

Financial Statements

Diversified Private Trust

December 31, 2007

AUDITORS' REPORT

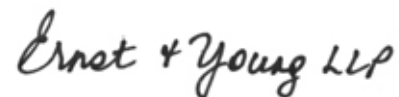
To the Unitholders of Diversified Private Trust,

We have audited the statements of net assets and investment portfolio of Diversified Private Trust as at December 31, 2007 and the statements of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets and investments of the Fund as at December 31, 2007 and the results of its operations and the changes in its net assets for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada,
March 7, 2008.



Chartered Accountants
Licensed Public Accountants

DIVERSIFIED PRIVATE TRUST

STATEMENT OF NET ASSETS As at December 31

	2007	2006
ASSETS		
Investments	\$ 141,931,672	\$ 134,221,191
Cash	114,845	55,956
Short-term debt instruments	-	6,353,224
Accrued investment income	310,354	233,491
Subscriptions receivable	21	-
Receivable for securities sold	-	250
Total assets	142,356,892	140,864,112
LIABILITIES		
Accrued expenses	108,360	64,207
Redemptions payable	845,552	477,550
Total liabilities	953,912	541,757
NET ASSETS REPRESENTING UNITHOLDERS' EQUITY	\$ 141,402,980	\$ 140,322,355
UNITS OUTSTANDING (note 3)	11,105,010	10,284,253
NET ASSET PER UNIT	\$ 12.73	\$ 13.64

(See accompanying notes)

On behalf of the Manager,
INTEGRA Capital Financial Corporation:



Gary Cook
Director



Peter Volpe
Director

DIVERSIFIED PRIVATE TRUST

STATEMENT OF OPERATIONS Year ended December 31

	2007	2006
INCOME		
Interest	\$ 1,366,217	\$ 2,531,978
Dividend	3,126,462	1,493,623
Securities lending revenue	6,093	5,967
	4,498,772	4,031,568
EXPENSES		
Custodial fees	57,951	57,660
Operating	162,083	140,820
Audit fees	22,644	22,539
Legal fees	31	5,635
Filing fees	1,302	-
Investment performance review	-	116
Security holder reporting costs	13,685	13,148
Goods and Services Tax	15,462	15,550
	273,158	255,468
NET INVESTMENT INCOME	4,225,614	3,776,100
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS		
Net realized gain on sale of investments	6,614,594	9,579,010
Net realized gain (loss) on foreign exchange forward contracts	(4,843)	715
Net realized and unrealized loss on foreign exchange	(20,778)	(3,932)
Transaction costs (note 7)	(12,174)	-
Change in unrealized appreciation (depreciation) of investments	(9,678,197)	2,920,944
NET GAIN (LOSS) ON INVESTMENTS AND TRANSACTION COSTS	(3,101,398)	12,496,737
INCREASE IN NET ASSETS FROM OPERATIONS	\$ 1,124,216	\$ 16,272,837
Increase in net assets from operations per unit (Based on the average number of units outstanding during the year)	\$ 0.11	\$ 1.66

(See accompanying notes)

DIVERSIFIED PRIVATE TRUST

STATEMENT OF CHANGES IN NET ASSETS Year ended December 31

	2007	2006
NET ASSET VALUE, BEGINNING OF YEAR	\$ 140,322,355	\$ 123,446,618
Adjustment for new accounting standards (note 2)	(21,338)	-
NET ASSETS, BEGINNING OF YEAR	140,301,017	123,446,618
Increase in net assets from operations	1,124,216	16,272,837
DISTRIBUTIONS TO UNITHOLDERS		
Distribution from net investment income	(4,583,939)	(3,763,665)
Distribution from net realized gains on investments	(4,330,135)	(6,893,139)
Return of capital	(1,985,451)	-
	(10,899,525)	(10,656,804)
CAPITAL UNIT TRANSACTIONS (note 3)		
Proceeds from issuance of units	17,492,174	15,877,257
Reinvested distributions	10,899,525	10,656,804
Payments on redemptions	(17,514,427)	(15,274,357)
	10,877,272	11,259,704
Increase in net assets for the year	1,101,963	16,875,737
NET ASSETS, END OF YEAR	\$ 141,402,980	\$ 140,322,355

