



BROMPTON
FUNDS

VALUE
INTEGRITY
PERFORMANCE

– the foundation for excellence



BROMPTON SPLIT BANC CORP.

**S B C ,
S B C . P R . A**

Equal weight portfolio of the equity securities of the “Big Six” Canadian banks, using a split share structure. The Preferred shares are rated Pfd-3 by DBRS.

Management Report of Fund Performance

August 13, 2009

This interim management report of fund performance for Brompton Split Banc Corp. (the “Fund”) contains financial highlights but does not contain the interim financial statements of the Fund. The interim financial statements follow this report. You may obtain a copy of the interim or annual financial statements, at no cost, by calling 866-642-6001 or by sending a request to Investor Relations, Brompton Funds, Bay Wellington Tower, Brookfield Place, 181 Bay Street, Suite 2930, P.O. Box 793, Toronto, Ontario, M5J 2T3, or by visiting our website at www.bromptongroup.com or SEDAR at www.sedar.com.

Shareholders may also contact us using one of these methods to request a copy of the Fund’s proxy voting policies and procedures, proxy voting disclosure record, independent review committee’s report, or quarterly portfolio disclosure.

In accordance with investment fund industry practice, all figures presented in this management report of fund performance are based on the Fund’s calculation of its weekly Net Asset Value (“Net Asset Value”), which is exempted from the application of Canadian Institute of Chartered Accountants (“CICA”) Section 3855, except for the figures presented in the Net Assets per Class A Share table, which can be found under Financial Highlights. In accordance with National Instrument (“NI”) 81-106, the figures in this table must be derived from the financial statements.

The Fund

Brompton Split Banc Corp. is a mutual fund corporation managed by Brompton Funds Management Limited (the “Manager”). The Fund has Class A and Preferred shares outstanding which trade on the Toronto Stock Exchange (“TSX”) under the symbols SBC and SBC.PR.A, respectively. The Class A and Preferred shares are RRSP, DPSP, RRIF, RESP and TFSA eligible. The Preferred shares are rated Pfd-3 by Dominion Bond Rating Service Limited (“DBRS”). The Class A and the Preferred shares are scheduled to be redeemed by the Fund on November 30, 2012.

Investment Objectives and Strategies

The Fund’s investment objectives are:

- i) to provide holders of Preferred shares with fixed, cumulative, preferential quarterly cash distributions in the amount of \$0.13125 per share and to return the original issue price to shareholders on November 30, 2012, and
- ii) to provide holders of Class A shares with regular monthly cash distributions targeted to be \$0.10 per share and with the opportunity for growth in Net Asset Value per share.

To achieve these objectives, the Fund invests in a common share portfolio of the following six Canadian banks on an equally weighted basis at the time of investment and on any subsequent rebalancing:

Bank of Montreal	Royal Bank of Canada
Canadian Imperial Bank of Commerce	The Bank of Nova Scotia
National Bank of Canada	The Toronto-Dominion Bank

Highstreet Asset Management Inc. (“Highstreet”) is the Fund’s Option Advisor and is responsible for investing the common share portfolio. The portfolio is rebalanced, at least annually, to adjust for changes in the market value of investments and to reflect the impact of a merger or acquisition affecting one or more of the banks. Highstreet may write covered call options and cash covered put options in respect of the portfolio to generate additional distributable income for the Fund. In addition, the Fund may sell investments for working capital purposes or replace investments with proceeds from the exercise of covered call options previously written.

Risks

Risks associated with an investment in the shares of the Fund are discussed in the Fund’s 2008 annual information form, which is available on the Fund’s website at www.bromptongroup.com or on SEDAR at www.sedar.com. There were no changes to the Fund over the period that materially affected the risks associated with an investment in the shares of the Fund.

Recent Developments

Distributions

Distributions to Class A shareholders were reinstated in April 2009 after a suspension commencing in December 2008 when the Net Asset Value per unit (consisting of one Class A share and one Preferred share) had fallen below \$15.00. As at April 16, 2009, the Net Asset Value per unit had recovered to \$16.32, and the Fund announced a monthly distribution of \$0.10 per Class A share. In accordance with the Fund’s share provisions, the Fund will continue to monitor its Net Asset Value on a monthly basis to determine whether the Fund will pay a Class A share distribution in each subsequent month. There has been no suspension of regular quarterly Preferred share dividends.

Results of Operations

Distributions

For the six months ended June 30, 2009, the Fund declared distributions of \$0.30 per Class A share and \$0.2625 per Preferred share, compared to \$0.60 per Class A share and \$0.2625 per Preferred share in the same period in 2008. The lower level of distributions per Class A share in 2009 was due to the suspension of distributions for the months of January, February and March, as discussed under Recent Developments. Since inception on November 16, 2005, the Fund has distributed \$3.95 per Class A share and \$1.90 per Preferred share.

Revenues and Expenses

The Fund’s investment portfolio generated dividend income of \$0.48 per Class A share for the six months ended June 30, 2009, compared to \$0.49 in 2008. Total expenses were \$0.08 per Class A share for the first half of 2009, down from \$0.10 in the same period in 2008. This decline was primarily due to the lower average Net Asset Value in 2009, which lowered management fees and service fees on a per Class A share basis.

