

Annual  
Management Report of Fund Performance  
for the period ended December 31, 2011

Money Market Fund

Class O Units, Class I Units, Class P Units, Class F Units, Class R Units

Managed by: SEI INVESTMENTS CANADA COMPANY

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This annual Management Report of Fund Performance contains financial highlights, but does not contain the complete audited annual financial statements of the Fund. You may view the semi-annual (unaudited) and annual Financial Statements, as well as the annual and semi-annual Management Report of Fund Performance on our website [www.seic.com](http://www.seic.com), or through SEDAR at [www.sedar.com](http://www.sedar.com).

You may also request to receive a copy of these reports, SEI Funds' proxy voting policies and procedures, or quarterly portfolio disclosure at no cost by contacting us through any of the following methods:

Call us toll free at: 1-866-SEI-1114  
Visit our website: [www.seic.com](http://www.seic.com)  
Write to us at: SEI, 70 York Street, Suite 1600, Toronto, Ontario M5J 1S9

The proxy voting record of the SEI Funds for the period ending June 30, 2012 will be available on our website any time after August 31, 2012.

A caution regarding forward-looking statements:

This document may contain forward-looking statements about the Fund, including its strategy, performance and condition. Forward looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates", or negative versions thereof, or future or conditional verbs such as "will", "may", "could", "should" and "would", and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future fund action, is also a forward-looking statement.

By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. Forward-looking statements are not guarantees of future performance. There is significant risk that forward-looking statements will not prove to be accurate. We caution readers of this document to not place undue reliance on our forward-looking statements, as a number of factors could cause actual future results, conditions and actions or events to differ materially from those expressed or implied in any forward-looking statements. Factors may include, but are not limited to, general economic, political, market and business conditions; fluctuations in interest rates and foreign exchange rates; regulatory developments; and actions by governmental authorities. We caution that the foregoing list of factors is not exhaustive. Before making an investment decision, we encourage investors to consider these and other factors carefully. Future events and their effects on the Fund may not be those anticipated by us. Actual results may differ materially from the results anticipated in these forward-looking statements. We do not undertake, and specifically disclaim, any obligations to update or revise any forward-looking information, whether as a result of new information, future developments, or otherwise.

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# Money Market Fund

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## Management Report of Fund Performance

### INVESTMENT OBJECTIVE AND STRATEGIES

The objective of the Money Market Fund (the “Fund”) is to provide a high level of current income consistent with capital preservation and liquidity.

The Fund invests primarily in short term debt and money market securities issued or guaranteed by the federal or provincial governments of Canada and Canadian corporations, and having a term to maturity of not more than 365 days. All non-government securities must have a minimum R-1 credit rating or higher (as determined by Dominion Bond Rating Service). The Fund maintains an average term maturing of 90 days or less.

The Fund strives to maintain a constant net asset value per unit of \$10.

The current Portfolio Managers of the Fund are:  
Manulife Asset Management Limited.  
SEI Investments Canada Company (the Manager)

SEI may change the Portfolio Manager(s) and/or the allocation of assets to a particular Portfolio Manager from time to time at its sole discretion.

### RESULTS OF OPERATIONS

(This performance commentary is based on Class O units of the Fund. Returns for other classes of units may vary, largely due to differences in fees and expenses. Please refer to the Past Performance section for class level performance details.)

Canadian money markets remained one of the least volatile asset classes throughout 2011 while continuing to deliver positive returns. Exogenous events in Europe and the U.S. had a significant impact to global bond and equity market returns throughout the year, but ultimately had a modest influence on domestic money market returns. For the 12-month period ending December 31st, 2011, the DEX 30-day T-Bill Index (the “Index”) generated a small but positive return of 0.9% while the SEI Money Market Fund outpaced the Index by 0.41% over the same period returning 1.31%.

