



## REPORT OF THE INDEPENDENT REVIEW COMMITTEE

The Independent Review Committee (“IRC”) of the Marret Investment Grade Bond Fund (the “Fund”) is pleased to submit its report to unitholders of the Fund for the Fund’s most recently completed financial year ended December 31, 2009.

### 1. MEMBERS OF THE INDEPENDENT REVIEW COMMITTEE

The following is the name of each member of the IRC as of the date of this report, his length of service on the IRC and his other IRC memberships:

Name	Length of Service	Other IRC Memberships
John Anderson (Chair)	Since inception of the Fund	Marret High Yield Strategies Fund Marret HYS Trust Marret IGB Trust
Ross MacKinnon	Since inception of the Fund	Marret High Yield Strategies Fund Marret HYS Trust Marret IGB Trust
Richard Stone	Since inception of the Fund	Marret High Yield Strategies Fund Marret HYS Trust Marret IGB Trust

There have been no changes in the composition or membership of the IRC during the most recently completed financial year.

The members of the IRC have concluded that they have no material relationship with the Fund that could reasonably be perceived to interfere with any member’s judgment regarding a conflict of interest matter.

### 2. HOLDINGS OF SECURITIES

#### (a) Fund

As at December 31, 2009, no member of the IRC beneficially owned, directly or indirectly, any units of the Fund.

#### (b) Manager

As at December 31, 2009, no member of the IRC beneficially owned, directly or indirectly, any class or series of securities of Marret Asset Management Inc. (the “Manager”).

(c) **Service Providers**

As at December 31, 2009, no member of the IRC beneficially owned, directly or indirectly, any class or series of securities of a service provider to the Fund.

**3. COMPENSATION AND INDEMNITIES**

The aggregate compensation paid to the IRC in respect of all Marret Funds during the most recently completed financial year was \$14,290.41. This amount was prorated based on annual compensation of \$32,000 (\$12,000 for the Chair and \$10,000 for each member).

The compensation of the IRC is set, from time to time, by the IRC, giving consideration to the following:

- (i) the most recent assessment of its compensation;
- (ii) the Manager's recommendation, if any;
- (iii) the number, nature and complexity of the investment funds and fund families for which it acts;
- (iv) the nature and extent of the workload of each member of the IRC, including the commitment of time and energy that is expected from each member;
- (v) industry best practices, including industry averages and surveys on independent review committee compensation;
- (vi) the best interests of the Fund; and
- (vii) such other factors deemed necessary or appropriate.

The IRC has set the same compensation for the 2010 financial year.

No indemnities have been paid to members of the IRC by the Fund during the most recently completed financial year.

**4. CONFLICT OF INTEREST MATTERS**

(a) **Manager acting without positive recommendation**

The IRC is not aware of any instance where, during the most recently completed financial year, the Manager acted in a conflict of interest matter referred to the IRC for which the IRC did not provide a positive recommendation.

(b) **Manager failing to meet condition**

The IRC is not aware of any instance, during the most recently completed financial year, where the Manager acted in a conflict of interest matter but did not meet a condition imposed by the IRC in its recommendation or approval.

(c) **Reliance on standing instructions, recommendations and approvals**

During the financial year, the Manager relied on the following standing instructions, recommendations and approvals of the IRC:

**Standing Instructions:**

None


**Recommendations:**

None

**Approvals:**

None

Respectfully submitted this 29<sup>th</sup> day of March, 2010.

  
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John Anderson  
Chairman of the Independent Review Committee