Net Asset Value

With the rebound in the value of equity markets experienced in the first half of 2009 and the impact of leverage from the Preferred shares, the Net Asset Value per Class A share increased by 124% during the period, from \$4.13 at December 31, 2008, to \$9.25 per Class A share as at June 30, 2009. The Net Asset Value of the Fund is determined by taking the total assets of the Fund and deducting the Fund’s liabilities. For these purposes, the Preferred shares are not considered a liability of the Fund. The aggregate Net Asset Value of the Fund increased by \$27.6 million, or 30.5%, from \$90.2 million at December 31, 2008 to \$117.8 million at June 30, 2009, as market appreciation of the Fund’s investments more than offset monthly retractions amounting to \$4.0 million and distributions on Class A and Preferred shares of \$3.5 million.

Investment Portfolio

As of June 30, 2009, the Fund’s investments included common shares of Bank of Montreal, Canadian Imperial Bank of Commerce, National Bank of Canada, Royal Bank of Canada, The Bank of Nova Scotia, and The Toronto-Dominion Bank. For the six months ended June 30, 2009, the Fund had net realized and unrealized gains of \$32.4 million, as the portfolio had total realized and unrealized gains of \$35.1 million, partly offset by a \$2.7 million loss from option contracts written during the first half of the year. In April 2009, the Fund stopped writing call options and, as a result, it has fully participated in the rise of equity markets since that time. There were no option contracts outstanding as at June 30, 2009.

Liquidity and Capital Resources

To provide liquidity, the Class A shares and Preferred shares of the Fund are listed on the TSX under the symbols SBC and SBC.PR.A, respectively. Over the period, Class A shares and Preferred shares traded at an average combined discount to their combined Net Asset Value per unit of 6.9%. Investors may also retract their shares in accordance with the Fund’s retraction provisions.

Related Party Transactions

Related party transactions consist of services provided by the Manager pursuant to a management agreement. See the Management Fees section below.

Management Fees

Pursuant to a management agreement, the Manager provides management and administrative services to the Fund, for which it is paid a management fee equal to 0.55% per annum of the Net Asset Value of the Fund. The Manager is responsible for providing management and administrative services to the Fund and for paying the fees to the Option Advisor. All of the management fee is used by the Manager to cover its general administration expenses, the cost of portfolio management services and for profit. The Fund also pays to the Manager a service fee equal to 0.40% per annum of the Net Asset Value of the Class A shares. The service fee is in turn paid by the Manager to investment dealers based on the proportionate number of Class A shares held by clients of each dealer at the end of each calendar quarter. During the six months ended June 30, 2009, management and service fees amounted to \$0.3 million and \$0.1 million, respectively.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help readers understand the Fund's financial performance for the fiscal periods indicated. This information is derived from the Fund's audited annual and unaudited interim financial statements. *The information in the following tables is presented in accordance with NI 81-106 and, as a result, does not act as a continuity of opening and closing Net Assets per share.* The increase (decrease) in Net Assets from operations is based on average shares outstanding during the period, and all other numbers are based on actual shares outstanding at the relevant point in time.

Net Assets per Class A Share⁽¹⁾

	For the Six Months Ended June 30, 2009	For the Year Ended December 31			
		2008	2007	2006	2005 ⁽²⁾
Net Assets, beginning of period/year ⁽³⁾⁽⁴⁾	\$ 4.11	\$ 12.71	\$ 17.31	\$ 14.61	\$ 13.68
Increase (decrease) from operations: ⁽⁵⁾					
Total revenue	0.48	0.93	0.94	0.80	0.14
Total expenses	(0.08)	(0.18)	(0.26)	(0.26)	(0.04)
Preferred share distributions	(0.26)	(0.52)	(0.52)	(0.52)	(0.07)
Realized gain (loss) for the period/year	(1.45)	(0.34)	0.81	—	—
Unrealized gain (loss) for the period/year	6.66	(7.42)	(4.36)	3.82	1.06
Total increase (decrease) in Net Assets from operations	\$ 5.35	\$ (7.53)	\$ (3.39)	\$ 3.84	\$ 1.09
Distributions to Class A shareholders ⁽³⁾					
Dividends	\$ N/A ⁽⁶⁾	\$ 0.01	\$ 0.07	\$ —	\$ —
Return of capital	N/A ⁽⁶⁾	1.09	1.13	1.20	0.15
Total distributions to shareholders	\$ 0.30	\$ 1.10	\$ 1.20	\$ 1.20	\$ 0.15
Net Assets, end of period/year⁽³⁾	\$ 9.23	\$ 4.11	\$ 12.71	\$ 17.32	\$ 14.61

⁽¹⁾ This information is derived from the Fund's audited annual and unaudited interim financial statements. The Net Assets per Class A share presented in the financial statements differ from the Net Asset Value calculated for weekly Net Asset Value purposes. An explanation of these differences can be found in the notes to the financial statements.

⁽²⁾ Period from November 16, 2005 (commencement of operations) to December 31, 2005.

⁽³⁾ Net Assets per Class A share and distributions per Class A share are based on the actual number of Class A shares outstanding at the relevant time.

⁽⁴⁾ The Net Assets per share for periods prior to 2007 are based on the prior period financial statements and were not adjusted for the new accounting standards.

⁽⁵⁾ The increase (decrease) in Net Assets from operations per Class A share is based on the weighted average number of Class A shares outstanding over the fiscal period.

⁽⁶⁾ Allocations for the period ended June 30, 2009, are not determinable until year-end.