The Canadian economy offered signs of improvement through the year. Nearly 200,000 jobs were created in 2011 allowing the annualized unemployment rate to drop from 7.8% in January to

7.5% in December. The annualized core inflation rate moved from 1.4% in January to 2.1% by November, but remained well within the Bank of Canada’s recently renewed 12-month inflation target of 1 to 3%. As a result, the Bank of Canada held its overnight target lending rate steady at 1.0% throughout the year. Later in the year, the Bank commented that the recession in Europe is expected to be more pronounced than previously anticipated as a result of increased deleveraging and tighter financial conditions, as well as necessary fiscal austerity and structural reforms. Expectations that the Bank of Canada would consider moving interest rates any time soon were diminished by comments from the U.S. Federal Reserve where low levels of resource utilization and a subdued outlook for inflation over the medium run were likely to warrant exceptionally low levels for the federal funds rate at least through mid-2013.

Credit risk premiums for Canadian money market issuers moved higher during the year, largely as a reflection of increased anxiety over the European debt crisis. The increase in perceived risk to provide short-term loans to banks was further evidenced by a gradual increase in the London Inter-Bank Offer Rate, LIBOR (the average interest rate that leading banks in London charge when lending money to other banks). LIBOR rates increased from 18.5 basis points at the beginning of January to 56 basis points by the end of 2011. While the absolute level of LIBOR remained well below peak levels during the 2008 credit crisis, the rising trend caused spreads for Canadian Banker’s acceptance and Canadian issuer corporate paper to widen by as much as 32 and 52 basis points respectively for 1 year term. Despite a notable increase in credit risk premiums, money market sector returns were predominantly driven by their yield and term characteristics rather than their credit characteristics. In general, this allowed longer-term money market sectors to generate higher total returns than short-term sectors over the year.

Fund performance was primarily driven by holding the weighted average term to maturity of the Fund at or near its permitted maximum of 90 days. Given the money market curve remained relative steep over the year, a higher yield was obtained through exposure to longer-term securities where the Fund had a higher average term compared to the Index. Additionally, relative Fund performance was further enhanced through overweight positions in bank discount notes, Canadian corporate paper, provincial t-bills, Canadian corporate trusts, and banker’s acceptance paper which all generally offer higher yields relative to Federal Government T-bills.

# Money Market Fund

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## Management Report of Fund Performance

### RECENT DEVELOPMENTS

The Fund's Portfolio Manager continued to adjust the Fund's exposure to areas believed to offer better return opportunities. Exposure to Federal government t-bills was increased to 34.7% by the end of 2011 compared to 33.6% at the end of June and 31.4% at the beginning of the year. Subsequently, exposure to corporate paper, bankers' acceptance, and trusts were reduced from 31.4% at the beginning of the year, to 27.9% mid-year, and 24.4% by the end of the year. Changes in the Fund's sector allocations are reflective of the Manager's view toward relative market value, opportunities, and perceived risk levels going forward.

### INTERNATIONAL FINANCIAL REPORTING STANDARDS ("IFRS")

The Canadian Accounting Standards Board ("CASB") previously confirmed January 1, 2011 as the date IFRS would replace Canadian Generally Accepted Accounting Principles (GAAP) for publicly accountable enterprises, which include investment funds and other reporting issuers.

In December 2011, the CASB amended the requirement to prepare financial statements in accordance with IFRS as issued by the International Accounting Standards Board, permitting investment funds to defer adoption of IFRS to fiscal years beginning on or after January 1, 2014. The Fund has elected to defer adoption of IFRS to January 1, 2014.

In preparing to meet the requirements, the Manager has taken the following steps in managing the transition to IFRS:

- Established a working group to identify key differences between Canadian GAAP and IFRS and to coordinate the implementation of the transition plan,
- Identified areas where changes in disclosure will be required under IFRS standards,
- Evaluated current information technology & reporting systems for readiness in IFRS implementation,
- Assessed the likely impacts on business activity and operational areas such as internal controls, staffing and training requirements.

The major changes identified for IFRS financial statements include the addition of a statement of cash flows and the classification of unitholders' equity (puttable instruments) as a liability within the statement of net assets, unless certain conditions are met.

