



May 11, 2007

**Subject: VBA's U.S. Pension Fund Composite Ranks
42nd Percentile on Six-Year Basis, 15th Percentile on One-Year Basis, and
6th Percentile for the First Quarter 2007
Changes to the U.S. Small-Cap Equity Management Division
VBA Nominated in the First Annual Emerging Manager Awards**

It is again my pleasure to report on the outstanding long-term investment performance results of the U.S. Small-Cap Equity Management Division as indicated in the table below and in the enclosed charts relative to our peers.

U.S. Small-Cap Investment Performance

The following table shows the investment performance results of the Van Berkomp and Associates Inc.'s ("VBA") U.S. Pension Fund Composite for the period ended March 31, 2007 compared with the Russell 2000 Small-Cap Index as well as the S&P 500 Index.

**VBA U.S. Pension Fund Composite Results
Time-Weighted Rates of Return
(To March 31, 2007)**

	1 Mo.	3 Mos.	YTD	1 Yr.	2 Yrs.	3 Yrs.	4 Yrs.	5 Yrs.	Since
	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)	06/30/00
	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)
VBA U.S. Pension Fund	2.03	6.87	6.87	11.88	14.22	13.86	20.75	11.35	15.17
Russell 2000 Index	1.07	1.95	1.95	5.91	15.45	12.00	23.17	10.95	8.05
S&P 500 Index	1.16	0.64	0.64	11.79	11.75	10.04	15.82	6.24	1.31
Value Added	0.96	4.92	4.92	5.97	-1.23	1.86	-2.42	0.40	7.12
(VBA U.S. Composite minus Russell 2000)									

NOTE: Van Berkomp and Associates Inc. [an entity registered with the Quebec, Nova Scotia, Ontario, Alberta, and British Columbia Securities Commissions as Investment Counsellor and with the Securities and Exchange Commission (United States) as Investment Advisor] has prepared and presented the report in compliance with the Performance Presentation Standards of the CFA Institute (AIMR-PPS™). The CFA Institute has not been involved with the preparation or review of this report. As at March 31, 2007, the VBA U.S. Pension Fund Composite ("VBA US Pension Fund") totalled US\$272.5 million in small-cap assets, which represented 95.6% of the firm's US assets under management and 23.1% of the firm's total assets under management. The VBA U.S. Pension Fund Composite includes five major pension fund accounts. A complete list of the firm's composites and a description of each are available.

Significant changes to VBA's U.S. Small-Cap Equity Division ("U.S. Team")

I also wish to inform you of the significant changes that took effect on April 1, 2007, with respect to VBA's U.S. Small-Cap Equity Division.

Steve Boutin resigned as Vice-President, U.S. Small-Cap Equity Division, to commence a new company ("Boutin/Newco") that will provide a North American pooled fund vehicle to high-net worth individuals. VBA and Boutin/Newco also entered into a Sub-Advisory Agreement that provides VBA with the majority of Boutin/Newco's time to continue to find new investment ideas for the U.S. Team. VBA also entered into an Infrastructure Services Agreement with Boutin/Newco whereby VBA will provide office and back-office support services to Boutin/Newco.

Mathieu Sirois, Portfolio Manager, U.S. Small-Cap Equities, who has been working with Steve Boutin for the last seven years, was appointed Senior Portfolio Manager, U.S. Small-Cap Equities effective April 1st, 2007, and is now responsible for the management of VBA's U.S. Small-Cap Equity Management Division.

Philippe Hynes, Analyst, U.S. Small-Cap Equities, who has also been working with Steve Boutin over the last three years, will now be reporting directly to Mathieu Sirois.

Andrew Chan, Analyst, U.S. Small-Cap Equities, started his career working with Steve Boutin in 2001. After 18 months at VBA, Andrew decided to get his Master's Degree at HEC in Montreal, and then worked for two years at Montrusco/Bolton in Montreal. Andrew decided to rejoin VBA effective May 7, 2007.

As a result of these changes, the U.S. Team now has the input of four proven Analysts/Portfolio Managers to deliver long-term investment performance results.

Comparative Investment Performance versus Russell/Mellon Universe of U.S. Small-Cap Managers

I have enclosed the comparative investment performance results of the VBA U.S. Pension Fund Composite in the Russell/Mellon Analytical Services ("Russell/Mellon") Universe of U.S. small-cap equity managers. Also enclosed is the risk/reward chart showing the VBA U.S. Pension Fund Composite versus a universe of 232 U.S. Small-Cap portfolios as evaluated by the Russell/Mellon Analytical Services LLC.

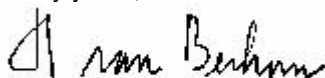
VBA's U.S. Pension Fund Composite ranks in the 42nd percentile in investment performance results of U.S. small-cap equity managers for the six years ended March 31, 2007, in the 15th percentile for the one year ended March 31, 2007, and 6th percentile for the quarter ended March 31, 2007.

VBA Nominated for the First Annual Emerging Manager Awards

Finally, it is with great pleasure that I announce that Van Berkomp and Associates Inc.'s U.S. Small-Cap Equity Product was one of the top three nominees in the small-cap equity category for *Emerging Manager Monthly*, in association with *eVestment Alliance*, First Annual Emerging Manager Awards.