(See accompanying notes)

Diversified Private Trust

STATEMENT OF INVESTMENTS

As at December 31, 2007

	Number of Shares	Average Cost \$	Fair Value \$
COMMON AND PREFERRED SHARES — 28.50%			
Consumer Discretionary — 2.15%			
Astral Media Inc.	10,075	288,968	469,495
Canadian Tire Corp. Ltd., Class 'A'	4,970	253,177	367,630
Gildan Activewear Inc.	10,800	258,821	442,044
Magna International Inc., Class 'A'	6,040	583,684	482,294
Quebecor Inc., Class 'B'	12,750	316,174	455,175
RONA Inc.	11,000	259,490	187,440
Thomson Corp. (The)	15,770	697,098	635,216
		2,657,412	3,039,294
Consumer Staples — 0.41%			
Alimentation Couche-Tard Inc., Class 'B'	21,515	403,513	389,852
Metro Inc., Class 'A'	7,050	255,038	185,415
		658,551	575,267
Energy — 5.14%			
Calfrac Well Services Ltd.	6,100	138,957	107,238
Canadian Natural Resources Ltd.	19,350	455,246	1,403,649
EnCana Corp.	27,987	628,263	1,889,123
Nexen Inc.	39,900	428,792	1,279,194
Precision Drilling Trust	4,600	135,304	69,414
Savanna Energy Services Corp.	6,150	137,261	98,400
Suncor Energy Inc.	8,955	397,805	966,334
Talisman Energy Inc.	68,470	687,166	1,257,109
Trican Well Service Ltd.	5,400	134,509	103,626
Trinidad Energy Services Income Trust	8,500	138,898	89,250
		3,282,201	7,263,337
Financials — 6.98%			
Bank of Montreal	21,655	843,306	1,218,094
Bank of Nova Scotia	27,525	672,207	1,380,654
Canadian Imperial Bank of Commerce	11,625	505,972	819,910
Manulife Financial Corp.	43,030	972,030	1,740,564
Power Financial Corp.	20,295	481,167	827,427
Royal Bank of Canada	24,700	1,345,984	1,252,043
Sun Life Financial Inc.	21,979	641,421	1,221,813
Toronto-Dominion Bank (The)	20,420	638,493	1,418,169
		6,100,580	9,878,674
Health Care — 0.12%			
Biovail Corp.	12,500	316,280	166,875
		316,280	166,875
Industrials — 0.90%			
CAE Inc.	19,320	97,797	255,990
Canadian Pacific Railway Ltd.	7,650	248,871	491,283
Finning International Inc.	18,400	288,089	526,976
		634,757	1,274,249
Materials — 1.85%			
Cameco Corp.	19,175	142,360	758,755
Hudbay Minerals Inc.	19,800	397,018	386,100
Inmet Mining Corp.	6,230	105,080	500,767
International Utility Structures Inc.	71,100	286,727	-
NOVA Chemicals Corp.	11,240	503,057	361,478
Teck Cominco Ltd., Class 'B'	17,400	393,923	616,482
		1,828,165	2,623,582

