

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

Short Term Bond Fund

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

Managed by: SEI INVESTMENTS CANADA COMPANY

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, or through SEDAR at 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
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.

Short Term Bond Fund

Management Report of Fund Performance

INVESTMENT OBJECTIVE AND STRATEGIES

The objective of the Short Term Bond Fund (the “Fund”) is to preserve capital and provide current income by investing in a diversified portfolio that focuses primarily on Canadian fixed-income securities.

The Fund holds debt instruments issued or guaranteed by governments and corporations in Canada and abroad, including mortgage-backed securities, asset-backed securities and other collateralized debt securities. The Fund offers exposure to a diversified portfolio of bonds, investing primarily in investment grade bonds (“BBB” rated and above).

The current Portfolio Managers of the Fund are:
AEGON Capital Management Inc.
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.)

Short-term corporate bonds provided excellent defensive protection against numerous exogenous global issues throughout the year. Canadian bonds prices were affected largely by non-domestic events in the U.S. and Europe where the ability to service growing burdens became a prominent theme. In Canada, shorter-term bonds generated positive results for all four quarters of 2011, allowing the DEX Short-Term Corporate Bond Index (the “Index”) to advance 4.8% for the year. SEI’s Short Term Bond Fund managed to outpace the Index by 0.5% during the period.

The year was mired with swings between optimism and pessimism as anxiety grew over how Greece and other Euro nations may or may not pay their debts. By the end of December, Euro leaders had held 15 summits over the preceding 22 months in an attempt to achieve a successful resolution of

Greece’s refinancing needs before it infected the creditworthiness of other Euro nations, banks, and insurers. Finally in November, the central banks of Canada, Switzerland, Britain, Japan, the U.S., and the European Central Bank announced coordinated efforts to temporarily lower the cost of U.S. dollar liquidity swap agreements. Swap costs were lowered by 50 basis points to enhance capacity and provide liquidity support to the global financial system, while helping to ease the strain on the supply of credit. While the central banks’ actions helped restore liquidity specifically for European borrowers, it also marked the severity of the European debt crisis and highlighted its potential for a catastrophic failure to ripple across global financial markets.

The Bank of Canada maintained its target for the overnight rate at 1.0% throughout the year. In the latter half of the year, the Bank forecast that the European recession was 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. Despite Canadian employment having added nearly 200,000 jobs in 2011, the Bank lowered its forecast for domestic GDP to 2.9%, 2.6%, and 2.2% respectively for 2011, 2012, and 2013.

Lower domestic growth forecasts coupled with a subdued inflation outlook kept bond prices well supported during the year. Flight to quality concerns driven by events in Europe generally spelled good news for safer U.S. Treasuries and Canadian Federal debt. However, the potential for contagion specifically with the Financial and Insurance sectors weighed on the relative performance of these sectors during the market rally. By the end of the year, the Financial component of the Index had gained 4.9%, but it was also the second worst performing credit sector in the Index during the year. The Fund remained largely underweight the Financial sector throughout the year which was positive for relative performance of the Fund. Exposure to higher quality tranches of Canadian bank debt provided added protection against lesser performing Insurance issuers. Relative Fund performance further benefitted from maintaining overweight exposures to Industrials, Energy, and Infrastructure which posted some of the strongest relative returns in the Index over the year. Holdings in Government of Canada bonds and cash equivalents provided defensive positioning within the Fund, however these sectors lagged the Index during the market’s advance.

Short Term Bond Fund

Management Report of Fund Performance

RECENT DEVELOPMENTS

At December 31st, 2011 the Fund held 40.7% of assets within the Financial sector, slightly higher than the level of 37.1% at the end of June 30th 2011, and up from the December 31st, 2010 level of 38.9%. This represents a notable underweight position relative to the Index which held 66.0% Financial exposure at the end of 2011. Additionally, the Fund maintained a large defensive position in Federal Government of Canada debt securities where holdings at the end of 2011 represented 18.2% of Fund assets compared to June 30th, 2011 levels of 17.3% which was an increase from December 31st, 2010 levels of 12.7%. Changes in the Fund's sector allocations are reflective of the Manager's view toward relative market value and opportunities to outperform the Index 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.