Ratios and Supplemental Data (Based on Net Asset Value)

	June 30, 2009	December 31			
		2008	2007	2006	2005 ⁽¹⁾
Net Asset Value (in 000s) – including Preferred shares	\$ 117,773	\$ 90,234	\$ 157,475	\$ 203,388	\$ 150,960
Number of Class A shares outstanding (in 000s)	6,119	6,384	6,923	7,445	6,135
Management expense ratio (“MER”) ⁽²⁾ – Class A shares	12.70%	7.22%	4.80%	5.15%	6.24%
Trading expense ratio ⁽³⁾	0.04%	0.02%	0.01%	0.02%	0.05%
Portfolio turnover rate ⁽⁴⁾	17.50%	4.55%	0.34%	—	N/A
Net Asset Value per unit ⁽⁵⁾	\$ 19.25	\$ 14.13	\$ 22.75	\$ 27.32	\$ 24.61
Net Asset Value per Class A share	\$ 9.25	\$ 4.13	\$ 12.75	\$ 17.32	\$ 14.61
Net Asset Value per Preferred share	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00
Closing market price – Class A share	\$ 8.90	\$ 3.59	\$ 12.00	\$ 16.19	\$ 15.50
Closing market price – Preferred share	\$ 9.85	\$ 8.65	\$ 9.95	\$ 10.52	\$ 10.76

⁽¹⁾ Annualized, if applicable, for the period from November 16, 2005 (commencement of operations) to December 31, 2005.

⁽²⁾ MER for Class A shares is based on the requirements of NI 81-106 and includes the total expenses of the Fund for the stated period, including distributions on Preferred shares and issuance costs, but excluding brokerage commissions on securities transactions, and is expressed as an annualized percentage of the average Net Asset Value of the Fund for Class A shares over the period.

⁽³⁾ The trading expense ratio represents total commissions expressed as an annualized percentage of daily average Net Asset Value of the Fund during the period. This disclosure was a new requirement in 2005 under NI 81-106 and was not applied retroactively.

⁽⁴⁾ The Fund’s portfolio turnover rate indicates how actively the Fund’s Option Advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund’s portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. The portfolio turnover rate was not provided when the Fund was less than one year old. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the period, excluding cash and short-term investments maturing in less than one year, by the average market value of investments during the period.

⁽⁵⁾ A unit includes one Class A share and one Preferred share.

Expense Ratio

The MER per Class A share, including Preferred share distributions and other costs related to the Preferred shares, was 12.70% as at June 30, 2009, compared to 7.22% at December 31, 2008. The increase was due to the increased proportion of fixed costs (including fixed distributions paid to Preferred shareholders, fees and other costs related to Preferred shares) on the lower average Net Asset Value of the Class A shares in 2009. The MER per Class A share, excluding costs of leverage provided by the Fund’s Preferred shares, increased from 0.91% at December 31, 2008 to 1.66% at June 30, 2009 due to the increased proportion of fixed administration costs on the lower Net Asset Value of the Class A shares in 2009.

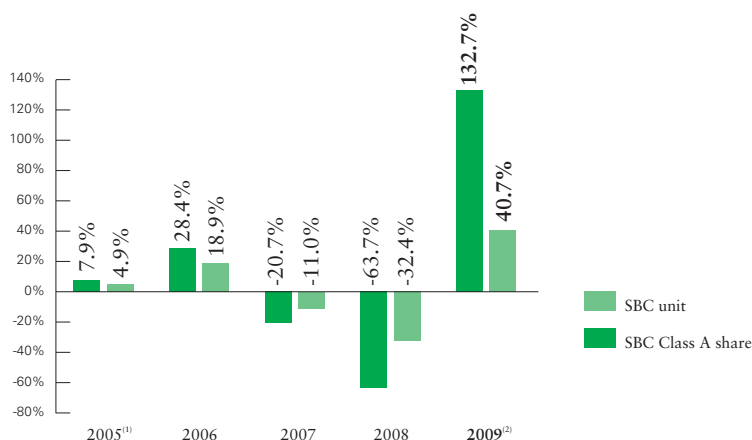
The MER per unit, excluding Preferred share distributions, was 1.02% in 2009, compared to 0.93% in 2008. This ratio is more representative of the ongoing efficiency of the administration of the Fund.

Past Performance

The following chart and table show the past performance of the Fund. Past performance does not necessarily indicate how the Fund will perform in the future. The information shown is based on Net Asset Value per Class A share/unit and assumes that distributions made by the Fund on the Class A shares/units in the periods shown were reinvested (at Net Asset Value per Class A share/unit) in additional Class A shares/units of the Fund.

The bar chart shows the returns for a Class A share and a unit in each period since inception. The chart shows, in percentage terms, how investments held in a Class A share and a unit on the first day of each fiscal period would have changed by the last day of the fiscal period.

Year-by-Year Returns



⁽¹⁾ Period from November 16, 2005 (commencement of operations) to December 31, 2005.

⁽²⁾ Period from January 1, 2009 to June 30, 2009.

The following table shows the Fund's compound return on a Class A share, Preferred share and unit for each period indicated, compared with the S&P/TSX Capped Financials Index ("Financials Index") and the S&P/TSX Composite Index ("Composite Index"). The Financials Index is derived from the Composite Index based on the financial sector of the Global Industry Classification Standard. The Composite Index tracks the performance, on a market weight basis, of approximately 300 large stocks on the TSX. The Financials Index and the Composite Index are calculated without the deduction of management fees and fund expenses, whereas the performance of the Fund is calculated after deducting such fees and expenses.