Based on the current evaluation of the differences between Canadian GAAP and IFRS, the adoption of IFRS is expected to have no significant impact on the calculation of net assets or net asset value. IFRS is expected to affect the overall presentation of financial statements and result in additional disclosure in the accompanying notes. However, the Manager's assessment may change if new standards are issued or if the interpretations of current standards are revised.

### RISK

The risks of the Fund remain as discussed in the prospectus. The Fund may be suitable for investors who have a low tolerance for risk.

### RELATED PARTY TRANSACTIONS

Where certain of the Fund's expenses are incurred by the Manager on the Fund's behalf, they are reimbursed to the Manager at the cost of the expenses incurred. Reimbursement is done in compliance with the Manager's methodology for which the Independent Review Committee for the Fund has provided its recommendation to the Fund of a fair and reasonable result for the Fund, and which operates as a standing instruction for compliance by the Manager. The reimbursement of such amounts was made in 2011 on such basis.

# Money Market Fund

## Financial Highlights — FOR THE YEARS ENDED DECEMBER 31

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years.

### Class O

THE FUND'S NET ASSETS PER UNIT <sup>(a)</sup>	2011	2010	2009	2008	2007
<b>NET ASSETS, BEGINNING OF YEAR</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>INCREASE (DECREASE) FROM OPERATIONS:</b>					
Total revenue	<b>\$0.15</b>	\$0.09	\$0.12	\$0.36	\$0.43
Total expenses	<b>-\$0.01</b>	-\$0.01	-\$0.01	-\$0.01	-\$0.01
<b>Total increase (decrease) from operations <sup>(b)</sup></b>	<b>\$0.14</b>	\$0.08	\$0.11	\$0.35	\$0.42
<b>DISTRIBUTIONS:</b>					
From income (excluding dividends)	<b>-\$0.13</b>	-\$0.08	-\$0.11	-\$0.35	-\$0.42
<b>Total annual distributions <sup>(c)</sup></b>	<b>-\$0.13</b>	-\$0.08	-\$0.11	-\$0.35	-\$0.42
<b>NET ASSETS, END OF YEAR</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>RATIOS AND SUPPLEMENTAL DATA</b>					
Net asset value (\$000's)*	<b>\$140,290</b>	\$152,374	\$167,422	\$190,493	\$191,106
Number of units outstanding*	<b>14,028,976</b>	15,237,419	16,742,101	19,049,272	19,110,565
Management expense ratio <sup>(d)</sup>	<b>0.14%</b>	0.13%	0.10%	0.14%	0.11%
Management expense ratio before waivers	<b>0.15%</b>	0.13%	0.10%	0.14%	0.11%
Net asset Value per unit	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00

### Class I

THE FUND'S NET ASSETS PER UNIT <sup>(a)</sup>	2011	2010	2009	2008	2007
<b>NET ASSETS, BEGINNING OF YEAR</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>INCREASE (DECREASE) FROM OPERATIONS:</b>					
Total revenue	<b>\$0.15</b>	\$0.09	\$0.12	\$0.36	\$0.44
Total expenses	<b>-\$0.05</b>	-\$0.05	-\$0.04	-\$0.05	-\$0.03
Unrealized gains (losses) for the year	<b>—</b>	—	\$0.01	—	—
<b>Total increase (decrease) from operations <sup>(b)</sup></b>	<b>\$0.10</b>	\$0.04	\$0.09	\$0.31	\$0.41
<b>DISTRIBUTIONS:</b>					
From income (excluding dividends)	<b>-\$0.07</b>	-\$0.02	-\$0.06	-\$0.30	-\$0.37
<b>Total annual distributions <sup>(c)</sup></b>	<b>-\$0.07</b>	-\$0.02	-\$0.06	-\$0.30	-\$0.37
<b>NET ASSETS, END OF YEAR</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>RATIOS AND SUPPLEMENTAL DATA</b>					
Net asset value (\$000's)*	<b>\$1,015</b>	\$770	\$756	\$2,339	\$3,227
Number of units outstanding*	<b>101,510</b>	77,028	75,634	233,907	322,659
Management expense ratio <sup>(d)</sup>	<b>0.71%</b>	0.68%	0.64%	0.66%	0.65%
Management expense ratio before waivers	<b>0.72%</b>	0.68%	0.64%	0.66%	0.65%
Net asset Value per unit	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00

Note: This table is not intended to act as a continuity of opening and closing Net assets per unit.