Short Term Bond 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 ^(a) | 2011 | 2010 | 2009 | 2008 | 2007 |
|---|----------------|------------|------------|-----------|-----------|
| NET ASSETS, BEGINNING OF YEAR | \$9.94 | \$9.88 | \$9.53 | \$9.82 | \$10.02 |
| INCREASE (DECREASE) FROM OPERATIONS: | | | | | |
| Total revenue | \$0.41 | \$0.45 | \$0.47 | \$0.50 | \$0.50 |
| Total expenses | -\$0.01 | -\$0.01 | -\$0.01 | -\$0.01 | -\$0.01 |
| Realized gains (losses) for the year | \$0.01 | \$0.14 | -\$0.11 | \$0.03 | -\$0.06 |
| Unrealized gains (losses) for the year | \$0.11 | -\$0.07 | \$0.50 | -\$0.23 | -\$0.13 |
| Total increase (decrease) from operations ^(b) | \$0.52 | \$0.51 | \$0.85 | \$0.29 | \$0.30 |
| DISTRIBUTIONS: | | | | | |
| From income (excluding dividends) | -\$0.41 | -\$0.44 | -\$0.44 | -\$0.50 | -\$0.49 |
| Total annual distributions ^(c) | -\$0.41 | -\$0.44 | -\$0.44 | -\$0.50 | -\$0.49 |
| NET ASSETS, END OF YEAR | \$10.04 | \$9.94 | \$9.88 | \$9.53 | \$9.82 |
| RATIOS AND SUPPLEMENTAL DATA | | | | | |
| Net asset value (\$000's)* | \$231,445 | \$140,832 | \$131,189 | \$56,560 | \$71,065 |
| Number of units outstanding* | 23,010,391 | 14,145,885 | 13,247,441 | 5,930,709 | 7,233,161 |
| Management expense ratio ^(d) | 0.10% | 0.10% | 0.10% | 0.10% | 0.10% |
| Management expense ratio before waivers | 0.14% | 0.14% | 0.13% | 0.14% | 0.15% |
| Portfolio turnover rate ^(e) | 169% | 197% | 175% | 255% | 148% |
| Net asset Value per unit | \$10.06 | \$9.96 | \$9.90 | \$9.54 | \$9.82 |

Class P

| THE FUND'S NET ASSETS PER UNIT ^(a) | 2011 | 2010 | 2009 | 2008 | 2007 |
|---|----------------|-----------|---------|---------|---------|
| NET ASSETS, BEGINNING OF YEAR | \$9.91 | \$9.86 | \$9.53 | \$9.80 | \$9.99 |
| INCREASE (DECREASE) FROM OPERATIONS: | | | | | |
| Total revenue | \$0.41 | \$0.44 | \$0.47 | \$0.49 | \$0.50 |
| Total expenses | -\$0.19 | -\$0.18 | -\$0.17 | -\$0.17 | -\$0.18 |
| Realized gains (losses) for the year | \$0.01 | \$0.12 | -\$0.11 | \$0.03 | -\$0.06 |
| Unrealized gains (losses) for the year | \$0.07 | -\$0.07 | \$0.44 | -\$0.46 | -\$0.15 |
| Total increase (decrease) from operations ^(b) | \$0.30 | \$0.31 | \$0.63 | -\$0.11 | \$0.11 |
| DISTRIBUTIONS: | | | | | |
| From income (excluding dividends) | -\$0.22 | -\$0.27 | -\$0.30 | -\$0.31 | -\$0.32 |
| Total annual distributions ^(c) | -\$0.22 | -\$0.27 | -\$0.30 | -\$0.31 | -\$0.32 |
| NET ASSETS, END OF YEAR | \$10.01 | \$9.91 | \$9.86 | \$9.53 | \$9.80 |
| RATIOS AND SUPPLEMENTAL DATA | | | | | |
| Net asset value (\$000's)* | \$28,102 | \$19,165 | \$4,449 | \$4,905 | \$2,017 |
| Number of units outstanding* | 2,802,704 | 1,930,977 | 450,207 | 514,069 | 205,802 |
| Management expense ratio ^(d) | 1.90% | 1.86% | 1.78% | 1.77% | 1.80% |
| Management expense ratio before waivers | 1.94% | 1.89% | 1.81% | 1.81% | 1.84% |
| Portfolio turnover rate ^(e) | 169% | 197% | 175% | 255% | 148% |
| Net asset Value per unit | \$10.03 | \$9.92 | \$9.88 | \$9.54 | \$9.80 |

