03072SVS12	AA	Aa2	1.29%
Ameriquest Mortgage Securities Inc.	2004-R10	US03072SVT94	AA-	Aa3	0.77%
Ameriquest Mortgage Securities Inc.	2004-R10	US03072SVV41	A	A2	0.67%
Ameriquest Mortgage Securities Inc.	2005-R1	US03072SYC33	A-	A2	0.34%
ARMS II	XIII	AU300ARML032	AAA	Aaa	2.69%
Asset Backed Securities Corp Home Equity	2004-HE1	US04541GHM78	A	A2	0.60%
Asset Backed Securities Corp Home Equity	2004-HE1	US04541GHL95	AA	Aa2	1.50%
Bamburgh Finance Plc	1	XS0159966257	AAA	NR	0.90%
BAyview commercial Asset Trust		US07324SAX09	AAA	Aaa	0.72%
BAyview commercial Asset Trust	2004-2	US07324SAR31	AAA	Aaa	1.79%
BAYVIEW COMMERCIAL ASSET TRUST	2005-1	US07324SBF83	NR	Aaa	0.78%
BAyview commercial Asset Trust	2005-3A	US07324SCB60	AAA	Aaa	4.98%
BMORE Finance No.3 plc	3	XS0147176175	AAA	Aaa	1.33%
CC MORTGAGE FUNDING CORPORATION	2003-3A	US16678RAB33	AAA	Aaa	0.94%
CC MORTGAGE FUNDING CORPORATION	2003-4	US16678RAK32	AAA	Aaa	0.75%
Countrywide Asset Backed Certificates	2003-5	US126671S642	AA	Aa2	1.12%
Countrywide Asset Backed Certificates	2004-10	US126673JX19	AA-	A2	0.69%
Countrywide Asset Backed Certificates	2004-9	US126673GT34	AA+	A2	0.36%
Countrywide Asset Backed Certificates	2004-AB1	US126673HJ43	AA	A1	0.34%
Countrywide Asset-Backed Certificates	2003-5	US126671S725	A	Aa3	0.56%
CREST 2001-1 Ltd	2001-1A	US22608PAA21	AAA	Aaa	3.67%
CREST 2002-1 Ltd	2002-IG	USG2550JAA90	AAA	Aaa	1.92%
Downey Savings and Loan Association, FA	2004-AR1	US23332UAB08	AAA	Aaa	1.26%
Encore Credit Receivables Trust 2005-2	2005-2	US126673J522	AA-	A2	0.43%
GGP Mall Properties Trust	2001-C1	US36170MAE93	AAA	Aaa	0.50%
GSAMP TRUST	2005-NC1	US36242DUH42	A	A2	0.60%
HARBORVIEW MORTGAGE LOAN TRUST	2005-1	US41161PLE15	AAA	Aaa	2.35%
HarborView Mortgage Loan Trust, Series 2004-11	2004-11	US41161PJZ71	AAA	Aaa	1.96%
Home Equity Asset Trust	2003-3	US22541N3S63	AA	Aa2	0.86%
Home Equity Asset Trust	2004-7	US437084FL52	AAA	Aaa	2.20%

PORTFOLIO C and F (continued)

Issuer	Series	ISIN	S&P Rating	Moody's Rating	Weighting
IMPAC CMB TRUST	2003-12	US45254NGK72	AA+	Aa2	0.30%
IMPAC CMB TRUST	2004-7	US45254NKN65	AA+	A1	0.24%
IMPAC CMB TRUST	2004-9	US45254NKY21	AAA	Aaa	0.49%
IMSER Securitization SRL	1	IT0003383061	AAA	Aaa	0.21%
Long Beach Mortgage Loan Trust	2004-1	US542514ET78	AAA	Aaa	0.66%
Long Beach Mortgage Loan Trust	2004-2	US542514FW98	AAA	Aaa	1.72%
Long Beach Mortgage Loan Trust	2004-4	US542514HY37	A+	A3	0.30%
MARBLE ARCH RESIDENTIAL SECURITISATION LTD	1	XS0168115482	AAA	Aaa	0.35%
MASTER ADJUSTABLE RATE MORTGAGES TRUST	2004-WMC2	US57643LDK98	A	A2	0.34%
Morgan Stanley Dean Witter Capital I Inc	2002-NC4	US61746WVT43	A	Aa2	0.40%
Morgan Stanley Home Equity Loans 2005-1	2005-1	US61744CLJ35	A	A2	0.67%
NEW CENTURY HOME EQUITY LOAN TRUST	2004-4	US64352VJP76	A-	A3	0.52%
New Century Home Equity Loan Trust 2004-3	2004-3	US64352VJA08	A-	A3	0.47%
Newcastle CDO II, Limited	II	US65105UAA88	AAA	Aaa	0.86%
OPTION ONE MASTER LOAN TRUST	2004-3	US68389FFX78	A+	A2	0.73%
Park Place Securities Inc	2004-WCW2	US70069FAR82	AAA	Aaa	0.35%
PARK PLACE SECURITIES INC	2004-WHQ2	US70069FEK93	AA-	Aa3	1.03%
Puma MasterFund P9	P9	AU300PUMA029	AAA	Aaa	2.99%
Punch Taverns Finance	Punch Taverns Receipts	XS0180015868	AAA	Aaa	0.80%
Residential Asset Securities Corporation	2004-KS3	US76110WYG67	A+	A2	0.18%
Residential Mortgage Securities	14X	XS0165457242	AAA	NR	0.72%
Residential Mortgage Securities	15X	XS0172080805	AAA	Aaa	1.05%
Residential Mortgage Securities	15X	XS0172081795	A+	NR	0.46%
Residential Mortgage Securities	16X	XS0175736593	AAA	Aaa	1.60%
Residential Mortgage Securities 15 Plc	15	XS0172081522	AAA	NR	1.11%
RMAC	2003-NS2X	XS0171104978	AAA	Aaa	0.93%
RMAC	2003-NS3X	XS0177532743	AAA	Aaa	1.80%
SAXON ASSET SECURITIES TRUST	2005-1	US805564RS25	A-	A3	0.47%
Saxon Asset Securities Trust 2002-3	2002-3	US805564MK44	AA	Aa2	1.20%
Securitized Asset Backed Receivables LLC	2004-NC2	US81375WBC91	A	A2	0.26%
SLM Student Loan Trust	2003-C	US78443CAZ77	AAA	Aaa	2.75%
SMHL Global Fund No. 3	3	AU000GLO3017	AA	Aa2	0.31%
Southern Pacific Securities	FX	XS0163532566	AAA	Aaa	0.34%
THE SUPERANNUATION MEMBERS HOME LOAN PROGRNO	2003-2	AU300SF40035	AAA	Aaa	3.59%
TORRENS TRUST	2003-1	AU300PTT3028	AAA	Aaa	1.82%
TRIZEHAHN OFFICE PROPERTIES TRUST	2001-TZHA	US896880AT86	AAA	Aaa	0.55%