<sup>(a)</sup> This information is derived from the Fund's audited annual financial statements. The Net assets per unit presented in the financial statements differs from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the Fund's financial statements.

<sup>(b)</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the year.

<sup>(c)</sup> Distributions were paid in cash/reinvested in additional units of the Fund, or both.

<sup>(d)</sup> Management expense ratio is the ratio of all fees and expenses (including Goods and Services Tax (GST) up to June 30, 2010 and Harmonized Sales Tax (HST) thereafter) and interest expense but excluding brokerage commission on securities transactions charged to the Fund to daily average net asset value on an annualized basis.

\* This information is provided as at December 31.

# Money Market Fund

## Financial Highlights — FOR THE YEARS ENDED DECEMBER 31

### Class P

THE FUND'S NET ASSETS PER UNIT <sup>(a)</sup>	2011	2010	2009	2008	2007
<b>NET ASSETS, BEGINNING OF YEAR</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>INCREASE (DECREASE) FROM OPERATIONS:</b>					
Total revenue	\$0.15	\$0.09	\$0.12	\$0.36	\$0.46
Total expenses	-\$0.07	-\$0.07	-\$0.06	-\$0.07	-\$0.06
Unrealized gains (losses) for the year	-\$0.01	\$0.01	\$0.01	-\$0.02	—
<b>Total increase (decrease) from operations <sup>(b)</sup></b>	<b>\$0.07</b>	\$0.03	\$0.07	\$0.27	\$0.40
<b>DISTRIBUTIONS:</b>					
From income (excluding dividends)	-\$0.07	-\$0.02	-\$0.06	-\$0.30	-\$0.37
<b>Total annual distributions <sup>(c)</sup></b>	<b>-\$0.07</b>	-\$0.02	-\$0.06	-\$0.30	-\$0.37
<b>NET ASSETS, END OF YEAR</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>RATIOS AND SUPPLEMENTAL DATA</b>					
Net asset value (\$000's)*	\$4,997	\$3,098	\$1,855	\$2,478	\$437
Number of units outstanding*	499,656	309,760	185,484	247,822	43,690
Management expense ratio <sup>(d)</sup>	0.71%	0.68%	0.63%	0.66%	0.65%
Management expense ratio before waivers	0.71%	0.68%	0.63%	0.66%	0.65%
Net asset Value per unit	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00

### Class F

THE FUND'S NET ASSETS PER UNIT <sup>(a)</sup>	2011	2010	2009	2008	2007
<b>NET ASSETS, BEGINNING OF PERIOD</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>INCREASE (DECREASE) FROM OPERATIONS:</b>					
Total revenue	\$0.15	\$0.09	\$0.12	\$0.35	\$0.31
Total expenses	-\$0.06	-\$0.06	-\$0.06	-\$0.06	-\$0.04
Unrealized gains (losses) for the period	—	—	-\$0.01	-\$0.04	—
<b>Total increase (decrease) from operations <sup>(b)</sup></b>	<b>\$0.09</b>	\$0.03	\$0.05	\$0.25	\$0.27
<b>DISTRIBUTIONS:</b>					
From income (excluding dividends)	-\$0.09	-\$0.03	-\$0.06	-\$0.30	-\$0.24
<b>Total annual distributions <sup>(c)</sup></b>	<b>-\$0.09</b>	-\$0.03	-\$0.06	-\$0.30	-\$0.24
<b>NET ASSETS, END OF PERIOD</b>	<b>\$10.00</b>	\$10.00	\$10.00	\$10.00	\$10.00
<b>RATIOS AND SUPPLEMENTAL DATA</b>					
Net asset value (\$000's)*	\$397	\$559	\$1,193	\$3,137	\$176
Number of units outstanding*	39,711	55,908	119,334	313,720	17,613
Management expense ratio <sup>(d)</sup>	0.59%	0.60%	0.60%	0.62%	0.60%
Management expense ratio before waivers	0.60%	0.60%	0.60%	0.62%	0.60%
Net asset Value per unit	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00