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

^(a) 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.

^(b) 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.

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

^(d) 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.

^(e) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio 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 a 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 a Fund.

* This information is provided as at December 31.

Short Term Bond Fund

Financial Highlights — FOR THE YEARS ENDED DECEMBER 31

Class F

| THE FUND'S NET ASSETS PER UNIT ^(a) | 2011 | 2010 | 2009 | 2008 | 2007 |
|---|----------------|---------|---------|---------|---------|
| NET ASSETS, BEGINNING OF YEAR | \$9.89 | \$9.83 | \$9.50 | \$9.77 | \$9.96 |
| INCREASE (DECREASE) FROM OPERATIONS: | | | | | |
| Total revenue | \$0.41 | \$0.45 | \$0.47 | \$0.49 | \$0.50 |
| Total expenses | -\$0.07 | -\$0.07 | -\$0.07 | -\$0.07 | -\$0.07 |
| Realized gains (losses) for the year | \$0.01 | \$0.13 | -\$0.11 | \$0.03 | -\$0.06 |
| Unrealized gains (losses) for the year | \$0.09 | -\$0.07 | \$0.43 | -\$0.33 | -\$0.05 |
| Total increase (decrease) from operations ^(b) | \$0.44 | \$0.44 | \$0.72 | \$0.12 | \$0.32 |
| DISTRIBUTIONS: | | | | | |
| From income (excluding dividends) | -\$0.34 | -\$0.37 | -\$0.39 | -\$0.42 | -\$0.41 |
| Total annual distributions ^(c) | -\$0.34 | -\$0.37 | -\$0.39 | -\$0.42 | -\$0.41 |
| NET ASSETS, END OF YEAR | \$9.99 | \$9.89 | \$9.83 | \$9.50 | \$9.77 |
| RATIOS AND SUPPLEMENTAL DATA | | | | | |
| Net asset value (\$000's)* | \$1,709 | \$1,679 | \$1,440 | \$1,150 | \$905 |
| Number of units outstanding* | 170,814 | 169,542 | 146,224 | 120,955 | 92,596 |
| Management expense ratio ^(d) | 0.74% | 0.75% | 0.75% | 0.75% | 0.75% |
| Management expense ratio before waivers | 0.77% | 0.78% | 0.78% | 0.78% | 0.80% |
| Portfolio turnover rate ^(e) | 169% | 197% | 175% | 255% | 148% |
| Net asset Value per unit | \$10.00 | \$9.90 | \$9.85 | \$9.50 | \$9.78 |

