



Dividend 15

As at September 30, 2011

Monthly Update

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

	One Month to Sept 30, 2011	Year to Date Sept 30, 2011
TSX	-8.97%	-13.53%
S&P 500	-7.18%	-10.04%
DJII	-6.03%	-5.74%
NASDAQ	-6.36%	-8.95%

Distributions (by record date)

	DF	DF (specials)	DF.PR.A	Total
Total to Date	\$5.20	-	\$2.5585	\$7.7585
2011 YTD	\$0.90	-	\$0.3938	\$1.2938
2010	\$1.20	-	\$0.5250	\$1.7250
2009	\$0.70	-	\$0.5250	\$1.2250
2008	\$1.10	-	\$0.5250	\$1.6250
2007	\$1.20	-	\$0.5250	\$1.7250
2006 (initial)	\$0.10	-	\$0.06473 ⁽¹⁾	\$0.16473

⁽¹⁾ Initial distribution for the period Nov 16/06 to Dec 31/06.

Commentary

The North American financial markets continued to weaken during the month largely as a result of US economic data suggesting the economic recovery had begun to moderate significantly. Global economic indicators have deteriorated with several Euro zone countries having to consider significant reductions in spending to reign in record deficits. Market participants are concerned that this will further impact growth in these countries with a spillover to overall world growth. As mentioned in previous commentaries, the key question of whether economic growth can become sustainable without the continued record levels of fiscal and monetary stimulus, remains to be answered in the coming months and years.

Canadian economic indicators generally remain relatively strong with housing and employment conditions much stronger than most other developed economies. Although it should be noted that Canadian economic growth did stall out in the second quarter and could continue to deteriorate if global financial conditions worsen. Record low interest rates in North America are expected to remain until economic growth is deemed to be on a self sustaining growth path. In the context of these low rates, the valuations of the companies in the portfolio generally remain at very reasonable levels when measured by price to earnings ratios and current dividend yields and this should continue to act as a major support at these current market prices. The dividend income continues to be supplemented by income generated from the covered call writing overlay on the companies in the Portfolio.

Details

Gross Proceeds:	\$139,750,000
Units Issued:	5,590,000
Inception Date:	November 16, 2006
Termination Date:	December 1, 2014
Net Asset Value	\$15.63

Cash Weighting:	7%
Canadian Equity Weighting:	93%

DF.PR.A	Trading Price:	\$10.20
	Current Yield*:	5.1%
	Asset Coverage:	156%
	Market Capitalization:	\$51,601,800

DF	Trading Price:	\$9.01
	Current Yield*:	13.3%
	Market Capitalization:	\$45,581,590

*Last distribution annualized.

Top Holdings (sorted by weight)

Telus Corporation
 Canadian Imperial Bank of Commerce
 Enbridge Inc.
 CI Financial Corp.
 TMX Group Inc.
 BCE Inc.
 Toronto-Dominion Bank
 Sun Life Financial Inc.
 TransAlta Corporation
 Manulife Financial Corporation
 Royal Bank of Canada
 Bank of Montreal
 Bank of Nova Scotia
 Thomson Reuters Corp.
 TransCanada Corp.

Weightings subject to change at any time.

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