Annual Compound Returns

	Six Months Ended June 30, 2009	Since Inception ⁽¹⁾
Brompton Split Banc Corp. – Class A share ⁽²⁾	132.7%	(2.0%)
Brompton Split Banc Corp. – Preferred share ⁽²⁾	2.6%	5.4%
Brompton Split Banc Corp. – unit ⁽³⁾	40.7%	1.5%
S&P/TSX Capped Financials Index	30.2%	0.9%
S&P/TSX Composite Index	19.0%	2.2%

⁽¹⁾ Period from November 16, 2005 (commencement of operations) to June 30, 2009.

⁽²⁾ Based on the Net Asset Value per Class A share and Preferred share, respectively, and assuming that distributions on the Class A shares and Preferred shares, respectively, made by the Fund in the periods shown were reinvested (at Net Asset Value per Class A share and Preferred share, respectively) in additional Class A shares and Preferred shares of the Fund.

⁽³⁾ Based on the Net Asset Value per unit (each unit includes one Class A share and one Preferred share) and assuming that distributions on the units made by the Fund were reinvested (at the Net Asset Value per unit) in additional units of the Fund.

During the six-month period ended June 30, 2009, the Class A shares provided a return of 132.7%, as Canadian bank equity prices increased significantly and the Fund experienced the positive impact of leverage. On a per unit basis, the Fund outperformed the Financials Index as banks outperformed life insurance companies and asset managers.

Since inception, the Class A shares have slightly underperformed the Financials Index due to the negative impact of leverage in 2008, when markets suffered a steep decline, but have outperformed on a per unit basis. Leverage exacerbates negative returns in a declining market, but, as demonstrated in the last six months, it also enhances positive returns in a rising market.

Summary of Investment Portfolio

As at June 30, 2009

Total Net Asset Value ⁽¹⁾	\$ 117,772,929
--------------------------------------	----------------

Portfolio Composition	% of Portfolio	% of Net Asset Value
Bank	99.9%	100.8%
Cash and short-term investments	0.1%	0.1%
Total investment portfolio	100.0%	100.9%
Other net liabilities		(0.9%)
Total Net Asset Value		100.0%

Holdings	% of Portfolio	% of Net Asset Value
Bank of Montreal	17.6%	17.8%
The Bank of Nova Scotia	17.3%	17.4%
National Bank of Canada	16.9%	17.1%
The Toronto-Dominion Bank	16.5%	16.7%
Canadian Imperial Bank of Commerce	15.9%	16.1%
Royal Bank of Canada	15.6%	15.7%
Cash and short-term investments	0.1%	0.1%

⁽¹⁾ Net Asset Value of the Fund includes the value of the Preferred shares.

The investment portfolio may change due to ongoing portfolio transactions of the investment fund. Quarterly updates are available within 60 days of each quarter end.

Option Advisor

Highstreet Asset Management Inc.

Highstreet Asset Management is a quantitatively oriented investment manager with over \$5 billion in assets under management as at June 30, 2009. Highstreet has significant experience in the derivatives and options markets. Highstreet uses its quantitative approach to selectively write covered call and put options from time to time to enhance potential returns.



Forward-Looking Statements

Some of the statements contained herein including, without limitation, financial and business prospects and financial outlook may be forward-looking statements which reflect management's expectations regarding future plans and intentions, growth, results of operations, performance and business prospects and opportunities. Words such as "may," "will," "should," "could," "anticipate," "believe," "expect," "intend," "plan," "potential," "continue" and similar expressions have been used to identify these forward-looking statements. These statements reflect management's current beliefs and are based on information currently available to management. Forward-looking statements involve significant risks and uncertainties. A number of factors could cause actual results to differ materially from the results discussed in the forward-looking statements including, but not limited to, changes in general economic and market conditions and other risk factors. Although the forward-looking statements contained herein are based on what management believes to be reasonable assumptions, we cannot assure that actual results will be consistent with these forward-looking statements. Investors should not place undue reliance on forward-looking statements. These forward-looking statements are made as of the date hereof and we assume no obligation to update or revise them to reflect new events or circumstances.

Notice

The accompanying unaudited financial statements of Brompton Split Banc Corp. for the six months ended June 30, 2009 have been prepared by management and have not been reviewed by the external auditors of the Fund.

(Signed)

Mark A. Caranci
Chief Executive Officer
August 13, 2009

(Signed)

Craig T. Kikuchi
Chief Financial Officer

Statements of Financial Position (Unaudited)

As at	June 30, 2009	Dec. 31, 2008
Assets		
Investments, at fair value	\$ 118,634,642	\$ 90,641,402
Cash and short-term investments	98,520	170,198
Income receivable	516,703	611,886
Amounts receivable for investments sold	—	7,880,097
Total assets	119,249,865	99,303,583
Liabilities		
Option contracts written, at market value (note 10)	—	495,089
Amounts payable for investments purchased	—	366,555
Accounts payable and accrued liabilities	144,950	77,764
Distributions payable to shareholders (note 7)	1,415,120	837,878
Retractions payable to shareholders	—	7,474,625
Preferred shares (note 5)	61,194,350	63,838,350
Total liabilities	62,754,420	73,090,261
Shareholders' equity		
Class A shares (note 4)	86,866,251	90,619,435
Class J shares (note 4)	100	100
Contributed surplus (note 4)	8,529,281	6,137,174
Deficit	(38,900,187)	(70,543,387)
Total shareholders' equity	56,495,445	26,213,322
Liabilities and shareholders' equity	\$ 119,249,865	\$ 99,303,583
Units outstanding (note 4)	6,119,435	6,383,835
Net Assets per unit	\$ 19.23	\$ 14.11
Net Assets per Preferred share	\$ 10.00	\$ 10.00
Net Assets per Class A share	\$ 9.23	\$ 4.11

The accompanying notes are an integral part of these financial statements.