Class D

| THE FUND'S NET ASSETS PER UNIT ^(a) | 2011 | 2010 | 2009 | 2008 | 2007 |
|---|----------------|----------------------|------|------|------|
| NET ASSETS, BEGINNING OF YEAR | \$9.88 | \$10.04 ¹ | — | — | — |
| INCREASE (DECREASE) FROM OPERATIONS: | | | | | |
| Total revenue | \$0.41 | \$0.08 | — | — | — |
| Total expenses | -\$0.28 | -\$0.05 | — | — | — |
| Unrealized gains (losses) for the year | \$0.08 | \$0.02 | — | — | — |
| Total increase (decrease) from operations ^(b) | \$0.21 | \$0.05 | — | — | — |
| DISTRIBUTIONS: | | | | | |
| From income (excluding dividends) | -\$0.15 | -\$0.06 | — | — | — |
| Total annual distributions ^(c) | -\$0.15 | -\$0.06 | — | — | — |
| NET ASSETS, END OF YEAR | \$9.95 | \$9.88 | — | — | — |
| RATIOS AND SUPPLEMENTAL DATA | | | | | |
| Net asset value (\$000's)* | \$7,886 | \$524 | — | — | — |
| Number of units outstanding* | 791,271 | 53,024 | — | — | — |
| Management expense ratio ^(d) | 2.86% | 2.77% | — | — | — |
| Management expense ratio before waivers | 2.89% | 2.80% | — | — | — |
| Portfolio turnover rate ^(e) | 169% | 197% | — | — | — |
| Net asset Value per unit | \$9.97 | \$9.89 | — | — | — |

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

¹ Initial offering price.

^(a) 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.

^(b) 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.

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

^(d) 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.

^(e) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio 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 a 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 a Fund.

* This information is provided as at December 31.

Short Term Bond Fund

Financial Highlights — FOR THE YEARS ENDED DECEMBER 31

Class E

| THE FUND'S NET ASSETS PER UNIT ^(a) | 2011 | 2010 | 2009 | 2008 | 2007 |
|---|----------------|----------------------|------|------|------|
| NET ASSETS, BEGINNING OF YEAR | \$9.90 | \$10.04 ¹ | — | — | — |
| INCREASE (DECREASE) FROM OPERATIONS: | | | | | |
| Total revenue | \$0.41 | \$0.08 | — | — | — |
| Total expenses | -\$0.23 | -\$0.04 | — | — | — |
| Unrealized gains (losses) for the year | \$0.08 | -\$0.05 | — | — | — |
| Total increase (decrease) from operations ^(b) | \$0.26 | -\$0.01 | — | — | — |
| DISTRIBUTIONS: | | | | | |
| From income (excluding dividends) | -\$0.20 | -\$0.05 | — | — | — |
| Total annual distributions ^(c) | -\$0.20 | -\$0.05 | — | — | — |
| NET ASSETS, END OF YEAR | \$9.98 | \$9.90 | — | — | — |
| RATIOS AND SUPPLEMENTAL DATA | | | | | |
| Net asset value (\$000's)* | \$2,192 | \$112 | — | — | — |
| Number of units outstanding* | 219,251 | 11,259 | — | — | — |
| Management expense ratio ^(d) | 2.31% | 2.27% | — | — | — |
| Management expense ratio before waivers | 2.34% | 2.30% | — | — | — |
| Portfolio turnover rate ^(e) | 169% | 197% | — | — | — |
| Net asset Value per unit | \$10.00 | \$9.91 | — | — | — |

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

¹ Initial offering price.

^(a) 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.

^(b) 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.

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

^(d) 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.

^(e) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio 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 a 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 a Fund.

* This information is provided as at December 31.

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 | Class D | Class E |
|-----------------|---------|---------|---------|--------------------|---------|---------|---------|
| Management Fees | n/a | 0.65% | 1.60% | 0.75% ¹ | n/a | 2.50% | 2.00% |

¹ 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 | Class D | Class E |
|--|---------|---------|---------|---------|---------|---------|---------|
| Investment management and other general administration | n/a | 100.0% | 37.5% | 100.0% | n/a | 30.0% | 37.5% |
| Trailer Commissions* | n/a | n/a | 62.5% | n/a | n/a | 70.0% | 62.5% |

* Where negotiated with a particular dealer on a case-by-case basis and by class, SEI may pay trailer commissions up to the maximum of 1.75% 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.

