



UPDATE

Dividend 15 Split Corp is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in a diversified, high quality portfolio consisting of 15 high-yielding Canadian companies. Two types of shares are available, a Class A and a Preferred.

Objectives

Preferred Shares (TSX: DFN.PR.A):

(i) to provide holders of the Preferred Shares with fixed, cumulative preferential monthly cash dividends in the amount of \$0.04375 per Preferred Share to yield **5.25% per annum** on the original issue price; and (ii) on or about December 1, 2009 (termination date), to pay the holders of the Preferred Shares the original issue price of those shares.

Class A Shares (TSX: DFN):

(i) to provide holders of the Class A Shares with regular monthly cash dividends initially targeted to be \$0.10 per Class A Share to yield **8.0% per annum** on the original issue price; and (ii) on or about December 1, 2009 (termination date), to pay the holders of Class A Shares at least the original issue price of those shares.

Distributions

Record Date	DFN	DFN.PR.A	Pay Date
Total to Date	\$0.80	\$0.3710	\$1.17
Nov 30/04	\$0.10	\$0.0438	Dec 10/04
Oct 29/04	\$0.10	\$0.0438	Nov 10/04
Sep 30/04	\$0.10	\$0.0438	Oct 8/04
Aug 31/04	\$0.10	\$0.0438	Sep 10/04
July 30/04	\$0.10	\$0.0438	Aug 10/04
Jun 30/04	\$0.10	\$0.0438	July 9/04
May 31/04	\$0.10	\$0.0438	Jun 10/04
Apr 30/04 (Initial)	\$0.10	\$0.06473*	May 10/04

*For the period Mar 16/04 to Apr 30/04.

Commentary – Dividend Increases

Scotia Bank (BNS-T) reported record annual profits after solid gains in mortgage & consumer lending and strong securities gains, allowing the bank to raise its quarterly dividend on common shares by 6.6% from \$0.30 per share to \$0.32 per share.

Royal Bank of Canada (RY-T) reported 4th quarter results on Nov. 30th with lower than expected earnings due to one-time charges. Capital markets reported quarterly contribution that was the highest in several years, and the insurance & global services operations had solid quarters. Royal Bank raised its quarterly dividend to \$0.55 per share, up 8% from \$0.52 per share last quarter.

Canadian Imperial Bank of Commerce (CM-T) reported 4th quarter results on Dec. 2nd with lower than expected profit due to one-time charges (Enron related issues). CIBC raised its quarterly dividend \$0.65 per share, up 8.3% from \$0.60 per share last quarter.

BNS, RY and CM are holdings of Dividend 15 Split Corp.

Details

Gross Proceeds:	\$210,000,000
Units Issued:	8,400,000
Inception Date:	March 16, 2004
Termination Date:	Dec 1, 2009
Net Asset Value:	\$24.53 (Nov 30/04)
Cash Weighting:	4%
Canadian Equity Weighting:	86%
DFN.PR.A Issue Price	\$10.00
Trading Price:	\$10.68 (Nov 30/04)
Current Yield:	4.9% annually
DFN Issue Price:	\$15.00
Trading Price:	\$13.77 (Nov 30/04)
Current Yield:	8.7% annually

Holdings Sorted By Weight Symbol

Canadian Imperial Bank of Commerce	CM
BCE Inc.	BCE
Bank of Montreal	BMO
TransAlta	TA
Brascan Corporation	BNN
Telus Corporation	T
National Bank of Canada	DFS
Toronto-Dominion Bank	TD
The Thomson Corporation	TOC
Royal Bank	RY
Manulife Financial	MFC
Enbridge Inc.	ENB
Bank of Nova Scotia	BNS
TransCanada Cororation	TRP
Noranda Inc.	NRD

Weightings subject to change at any time.