Statements of Operations and Deficit (Unaudited)

For the six months ended June 30	2009	2008
Income		
Dividends	\$ 3,001,532	\$ 3,365,120
Securities lending income (note 11)	9,500	1,767
Interest income	1,272	943
	<u>3,012,304</u>	<u>3,367,830</u>
Expenses		
Management fees (note 8)	279,836	426,654
Service fees (note 8)	88,255	132,650
Audit fees	16,594	17,362
Independent review committee fees	14,794	14,958
Custodial fees	964	7,678
Legal fees	10,891	6,490
Shareholder reporting costs	10,745	27,313
Other administrative expenses	60,899	69,419
	<u>482,978</u>	<u>702,524</u>
Net investment income before distributions	2,529,326	2,665,306
Distributions on Preferred shares (note 7)	(1,619,345)	(1,817,386)
Net investment income	909,981	847,920
Net realized gain (loss) on sale of investments and options (note 9)	(9,042,199)	114,068
Transaction costs	(18,261)	(13,798)
Net change in unrealized gain/loss on investments and options	41,638,990	(19,684,420)
Increase (decrease) in Net Assets from operations	33,488,511	(18,736,230)
Deficit, beginning of period	(70,543,387)	(10,820,469)
Distributions on Class A shares (note 7)	(1,845,311)	(4,154,025)
Deficit, end of period	\$ (38,900,187)	\$ (33,710,724)
Increase (decrease) in Net Assets from operations per Class A share⁽¹⁾	\$ 5.35	\$ (2.71)

⁽¹⁾ Based on the weighted average number of Class A shares outstanding for the period (note 4).

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flows (Unaudited)

For the six months ended June 30	2009	2008
Cash flows from operating activities:		
Increase (decrease) in Net Assets from operations	\$ 33,488,511	\$ (18,736,230)
Adjustments to reconcile net cash provided by operations:		
Net realized (gain) loss on sale of investments (note 9)	9,042,199	(114,068)
Net change in unrealized gain/loss on investments	(41,638,990)	19,684,420
Decrease (increase) in income receivable	95,183	58,963
Increase (decrease) in distributions payable to Preferred shareholders	(34,702)	—
Increase (decrease) in accounts payable and accrued liabilities	67,186	52,502
Purchase of investments and options (note 9)	(17,239,993)	(5,828,051)
Proceeds from sale of investments and options (note 9)	28,861,997	19,072,880
Cash provided by operating activities	12,641,391	14,190,416
Cash flows from financing activities:		
Amounts paid for retraction of Class A shares	(3,440,302)	(5,461,218)
Amounts paid for retraction of Preferred shares	(8,039,400)	(4,248,950)
Distributions paid to Class A shareholders (note 7)	(1,233,367)	(4,154,025)
Cash used in financing activities	(12,713,069)	(13,864,193)
Net increase (decrease) in cash and short-term investments	(71,678)	326,223
Cash and short-term investments, beginning of period	170,198	61,532
Cash and short-term investments, end of period	\$ 98,520	\$ 387,755
Supplemental information:		
Distributions paid on Preferred shares (note 7)	\$ 1,654,047	\$ 1,817,386

The accompanying notes are an integral part of these financial statements.

Statements of Changes in Shareholders' Equity (Unaudited)

For the six months ended June 30	2009	2008
Shareholders' equity, beginning of period (note 3)	\$ 26,213,322	\$ 88,015,465
Operations:		
Increase (decrease) in Net Assets from operations	33,488,511	(18,736,230)
Shareholder transactions:		
Distributions to shareholders (note 7)	(1,845,311)	(4,154,025)
Retraction of Class A shares	(1,361,077)	—
Net increase (decrease) in shareholders' equity	30,282,123	(22,890,255)
Shareholders' equity, end of period	\$ 56,495,445	\$ 65,125,210
Distributions per Class A share (note 7)	\$ 0.30	\$ 0.60

Statement of Investments (Unaudited)

As at June 30, 2009		Cost	Fair Value	% of Portfolio
No. of Shares	Bank			
427,100	Bank of Montreal	\$ 23,518,208	\$ 20,936,442	
324,650	Canadian Imperial Bank of Commerce	22,691,997	18,878,398	
374,200	National Bank of Canada	22,039,013	20,113,250	
389,870	Royal Bank of Canada	17,193,884	18,514,926	
472,800	The Bank of Nova Scotia	21,069,706	20,528,976	
327,220	The Toronto-Dominion Bank	18,761,193	19,662,650	
		125,274,001	118,634,642	100.0%
	Embedded Broker Commission	(42,408)	—	
	Total	\$ 125,231,593	\$ 118,634,642	100.0%

The accompanying notes are an integral part of these financial statements.