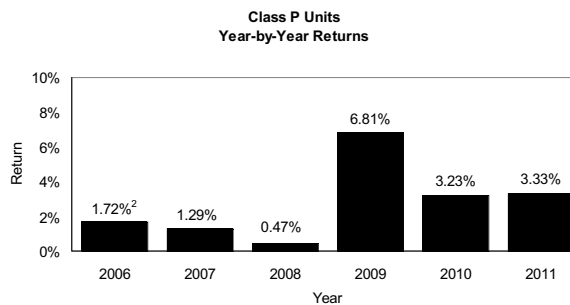
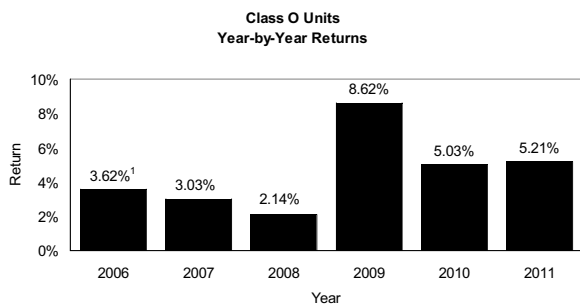
Short Term Bond Fund

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.

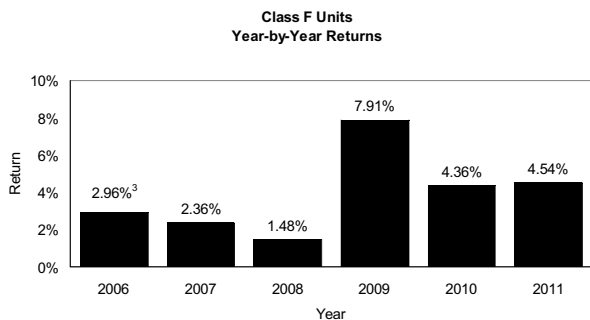
YEAR-BY-YEAR RETURNS

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.

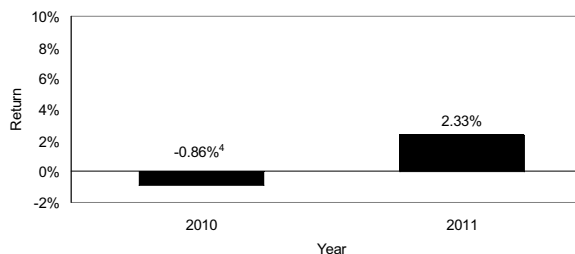


¹ From March 2006 first issuance by Prospectus

² From March 2006 first issuance by Prospectus

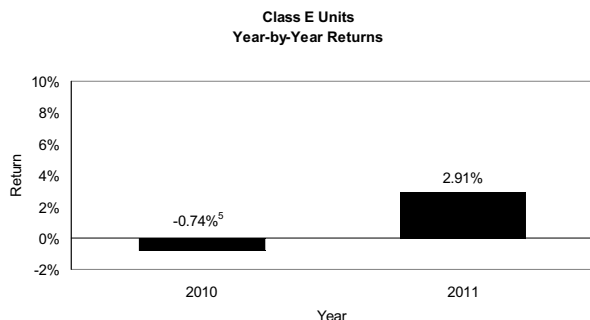


Class D Units
Year-by-Year Returns



³ From May 2006 first issuance by Prospectus

⁴ From November 2010 first issuance by Prospectus



⁵ From November 2010 first issuance by Prospectus

Short Term Bond Fund

ANNUAL COMPOUND RETURNS

The following table shows the Fund's returns from inception date until the period ended December 31, 2011.

These returns are also compared to the returns of the DEX Short Term Corporate Bond Index on the same basis.

DEX Short-term Corporate Bond Index is a broad measure of the performance of short-term Canadian corporate bonds.