Note: This table is not intended to act as a continuity of opening and closing Net assets per unit.

<sup>(a)</sup> This information is derived from the Fund's audited annual financial statements. The Net assets per unit presented in the financial statements differs from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the Fund's financial statements.

<sup>(b)</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the year.

<sup>(c)</sup> Distributions were paid in cash/reinvested in additional units of the Fund, or both.

<sup>(d)</sup> Management expense ratio is the ratio of all fees and expenses (including Goods and Services Tax (GST) up to June 30, 2010 and Harmonized Sales Tax (HST) thereafter) and interest expense but excluding brokerage commission on securities transactions charged to the Fund to daily average net asset value on an annualized basis.

\* This information is provided as at December 31.

# Money Market Fund

## Management Fees

The following table shows the annual management fees for each unit class where such fees are paid by the Fund. The management fees are calculated based on the daily Net Asset Value of each applicable unit class of the Fund and paid monthly. The Fund does not pay management fees in respect of Class O and Class R as all compensation to the manager is paid pursuant to separate management agreements.

	Class O	Class I	Class P	Class F	Class R
Management Fees	n/a	0.50%	0.50%	0.60% <sup>1</sup>	n/a

<sup>1</sup>Inclusive of Goods and Service Tax/Harmonized Sales Tax

The following table shows the major services paid for as a percentage of the management fees above for each unit class of the Fund.

	Class O	Class I	Class P	Class F	Class R
Investment management and other general administration	n/a	100.0%	50.0%	100.0%	n/a
Trailer Commissions*	n/a	n/a	50.0%	n/a	n/a

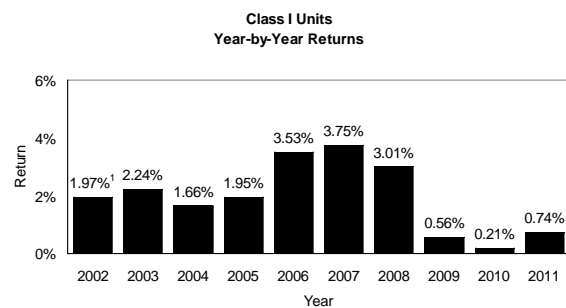
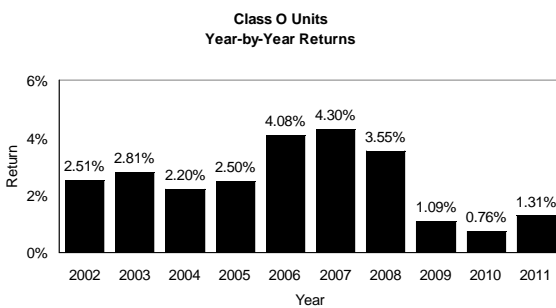
\* Where negotiated with a particular dealer on a case-by-case basis, SEI may pay trailer commissions up to the maximum of 0.25% per annum, calculated based upon the average net asset value of the units of the Fund held in the accounts of clients of the participating dealers during a particular calendar quarter.

