



WEBB ASSET MANAGEMENT

January, 2011

# Enhanced Income Fund

SYSTEMATIC, PROVEN & RELIABLE

## Webb Enhanced Income Fund - WAM 102

January 31, 2011

Country	Name	Sector	Securities				Call / Put	Options *					Yields		
			Long/Short	% Size	Current Price	Yield		Options Price	Days Out	Strike vs Price	Yield	Annual Yield	Combined Annual Yield	Weighted Combined Annual Yield	
CAD	CHEMTRADE LOGISTICS T/U	MATERIALS	L	7.7	\$14.88	8.2%								8.2%	0.6%
USD	IPATH S&P 500 VIX ETN-NEW	VOLATILITY ETF	L	5.0	\$32.04	0.0%	c	\$1.90	25	2.9%	5.8%	84.1%		84.1%	4.2%
CAD	UNITS-LABRADOR IRON ORE	MATERIALS	L	4.6	\$69.65	2.8%								2.8%	0.1%
CAD	VERESEN INC	ENERGY	L	4.6	\$12.99	7.9%								7.9%	0.4%
CAD	ENERPLUS CORP	ENERGY	L	4.3	\$32.25	6.8%								6.8%	0.3%
CAD	BONAVISTA ENERGY CORP	ENERGY	L	3.9	\$29.53	4.9%								4.9%	0.2%
USD	ANGLOGOLD ASHANTI LTD ADR	MATERIALS	L	3.8	\$43.04	0.4%	c	\$1.20	25	1.2%	2.7%	39.8%		40.2%	1.5%
CAD	NORTH WEST CO INC	CONSUMER DISCRETIONARY	L	3.8	\$21.09	6.5%								6.5%	0.2%
CAD	AGF MANAGEMENT LTD-B NV	FINANCE	L	3.7	\$18.64	5.6%								5.6%	0.2%
CAD	GOLDCORP INC	MATERIALS	L	3.6	\$40.19	0.9%	c	\$1.10	25	0.9%	2.7%	40.0%		40.8%	1.5%
CAD	IAMGOLD CORP	MATERIALS	L	3.4	\$19.04	0.4%	p	\$0.46	25	3.7%	2.4%	35.2%		35.6%	1.2%
CAD	LULULEMON ATHLETICA INC	CONSUMER DISCRETIONARY	L	3.1	\$68.68	0.0%	c	\$1.90	25	3.4%	2.9%	42.7%		42.7%	1.3%
CAD	POTASH CORP	MATERIALS	L	3.1	\$177.78	0.0%	p	\$4.95	25	1.5%	3.1%	45.2%		45.2%	1.4%
USD	THE MOSAIC COMPANY	MATERIALS	L	3.1	\$81.04	0.0%	p	\$1.89	25	3.2%	2.6%	38.1%		38.1%	1.2%
USD	TRW AUTOMOTIVE HOLDINGS CORP	INDUSTRIAL	L	3.1	\$59.66	0.0%	p	\$1.70	25	3.0%	3.1%	45.1%		45.1%	1.4%
USD	SM ENERGY CO	ENERGY	L	3.1	\$62.16	0.0%	p	\$1.55	25	1.1%	2.8%	41.1%		41.1%	1.3%
USD	PROSHARES ULTRASHORT 20+ YEAR	INTEREST RATE ETF	L	3.1	\$39.05	0.0%	p	\$0.63	24	3.1%	1.7%	25.2%		25.2%	0.8%
CAD	CANFOR PULP PRODUCTS INC	MATERIALS	L	3.1	\$14.94	19.0%								19.0%	0.6%
CAD	GENIVAR INC	INDUSTRIAL	L	3.1	\$32.36	6.3%								6.3%	0.2%
CAD	PPL CORPORATION	UTILITY	L	3.1	\$22.18	5.6%								5.6%	0.2%
CAD	CANEXUS INCOME FUND T/U	ENERGY	L	2.9	\$6.60	8.3%								8.3%	0.2%
CAD	BOSTON PIZZA ROYL INC T/U	CONSUMER DISCRETIONARY	L	2.9	\$15.09	9.2%								9.2%	0.3%
CAD	FREEHOLD ROYALTIES LTD	MATERIALS	L	2.8	\$21.12	8.0%								8.0%	0.2%
USD	TERRA NITROGEN LPU	MATERIALS	L	2.7	\$108.36	5.0%								5.0%	0.1%
USD	AT & T INC	UTILITY	L	2.7	\$27.52	6.2%								6.2%	0.2%
CAD	AG GROWTH INTL INC	INDUSTRIAL	L	2.6	\$50.20	4.8%								4.8%	0.1%
CAD	PENGROWTH ENERGY CORP	ENERGY	L	2.6	\$12.62	6.7%								6.7%	0.2%
CAD	IBI GROUP INC	INDUSTRIAL	L	2.4	\$14.16	7.8%								7.8%	0.2%
CAD	WAJAX CORP	INDUSTRIAL	L	2.1	\$37.48	9.0%								9.0%	0.2%
<b>Total Invested</b>				<b>99.8%</b>											
<b>Simple Average</b>						<b>4.8%</b>								<b>19.9%</b>	
<b>Weighted Average</b>						<b>4.8%</b>									<b>20.5%</b>
								<b>25</b>	<b>2.4%</b>	<b>3.0%</b>	<b>43.6%</b>				

### Running Option Statistics of the Fund

Number of options written	155
Number of options exercised	52
Average # of days for options written	28
Average % of strike price above stock price	3.0%
Average current yield of options written	3.7%
Average annualized yield of options written	49.5%
% of Fund with options this month	34.3%

### Internal Retained Earnings Yield

Internal Cash Yield	20.5%
MER	-2.75%
Current Yield to Unit Holder	-7.1%
Retained Earnings Yield	10.6%

### Yield to Unit Holders as of 1-31-11

Fund Price	\$8.44
Monthly Distribution	\$0.05
<b>Current Yield to Unit Holders</b>	<b>7.1%</b>
Interest Equivalent Yield **	11.8%

\* Option numbers are based on the time the options were actually written.

\*\* Assumes Personal Tax Rate of 40%

**Disclaimer:** Commissions, trailing commissions, management fees and expenses all may be associated with the Fund. The investment may not be suitable for all investors. Some conditions apply. Investors should carefully review the Fund's Offering Memorandum, including the risk factors detailed therein under the heading "Risk Factors", prior to investing in the Fund. The indicated rates of return are the historical annualized compounded total returns (periods less than 1 year are un-annualized simple returns) including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. There can be no assurance that the Fund objectives will be met. The Fund is not guaranteed, its value changes frequently and past performance may not be repeated. The opinions expressed in the commentary are those of the author and do not necessarily reflect the views and opinions of the Manager or any distributor of the Manager Funds. The views expressed are of a general nature should not be interpreted as investment advice to you in any way. Please consult a qualified financial advisor before making an investment decision. The portfolio manager/advisor/sub-advisor has a direct interest in the management and performance fees of the Fund, and may, at any given time, have a direct interest in the Fund itself.

Webb Asset Management Canada, Inc.