Notes to the Financial Statements (Unaudited)

June 30, 2009 and 2008

1. OPERATIONS

Brompton Split Banc Corp. (the “Fund”) is a mutual fund corporation established under the laws of the Province of Ontario on September 14, 2005. Brompton Funds Management Limited (the “Manager”) is responsible for managing the affairs of the Fund. Brompton Capital Advisors Inc. manages the Fund’s portfolio and Highstreet Asset Management Inc. is the Option Advisor. RBC Dexia Investor Services Trust is the custodian of the Fund’s assets and prepares the weekly valuations of the Fund. The Fund commenced operations on November 16, 2005.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”) and should be read in conjunction with the most recent audited financial statements at December 31, 2008. The significant accounting policies used for preparing these unaudited interim financial statements are consistent with those used in preparing the audited annual financial statements.

Future Accounting Changes

The Canadian Accounting Standards Board (“AcSB”) has confirmed its plan to adopt all International Financial Reporting Standards (“IFRS”), as published by the International Accounting Standards Board, on or by January 1, 2011. In accordance with Canadian GAAP and AcSB’s plan, the Fund will adopt all the IFRS.

The Fund has developed a plan to meet the timetable published by the Canadian Institute of Chartered Accountants (“CICA”) for changeover to IFRS. Key elements of the plan include the determination of the qualitative impact and the quantitative impact, if any, on the Fund’s financial statements in accordance with IFRS. The Fund has presently determined that there will be no impact to Net Assets per share/unit from the changeover to IFRS. The impact of IFRS on accounting policies and implementation decisions will mainly be in the area of additional note disclosures in the financial statements of the Fund.

3. RECONCILIATION OF NET ASSETS TO NET ASSET VALUE

In accordance with National Instrument (“NI”) 81-106, a reconciliation is required between the Net Assets for financial reporting purposes (the “Net Assets”) and the Net Asset Value for reporting other than in the financial statements (the “Net Asset Value”). The reconciliation is as follows:

	June 30, 2009		December 31, 2008	
	Total	Per Unit	Total	Per Unit
Net Asset Value	\$ 56,578,579	\$ 9.25	\$ 26,395,758	\$ 4.13
Section 3855 adjustment	(83,134)	(0.02)	(182,436)	(0.02)
Net Assets	\$ 56,495,445	\$ 9.23	\$ 26,213,322	\$ 4.11

4. SHARE CAPITAL

Class J Shares

The Fund is authorized to issue an unlimited number of Class J shares.

As of June 30, 2009, 100 (2008 – 100) Class J shares were outstanding.

Class J shareholders are not entitled to receive dividends but are entitled to one vote per share. The Class J shares are redeemable and retractable at a price of \$1.00 per share. The Class J shares rank subsequent to both the Preferred shares and the Class A shares with respect to distributions on the dissolution, liquidation or winding-up of the Fund.

Class A Shares

Authorized

The Fund is authorized to issue an unlimited number of Class A shares.

The Fund intends to pay monthly, non-cumulative distributions to the holders of Class A shares. No distributions will be paid on Class A shares if (i) distributions payable on the Preferred shares are in arrears or (ii) after the payment of the distributions by the Fund, the Net Asset Value per unit would be less than \$15.00. A unit means a notional unit consisting of one Preferred share and one Class A share. The Class A shares rank subsequent to the Preferred shares but in priority to the Class J shares with respect to the payment of distributions and the repayment of capital on the dissolution, liquidation or winding-up of the Fund. Each Class A share is entitled to one vote on certain shareholder matters.

All Class A shares outstanding on November 30, 2012 will be redeemed by the Fund on that date. The redemption price payable by the Fund for a Class A share on that date will be equal to the greater of (i) the Net Asset Value per unit on that date minus the sum of \$10.00, plus any accrued and unpaid distributions on the Preferred shares, and (ii) nil.

Class A shares may be surrendered at any time for retraction by the Fund but at least 10 business days prior to the second last business day of a month (“Retraction Date”). Holders of Class A shares whose Class A shares are surrendered for retraction will be entitled to receive a price per Class A share equal to 96% of the difference between (i) the Net Asset Value per unit determined as of the relevant Retraction Date and (ii) the cost to the Fund of the purchase of a Preferred share for cancellation. The cost of the purchase of a Preferred share includes the purchase price of the Preferred share, commission and such other costs, if any, related to the liquidation of any portion of the Fund’s portfolio required to fund such purchase. If the Net Asset Value per unit is less than \$10.00, the retraction price of a Class A share will be nil.

A holder of Class A shares may concurrently retract an equal number of Class A and Preferred shares on the December Retraction Date of each year at a price per unit equal to the Net Asset Value per unit on that date, less any costs associated with the retraction, including commissions and other such costs, if any, related to the liquidation of any portion of the portfolio required to fund such retraction. The Class A shares and the Preferred shares must both be surrendered for retraction at least 10 business days prior to the December Retraction Date.

Issued

Pursuant to the monthly retraction option, 244,500 Class A shares (2008 – nil) were retracted at an average price of \$5.17 per share during the period. As a result of the monthly Preferred share retractions, 19,900 Class A shares (2008 – nil) were purchased for cancellation during the period.

As at June 30, 2009, 6,119,435 Class A shares were issued and outstanding.

The weighted average number of Class A shares outstanding for the period ended June 30, 2009 was 6,255,896 (2008 – 6,923,375).

As at June 30, 2009, the Fund had accumulated contributed surplus, since inception, of \$8,529,281 (2008 – \$6,137,174). Contributed surplus is recorded when shares of the Fund are retracted at prices per share which are below the average cost per share of capital.

5. PREFERRED SHARES

Authorized

The Fund is authorized to issue an unlimited number of Preferred shares.