If you would like to learn more about VBA and our U.S. Small-Cap Equity Management Division, please visit us on our web site at www.vbassociates.com or call me at 1 888 VBA-5759, extension 223 or at (514) 985-5759, extension 223, Mathieu Sirois at extension 237 or Benoît Durand at extension 226 or by e-mail at contact@vbassociates.com.

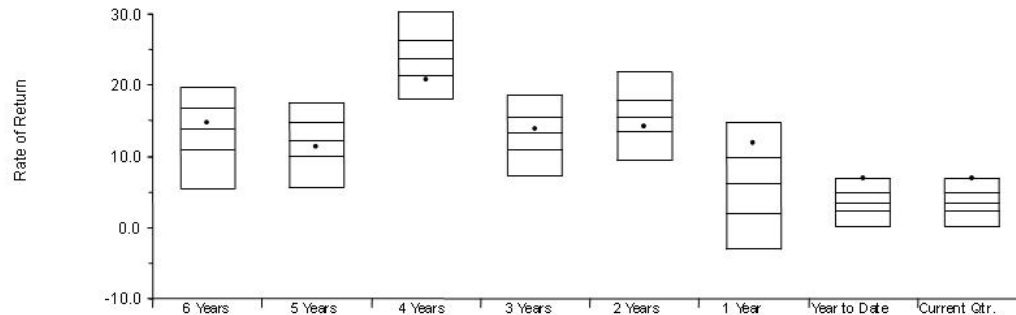
Sincerely yours,



J. Sebastian van Berkomp
President and Chief Executive Officer

VBA U.S. PENSION FUND COMPOSITE – RUSSELL/MELLON UNIVERSE

Total Fund: Rates of Return for Periods Ending March 31, 2007



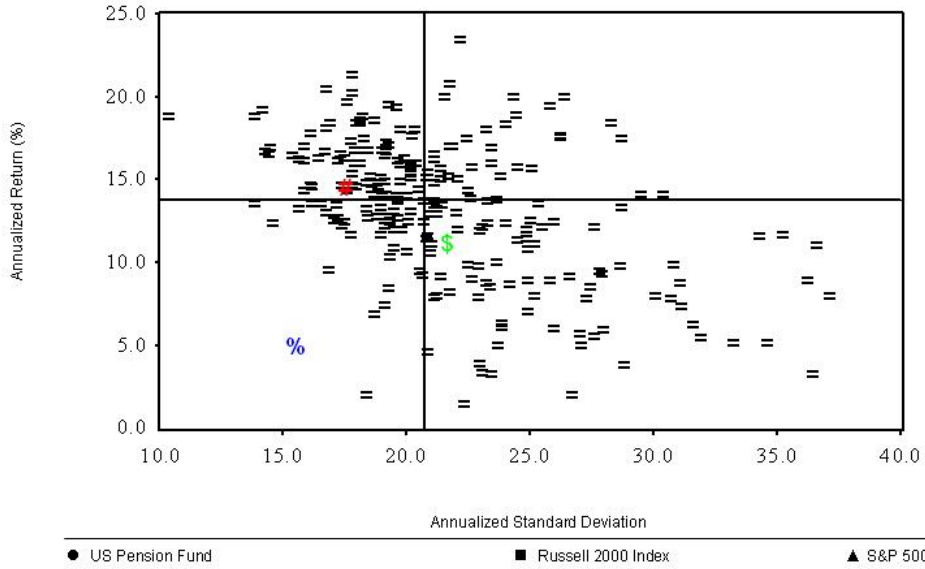
	6 Years	5 Years	4 Years	3 Years	2 Years	1 Year	Year to Date	Current Qtr.
5 th Percentile	19.7	17.6	30.3	18.7	21.9	14.7	6.9	6.9
25 th Percentile	16.6	14.7	26.3	15.5	17.9	9.7	4.9	4.9
Median	13.9	12.2	23.8	13.3	15.4	6.2	3.4	3.4
75 th Percentile	10.9	9.9	21.3	11.0	13.4	1.9	2.2	2.2
95 th Percentile	5.4	5.6	18.1	7.3	9.3	-3.1	0.1	0.1
VBA U.S. Pension Fund	14.8	11.4	20.7	13.9	14.2	11.9	6.9	6.9
Russell 2000 Index	11.4	10.9	23.2	12.0	15.4	5.9	1.9	1.9
S&P 500 Index	5.2	6.3	15.8	10.1	11.8	11.8	0.6	0.6

Note: Van Berkomp and Associates Inc. [an entity registered with the Quebec, Nova Scotia, Ontario, Alberta and British Columbia Securities Commissions as Investment Counsellor and Portfolio Manager with unrestricted practice and with the Securities and Exchange Commission (United States) as Investment Advisor] has prepared and presented this report in compliance with the Performance Presentation Standards of the CFA Institute (AIMR-PPSSM). The CFA Institute has not been involved with the preparation or review of this report. As of March 31, 2007, the VBA US Pension Fund Composite ("VBA US Pension Fund") totaled US\$272.5 million in small-cap assets, which represented 95.6% of the firm's US assets under management and 23.1% of the firm's total assets under management. The VBA US Pension Fund Composite includes five major pension fund accounts. A complete list of the firm's composites and a description of each are available.

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VBA US PENSION FUND COMPOSITE RISK/REWARD US SMALL-CAP EQUITY UNIVERSE

(Six-Year Period Ending March 31, 2007)



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