

# UPDATE

Managed by QuadraVest Capital Management Inc.

November 6, 2000

INCOME FINANCIAL / STREAMS

## CI TO ACQUIRE MACKENZIE FINANCIAL

13<sup>TH</sup> HOLDING IN INCOME FINANCIAL TO BE SUBJECT TO TAKEOVER IN 20 MONTHS, 1<sup>ST</sup> HOLDING IN STREAMS

**C.I. Fund Management Inc., announced today, its plan to make an offer to acquire all of the outstanding common shares of Mackenzie Financial Corp. for \$28.25 a share, for total consideration of \$3.9 billion. This represents a 39% premium to the average closing price of Mackenzie shares over the past month.** This combination would form Canada's largest mutual-fund company with almost double the assets of its closest competitor. The company said, "We believe that the rapid globalization of the asset management industry now means that size is a competitive advantage".

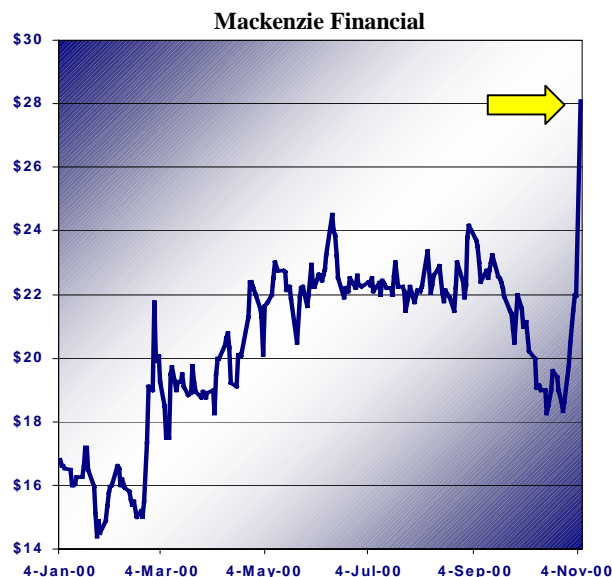
We believe that this view represents the prevailing view of senior management across all financial services firms. Globalization, cost cutting and deregulation in both Canada and the United States remain strong drivers that will drive further consolidation in the financial services sector in the months and years to come.

Throughout the past 20 months since launching Income Financial, we have been documenting our focus on consolidation within the financial services sector. Please see our web site for past articles of interest located under the Income Financial Product Updates, (see [www.quadravest.com](http://www.quadravest.com))

It is our belief that the consolidation trend will continue to be a powerful market force in both the Canadian and U.S financial services industries over the next several years. We believe that our portfolios continue to hold many companies that will benefit from this trend.

Recent takeover bids for holdings of Income Financial have included Desjardins-Laurentian, Bissett and Associates, Painewebber, Mercantile Bancorporation, Sterling Bancorp, Perigee Inc., BPI Financial, Telebank Financial, Dime Bancorp, Trimark Financial and JP Morgan.

The bid for Mackenzie is the first holding of STREAMS to be subject to a takeover bid since the launch of STREAMS less than a month ago.



### INCOME FINANCIAL

Trading Symbol:	INC.un
Current Price:	\$24.85
Current Yield:	8.9% <sup>1</sup>
Distributions Since Inception (per unit)	\$3.87
Return Since Inception (20 months)	30.4% <sup>2</sup>

<sup>1</sup> Based on base monthly distribution rate excluding Special Distributions

<sup>2</sup> Based on total cash distributions plus change in NAV since inception to October 31, 2000

### STREAMS

Trading Symbol:	STR
Current Price:	\$25.00
Current Yield:	10.00%



[www.quadravest.com](http://www.quadravest.com)

Royal Trust Tower 77 King Street West PO Box 341 Toronto, Ontario M5K 1K7  
Tel: (416) 304-4443 Toll: (877) 478-2372 Toll: (877) 4QUADRA Fax: (416) 304-4441

[info@quadravest.com](mailto:info@quadravest.com)