

Portfolio Adviser: TD Asset Management Inc.

Portfolio Managers: Eduardo Orfao, Michelle Hegeman

Fund Facts

As at July 31, 2010

Fund Management Style

	Quality		
	Low	Med	High
Short			
Med			
Long			

Risk Profile

High	
Mod	
Low	

Portfolio Update

Canadian bonds posted positive returns in July, led by corporate bonds. Demand for corporate bonds remained solid. Government bonds continued to benefit from a flight to quality amid concerns over the strength of the global economic recovery. Mid-term bonds outperformed short- and long-term issues. The Bank of Canada (BoC) raised the overnight rate to 0.75 percent from 0.50 percent at its July policy announcement. It was the second straight 25-basis-point increase. The BoC noted that economic activity in Canada is unfolding largely as expected, led by government and consumer spending. However, it anticipates the recovery in Canada to be more gradual than it had previously projected.

Fund Category

Canadian Fixed Income

Benchmark

DEX Universe Bond Index

Investor Series	Fund Codes	Inception Date	NAV \$	AUM (C\$ Mil)	MER*
C\$	TDB966	May 13/1997	10.87	173.2	0.79

* As of December 31, 2009

Summary Fund Objective

To maximize total return through both interest income and capital appreciation by tracking the performance of the DEX Universe Bond Index.

Fund Distribution

The Fund may distribute net income monthly and net realized capital gains annually.

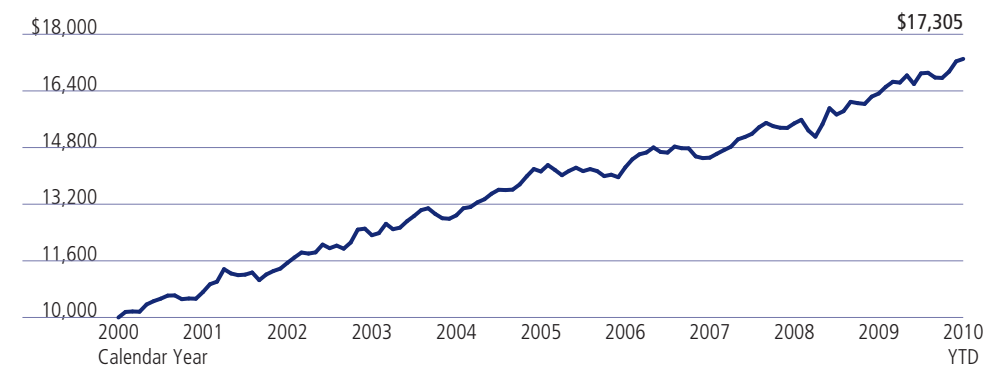
Performance

Historical Performance & Rankings		1 Mo.	3 Mo.	6 Mo.	1 Yr	2 Yrs	3 Yrs	5 Yrs	10 Yrs	Since Inc.		
Investor	Performance %	0.4	3.2	2.4	6.0	5.7	6.0	4.1	5.6	5.6		
	Quartile Ranking	3	1	2	3	3	2	2	2	-		
Calendar Performance %		YTD	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Investor		4.3	4.3	5.4	2.9	3.1	5.4	6.1	5.5	7.7	7.0	9.5

Historical numbers reflect the performance from date of inception and not from date of sale. Quartile Source : Morningstar®. Calendar performance indicates one-year returns for the Fund as of December 31. YTD indicates return from January 1, 2010 to July 31, 2010.

Growth of \$10,000 and Holdings

Growth of \$10,000: 10-Year History



Asset Weightings % of Portfolio

Federal Bonds & Guarantees	46.1
Corporate Bonds	27.3
Provincial Bonds & Guarantees	23.5
Municipal Bonds	1.9
Cash & Cash Equivalents	1.2

Fixed Income Weightings % of Portfolio

20+ Yr Bonds	15.0
10 - 20 Yr Bonds	11.5
5 - 10 Yr Bonds	22.6
1 - 5 Yr Bonds	49.7

Top 10 Holdings

#	Issuer	% of Portfolio	#	Issuer	% of Portfolio
1.	Canada Housing Trust No. 1 4.55% due December 15, 2012	2.6	6.	Government of Canada 5.75% due June 01, 2033	1.5
2.	Government of Canada 3.75% due June 01, 2019	1.8	7.	Government of Canada 5.00% due June 01, 2037	1.4
3.	Government of Canada 3.00% due June 01, 2014	1.7	8.	Government of Canada 4.25% due June 01, 2018	1.3
4.	Canada Housing Trust No. 1 4.60% due September 15, 2011	1.7	9.	Canada Housing Trust No. 1 4.00% due June 15, 2012	1.2
5.	Government of Canada 2.00% due December 01, 2014	1.6	10.	Canada Housing Trust No. 1 3.95% due December 15, 2011	1.2

Percentage of the Fund's net assets represented by Top 10 Holdings 16.0%

The information contained in this mutual fund profile (the "Profile") is based on information as at the date indicated on the top right corner of the Profile page, and does not necessarily reflect subsequent changes in market conditions. The information has been drawn from sources believed to be reliable. Where such statements are based in whole or in part on information provided by third parties, they are not guaranteed to be accurate or complete. The information does not provide individual financial, legal, tax or investment advice and is for information purposes only. Graphs and charts are used for illustrative purposes only and do not reflect future values or future performance of any fund. Particular investment or trading strategies should be evaluated relative to each individual's objectives and risk tolerance. TD Asset Management Inc. ("TDAM"), The Toronto-Dominion Bank and its affiliates and related entities are not liable for any errors or omissions in the information or for any loss or damage suffered.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus, which contains detailed investment information, before investing. The indicated rates of return are the historical annual compounded total returns for the period indicated 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 unitholder that would have reduced returns. Mutual funds are not guaranteed or insured, their values change frequently and past performance may not be repeated.

TD Mutual Funds are managed by TDAM, a wholly owned subsidiary of The Toronto-Dominion Bank and are available through TD Investment Services Inc. (principal distributor), TD Waterhouse Canada Inc. (Member CIPF) and independent dealers.

Mutual Funds Representatives with TD Investment Services Inc. distribute mutual funds at TD Canada Trust.

Mutual fund strategies and current holdings are subject to change.

A 30 day early redemption fee of up to 2%, payable to the fund, may apply to all units of TD Mutual Funds and TD Managed Assets Program Portfolios (except TD Money Market Funds and e-Series units). A 90 day early redemption fee of up to 2%, payable to the fund, may apply to all e-Series units of TD Mutual Funds and TD Managed Assets Program portfolios.

Quartile rankings are compiled by sorting the funds by returns and range from 1 to 4 for all time periods covered and can change monthly. The top performing 25% of funds in each fund category are assigned a ranking of 1, the next 25% a 2, etc.

©©2010 Morningstar is a registered trademark of Morningstar Research Inc. All rights reserved.

All trademarks are the property of their respective owners.

TD Mutual Funds is a trade-mark of The Toronto-Dominion Bank, used under license.