## Past Performance

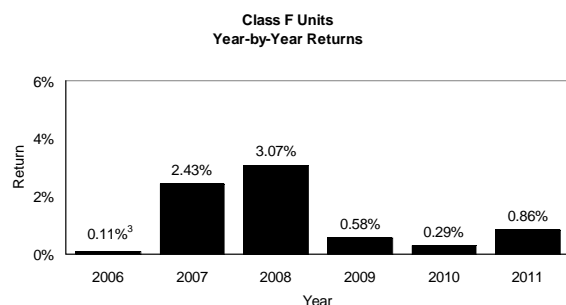
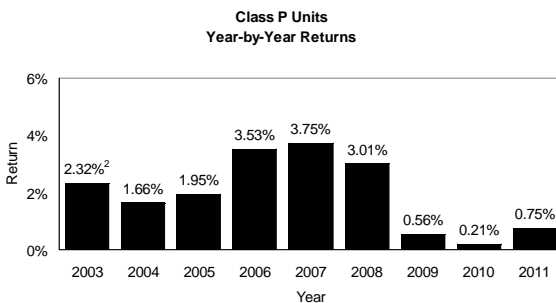
The performance information shown below assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. This performance information does not take into account sales, redemptions, distribution or other optional charges that would have reduced returns or performance. Past performance of the Fund does not necessarily indicate how it will perform in the future.

### YEAR-BY-YEAR RETURNS

The following charts show the Fund's annual performance and illustrate how performance has changed from year to year. In percentage terms, the charts show how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.



<sup>1</sup> From February 2002 first issuance by Prospectus



<sup>2</sup> From March 2003 first issuance by Prospectus

<sup>3</sup> From December 2006 first issuance by Prospectus

# Money Market Fund

## Summary of Investment Portfolio

AS AT DECEMBER 31, 2011

The Summary of Investment Portfolio may change due to ongoing transactions of the Fund. Quarterly updates are available at [www.seic.com](http://www.seic.com) within 60 days after each quarter end.

### PORTFOLIO BREAKDOWN

Sector	% of Total Net Asset Value
T-Bills	34.7%
Financials	25.5%
Trusts	18.3%
Provincials	15.6%
Banker's Acceptance Corporations	3.4%
Other	<u>-0.2%</u>
<b>Total</b>	<b>100.0%</b>

### TOP 25 HOLDINGS

Holding	% of Total Net Asset Value
Prov Of Ontario VAR RT 02-APR-2013	7.8%
Prov Of Manitoba VAR RT 04-SEP-2012 MTN	7.8%
Govt Of Canada 0.000% T-BILL 07-JUN-2012	6.3%
Govt Of Canada 0.000% T-BILL 21-JUN-2012	5.6%
Govt Of Canada 0.000% T-BILL 06-JAN-2012	5.5%
Darwin Rec Tr Sr Disc40919	5.5%
Govt Of Canada 0.000% T-BILL 24-MAY-2012	4.8%
Royal Bank Of Canada VAR RT 11-MAY-2012 SR DEP NT	4.4%
Merit Trust Sr Disc 1/5/2012	4.1%
TD Bank Bdn 8/15/2012	4.1%
Bank Of Montreal Bdn 6/7/2012	3.7%
International Bank Rec & Dev VAR RT 31-OCT-2012	3.4%
Government Of Canada 0.000% T-BILL 10-MAY-2012	3.3%
Royal Bank Of Canada VAR RT 22-OCT-2012	2.7%
Honda Canada Fin Disc 1/3/2012	2.7%
Prime Trust Sr Disc 1/11/2012	2.7%
Government Of Canada 0.000% T-BILL 12-APR-2012	2.7%
Govt Of Canada 0.000% T-BILL 25-OCT-2012	2.6%
Govt Of Canada 0.000% T-BILL 22-NOV-2012	2.6%
Royal Bank Canada Bdn 1/26/2012	2.4%
Plaza Trust Disc 1/5/2012	2.0%
Plaza Trust Disc 1/11/2012	2.0%
Bank Nova Scotia Bdn 5/17/2012	2.0%
Storm King Fdg Tr Disc 1/18/2012	2.0%
CIBC B/A 2/24/2012	<u>1.7%</u>
Total	94.4%

**Total Net Assets**

**\$146,698,539**