| | One Year | Three Years | Five Years | Ten Years | Since Inception | Inception Date |
|-------------------------------------|----------|-------------|------------|-----------|-----------------|----------------|
| Class O Units | 5.21% | 6.27% | 4.78% | n/a | 4.78% | 27-Mar-06 |
| DEX Short Term Corporate Bond Index | 4.75% | 6.63% | 5.65% | n/a | 5.51% | |
| Class P Units | 3.33% | 4.44% | 3.00% | n/a | 2.90% | 27-Mar-06 |
| DEX Short Term Corporate Bond Index | 4.75% | 6.63% | 5.65% | n/a | 5.51% | |
| Class F Units | 4.54% | 5.59% | 4.11% | n/a | 4.17% | 11-May-06 |
| DEX Short Term Corporate Bond Index | 4.75% | 6.63% | 5.65% | n/a | 5.64% | |
| Class D Units | 2.33% | n/a | n/a | n/a | 1.25% | 1-Nov-10 |
| DEX Short Term Corporate Bond Index | 4.75% | n/a | n/a | n/a | 3.62% | |
| Class E Units | 2.91% | n/a | n/a | n/a | 1.84% | 1-Nov-10 |
| DEX Short Term Corporate Bond Index | 4.75% | n/a | n/a | n/a | 3.62% | |

Short Term Bond 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 within 60 days after each quarter end.

PORTFOLIO BREAKDOWN

| Sector | % of Total Net Asset Value |
|----------------------|----------------------------|
| Financial | 40.7% |
| Securitization | 22.1% |
| Federal | 18.2% |
| Industrial | 7.8% |
| Infrastructure | 4.4% |
| Energy | 3.0% |
| Communication | 2.7% |
| Cash and Equivalents | <u>1.1%</u> |
| Total | 100.0% |

TOP 25 HOLDINGS

| Holding | % of Total Net Asset Value |
|--|----------------------------|
| Government Of Canada 2.750% 01-SEP-2016 SER ZQ03 | 9.3% |
| Government Of Canada 3.500% 01-JUN-2013 SER YN80 | 8.2% |
| Bank Of Nova Scotia 4.94% 15-APR-2019 | 4.9% |
| Royal Bank Of Canada VAR RT 15-JUN-2020 SUB NT | 4.5% |
| Canadian Imperial Bk Of Comm 3.400% 14-JAN-2016 REG DEP NT | 4.4% |
| Toronto Dominion Bank VAR RT 30-OCT-2104 RESET MTN | 4.3% |
| Master Credit Card Trust 5.237% 21-MAY-2013 MTN | 4.2% |
| Canadian Imperial Bk Of Comm VAR RT 06-JUN-2018 MTN | 3.9% |
| Bank Of Montreal VAR RT 08-JUL-2021 SER G MTN | 3.7% |
| BMW Canada Inc 3.220% 28-MAR-2013 SER A NOTES | 3.4% |
| Altagas Income Trust 7.420% 29-APR-2014 MTN SER 1 | 3.0% |
| Greater Toronto Airport Auth 4.850% 01-JUN-2017 MTN 07-1 | 2.9% |
| Daimler Canada Finance Inc 3.020% 07-JAN-2015 | 2.8% |
| Real Estate Asset Liquidity Tr 4.700% 12-NOV-2016 | 2.7% |
| Column Canada Issuer Corp 4.934% 15-SEP-2016 | 2.7% |
| Bell Canada 3.650% 19-MAY-2016 | 2.7% |
| Toronto Dominion Bank VAR RT 14-DEC-2105 MTN | 2.6% |
| American Express Cda Cr Corp 4.853% 03-OCT-2014 MTN | 2.0% |
| Loblaw Companies Limited 4.850% 08-MAY-2014 MTN | 2.0% |
| Merrill Lynch Financial Assets 4.715% 12-NOV-2015 | 1.9% |
| Canadian Credit Card Trust 3.444% 24-JUL-2015 | 1.7% |
| Hydro One Inc 4.640% 03-MAR-2016 MTN | 1.5% |
| Daimler Canada Finance Inc 3.160% 14-APR-2014 | 1.5% |
| Bank Of Nova Scotia 2.740% 01-DEC-2016 SR DEP NT | 1.5% |
| Ford Floorplan Auto 4.168% 15-JUN-2013 | <u>1.4%</u> |
| Total | 83.7% |
| Total Net Assets | \$270,923,870 |

The Fund may invest in securities of other mutual funds managed by SEI. You may view the prospectus and other information about the underlying SEI Funds at www.seic.com or www.sedar.com.