Holders of Preferred shares are entitled to receive fixed, cumulative, preferential quarterly cash distributions of \$0.13125 per share. The Preferred shares rank in priority to the Class A shares with respect to the payment of distributions and the repayment of capital on the dissolution, liquidation, or winding-up of the Fund. Each Preferred share is entitled to one vote on certain shareholder matters.

All Preferred shares outstanding on November 30, 2012 will be redeemed by the Fund on that date. The redemption price payable by the Fund for a Preferred share will be equal to the lesser of (i) \$10.00 plus any accrued and unpaid distributions thereon and (ii) the Net Asset Value of the Fund on that date divided by the number of Preferred shares then outstanding.

Preferred shares may be surrendered at any time for retraction by the Fund but at least 10 business days prior to the second last business day of a month (“Retraction Date”). Shareholders whose Preferred shares are retracted will be entitled to receive a price per share equal to 96% of the lesser of (i) the Net Asset Value per unit determined as of the relevant Retraction Date less the cost to the Fund of the purchase of a Class A share for cancellation and (ii) \$10.00. The cost of the purchase of a Class A share will include the purchase price of the Class A share, commission and other costs, if any, related to the liquidation of any portion of the portfolio required to fund such purchase.

A holder of Preferred shares may also concurrently retract an equal number of Preferred shares and Class A shares on the December Retraction Date of each year, at a price per unit equal to the Net Asset Value per unit on that date, less any costs associated with the retraction, including commissions and other such costs, if any, related to the liquidation of any portion of the portfolio required to fund such retraction. The Preferred shares and Class A shares must both be surrendered for retraction at least 10 business days prior to the December Retraction Date.

Issued

Pursuant to the monthly retraction option, 19,900 Preferred shares (2008 – nil) were retracted at \$10.00 per share. As a result of monthly Class A retractions, 244,500 Preferred shares (2008 – nil) were purchased for cancellation during the period.

As at June 30, 2009, 6,119,435 Preferred shares were issued and outstanding.

The Preferred shares have been presented as financial liabilities in the financial statements in accordance with the requirements of the CICA Handbook.

Notes to the Financial Statements (Unaudited) (continued)

6. CAPITAL MANAGEMENT

The Fund considers its capital to consist of shareholders' equity and Preferred shares.

The Fund's objectives in managing its capital are:

- i) to provide holders of Preferred shares with fixed, cumulative, preferential quarterly cash distributions in the amount of \$0.13125 per share and to return the original issue price to holders of the shares on November 30, 2012, and
- ii) to provide holders of Class A shares with regular monthly cash distributions targeted to be \$0.10 per share and the opportunity for growth in Net Asset Value per share.

The Fund manages its capital taking into consideration the risk characteristics of its holdings. In order to manage its capital structure, the Fund may adjust the amount of distributions paid to shareholders or return capital to shareholders.

7. DISTRIBUTIONS TO SHAREHOLDERS

Distributions are made on a quarterly basis on the Preferred shares and on a monthly basis on the Class A shares. Distributions are payable no later than the tenth business day of the following month.

For the period ended June 30, 2009, the Fund declared distributions of \$0.30 (2008 – \$0.60) per Class A share and \$0.2625 (2008 – \$0.2625) per Preferred share, which amounted to \$1,845,311 (2008 – \$4,154,025) and \$1,619,345 (2008 – \$1,817,386), respectively.

8. MANAGEMENT AND SERVICE FEES

Pursuant to a management agreement, the Manager provides management and administrative services to the Fund, for which it is paid a management fee equal to 0.55% per annum of the Net Asset Value of the Fund, plus applicable taxes. The Net Asset Value of the Fund is determined by taking the total assets of the Fund and deducting the Fund's liabilities. For these purposes, the Preferred shares are not considered a liability of the Fund. The Manager is responsible for paying fees to Brompton Capital Advisors Inc., the advisor for the Fund, and to Highstreet Asset Management Inc., the Option Advisor for the Fund. These fees are calculated and payable monthly. The Fund also pays to the Manager a service fee equal to 0.40% per annum of the Net Asset Value of the Class A shares. The service fee is in turn paid by the Manager to the investment dealers in proportion to the number of shares held by clients of each dealer at the end of each calendar quarter.

9. INVESTMENT TRANSACTIONS

Investment transactions for the periods ended June 30 were as follows:

	2009	2008
Proceeds from sale of investments and options	\$ 20,981,900	\$ 17,281,764
Less cost of investments and options sold:		
Investments and options at cost, beginning of period	138,382,254	259,505,250
Investments and options purchased during the period	16,873,438	10,132,232
Investments and options at cost, end of period	(125,231,593)	(254,797,098)
Cost of investments sold and options written during the period	30,024,099	14,840,384
Net realized gain (loss) on sale of investments and options	\$ (9,042,199)	\$ 2,441,380

For the period ended June 30, 2009, there were no soft dollar amounts paid (2008 – \$1,713, of which \$925 was used for research and \$788 was used for market data services by the Option Advisor).

10. OPTION CONTRACTS

The Fund may write covered call and cash covered put options to generate additional income. As at June 30, 2009, the Fund had no option contracts outstanding.

