

November 3, 2000

Borden Ladner Gervais LLP
Scotia Plaza
40 King Street West
Toronto, Ontario
M5H 3Y4

Attention: Mr. Brian Behrman

Dear Sirs:

Re: Talvest Millennium High Income Fund, Talvest Millennium Next Generation Fund and Talvest High Yield Bond Fund (the “Funds”) MRRS - Application for exemptive relief pursuant to section 6.1 of National Instrument 81-101 (“NI 81-101”)

SEDAR NO. 288043

By letter dated October 17, 2000 and subsequent letter dated October 23, 2000 (the “Application”), you applied to the regulator or the securities regulatory authority in each of the provinces and territories of Canada (the “Decision Makers”) on behalf of the Funds for exemptive relief from clause 2.1(c) of NI 81-101.

This letter confirms that, based on the information and representations contained in the Application, and for the purposes described in the Application, the Decision Makers hereby exempt the Funds from the requirements of clause 2.1(c) of NI 81-101 to permit the Funds to deviate from the mutual fund prospectus disclosure requirements as follows:

1. Talvest Millennium High Income Fund

The Fund is exempt from providing the information in connection with the portfolio turnover rates for the Fund for the years 1997 and 1998 in its simplified prospectus as required under Item 13.1(1) of Part B of Form 81-101F1 of NI 81-101.

2. Talvest Millennium Next Generation Fund

This Fund is exempt from providing the information in connection with the portfolio turnover rates for the Fund for the years 1995 through 1998 in its simplified prospectus as required under Item 13.1(1) of Part B of Form 81-101F1 of NI 81-101.

3. Talvest High Yield Bond Fund

The Fund is exempt from providing any financial highlights in connection with the Fund in its simplified prospectus for any period prior to the change of its investment objective in October 1996 as required under Item 13(1) of Part B of Form 81-101F1 of NI 81-101.

4. The exemptions set out in paragraphs 1, 2 and 3 above are granted subject to disclosure acceptable to the Decision Makers being provided in the simplified prospectus of the Funds in connection therewith.

Guy Lemoine

Viateur Gagnon