As at December 31, 2008:

Option Contracts Written

Underlying Interest	No. of Contracts	Option Type	Expiration Date	Strike Price per Contract	Current Price per Contract	Premium Received	Market Value
Bank of Montreal	336	Call	January 2009	\$ 31.00	\$ 1.40225	\$ 18,480	\$ 47,116
The Bank of Nova Scotia	325	Call	January 2009	31.00	3.19090	25,675	103,704
Canadian Imperial Bank of Commerce	242	Call	January 2009	52.00	2.11800	18,150	51,256
National Bank of Canada	333	Call	January 2009	26.00	5.25219	24,975	174,897
Royal Bank of Canada	345	Call	January 2009	36.00	1.77641	17,940	61,286
The Toronto-Dominion Bank	237	Call	January 2009	43.00	2.39788	16,472	56,830
						\$ 121,692	\$ 495,089

11. SECURITIES LENDING

The Fund has entered into a securities lending program with its custodian, RBC Dexia Investor Services Trust. The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the assets of the Fund. The Fund will receive collateral of at least 102% of the value of the securities on loan. Collateral will generally be comprised of cash and obligations of, or guaranteed by, the Government of Canada or a province thereof, or the United States Government or its agencies, or a permitted supranational agency as defined in NI 81-102. The market values of the securities on loan and the related collateral at June 30, 2009, were \$25.5 million (2008 – \$0.60 million) and \$27.0 million (2008 – \$0.64 million), respectively.

12. FINANCIAL RISK MANAGEMENT

The Fund's investment activities expose it to a variety of financial risks. The Statement of Investments presents the securities held by the Fund as at June 30, 2009. Significant risks that are relevant to the Fund are discussed below.

The Manager attempts to minimize potential adverse effects of these risks on the Fund's performance by employing professional, experienced portfolio advisors and by regular rebalancing of the investment portfolio within the constraints of the investment objectives. To assist in managing risks, the Manager also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy and restrictions, internal guidelines, and securities regulations.

The investment portfolio is primarily comprised of Canadian dollar denominated equity securities.

a) Other Price Risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All securities present a risk of loss of capital. The Option Advisor attempts to moderate this risk through the careful management of derivatives within the parameters of the investment strategy. Except for options written, the maximum risk of loss resulting from financial instruments is equivalent to their fair value. There were no covered call options written or cash covered put options outstanding as at June 30, 2009. No additional risk is introduced by covered call options written.

The Fund is exposed to other price risk from its investment in equity securities and its option strategy. As at June 30, 2009, had the prices on the respective stock exchanges for these securities increased by 10%, with all other variables held constant, Net Assets would have increased by approximately \$11.9 million (approximately 21.0% of Net Assets attributable to Class A shares) (December 31, 2008 – \$8.6 million, approximately 32.7% of Net Assets attributable to Class A shares). Similarly, had the prices on the respective stock exchange for these securities decreased by 10%, with all other variables held constant, Net Assets would have decreased by approximately \$11.9 million (approximately 21.0% of Net Assets attributable to Class A shares) (December 31, 2008 – \$8.8 million, approximately 33.4% of Net Assets attributable to Class A shares). In practice, the actual trading results may differ, and the difference could be material.

b) Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The Fund did not have a significant credit risk exposure as at June 30, 2009. The carrying amount of income receivable represents the maximum credit risk exposure as it will be settled in the short term.

All transactions in listed securities are settled/paid for upon delivery. The risk of default is considered minimal as delivery of securities sold is only made once the Fund has received payment. The trade will fail if either party fails to meet its obligation.

The Fund has entered a securities lending program with its custodian; see note 11. Credit risk associated with these transactions is considered minimal as all counterparties have a sufficient, approved credit rating and the value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned.

c) Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to settle or meet its obligations on time or at a reasonable price. The Fund is exposed to liquidity risk through its monthly and annual retractions of Class A shares and Preferred shares. For the annual retractions of Class A shares and Preferred shares, the Fund receives notice at least 10 business days prior to the Retraction Date, which gives the Option Advisor time to sell securities, although there may not be sufficient time to sell the securities at a reasonable price. All Class A shares and Preferred shares outstanding on November 30, 2012 will be redeemed by the Fund on that date.

Corporate Information

Independent Review Committee

James W. Davie, BComm, MBA

Arthur R.A. Scace, QC, CM

Ken S. Woolner, BSc, PEng

Directors and Officers

Peter A. Braaten, BA, MBA

Director

Raymond R. Pether, BA, MBA

Director

Mark A. Caranci, BComm, CA

Director, President,
Chief Executive Officer

Craig T. Kikuchi, BA, CA, CFA

Chief Financial Officer

David E. Roode, BA, CA, MBA

Senior Vice President

Moyra E. MacKay, BA

Vice President and Corporate Secretary

Lorne J. Zeiler, BA, MBA, CFA

Vice President

Ann P. Wong, BA, MAcc, CA,

CPA (Delaware), CFA

Vice President and Controller

Christopher Cullen, BAsc, MBA, CFA

Vice President

Continuous Disclosure Manager

Contact: David E. Roode

Phone: 416-642-6008

Email: roode@bromptongroup.com

Transfer Agent

Computershare Investor Services Inc.

Custodian

RBC Dexia Investor Services Trust

Auditors

PricewaterhouseCoopers LLP

Website

www.bromptongroup.com

Mailing Address

Bay Wellington Tower, Brookfield Place
181 Bay Street
Suite 2930, P.O. Box 793
Toronto, ON M5J 2T3

General Inquiries: 416-642-6000

Investor Relations: 416-642-9051

Fax: 416-642-6001

Toll Free: 866-642-6001

Website: www.bromptongroup.com