Diversified Private Trust

STATEMENT OF INVESTMENTS

As at December 31, 2007

	Number of Shares	Average Cost \$	Fair Value \$
Telecommunication Services — 0.95%			
BCE Inc.	26,350	1,019,856	1,043,460
TELUS Corp.	6,000	389,399	296,580
		1,409,255	1,340,040
Other — 10.00%			
Gryphon EAFE Fund	936,446	9,704,606	14,141,564
		9,704,606	14,141,564
TOTAL EQUITIES — 28.50%		26,591,807	40,302,882
	Par Value \$	Average Cost \$	Fair Value \$
BONDS — 20.00%			
Government of Canada — 20.00%			
Canada Housing Trust No. 1, 4.650%, 15/09/09	6,100,000	6,178,571	6,159,678
Canada Housing Trust No. 1, 3.750%, 15/03/10	6,200,000	6,197,303	6,160,097
Canada Housing Trust No. 1, 3.550%, 15/09/10	6,275,000	6,219,337	6,191,726
Canada Housing Trust No. 1, 4.550%, 15/12/12	2,050,000	2,052,814	2,083,734
Canada Housing Trust No. 1, Series '6', 4.100%, 15/12/08	3,475,000	3,537,517	3,477,891
Government of Canada, 8.000%, 01/06/23	975,000	1,294,004	1,407,475
Government of Canada, 5.750%, 01/06/29	2,275,000	2,556,965	2,797,528
		28,036,511	28,278,129
TOTAL BONDS — 20.00%		28,036,511	28,278,129
	Number of Shares	Average Cost \$	Fair Value \$
OTHER INVESTMENTS — 49.53%			
Lincluden Private Trust	6,457,524	70,962,350	70,044,769
		70,962,350	70,044,769
TOTAL OTHER INVESTMENTS — 49.53%		70,962,350	70,044,769
	Par Value \$	Average Cost \$	Fair Value \$
SHORT-TERM NOTES — 2.34%			
Treasury Bills — 2.34%			
Government of Canada Treasury Bill, 3.931%, 10/01/08	375,000	371,179	374,639
Government of Canada Treasury Bill, 3.854%, 24/01/08	900,000	891,000	897,836
Government of Canada Treasury Bill, 3.925%, 06/03/08	1,450,000	1,435,200	1,440,036
Government of Canada Treasury Bill, 4.040%, 20/03/08	150,000	147,938	148,707
Government of Canada Treasury Bill, 3.840%, 03/04/08	250,000	247,450	247,580
Government of Canada Discount Note, U.S.\$, 4.200%, 14/01/08	200,000	192,703	197,093
		3,285,470	3,305,891
TOTAL SHORT-TERM NOTES — 2.34%		3,285,470	3,305,891
TRANSACTION COSTS		(16,485)	
TOTAL INVESTMENT PORTFOLIO — 100.37%		128,859,653	141,931,672
OTHER ASSETS, NET OF LIABILITIES — (0.37%)			(528,692)
NET ASSETS — 100.00%			141,402,980

Diversified Private Trust

STATEMENT OF INVESTMENTS

As at December 31, 2007

SUMMARY OF THE INVESTMENTS OF THE INDIRECT HOLDINGS

Gryphon EAFE Fund	% Of Net Assets
Belgium	1.34
France	12.72
Germany	19.29
Hong Kong	9.39
Italy	3.29
Japan	22.09
Netherlands	7.41
South Korea	0.91
Spain	2.93
Sweden	0.70
Switzerland	8.74
Taiwan	0.47
United Kingdom	7.54
	96.82
Cash and Cash Equivalents	2.31
Other Assets, Net Of Liabilities	0.87
Total	100.00

Lincluden Private Trust	% Of Net Assets
By Asset Types	
Consumer Discretionary	6.09
Consumer Staples	0.73
Energy	7.05
Financials	12.88
Health Care	4.24
Industrials	3.37
Information Technology	3.36
Materials	5.31
Telecommunication Services	2.27
International Equities	4.52
	49.82

By Region	
Canada	25.30
United States	20.00
International Equities	4.52
	49.82
Bonds	41.61
Cash and Cash Equivalents	8.33
Other Assets, Net Of Liabilities	0.24
Total	100.00

(See accompanying notes)

Diversified Private Trust

NOTES TO FINANCIAL STATEMENTS

December 31, 2007

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Diversified Private Trust (the "Trust") was created under the laws of the Province of Ontario by a Declaration of Trust. The Trust was established on June 18, 1993 and commenced operations on this date.

The Trust is not a reporting issuer and is exempt from the filing requirements of Sections 2.1 and 2.3 for the year ended December 31, 2007. The Fund has prepared its financial statements according to National Instrument 81-106 ("NI 81-106") and has advised the Ontario Securities Commission that it is relying on the exemption not to file its financial statements according to Sections 2.1 and 2.3.

The financial statements of the Trust have been prepared within the framework of the significant accounting policies summarized below, in accordance with Canadian generally accepted accounting principles ("GAAP"):

- [a] Investments are recorded in the accounts at their fair value in Canadian currency with the difference between this amount and the average cost being shown as unrealized appreciation (depreciation) of investments, net of unrealized gains (losses) resulting from foreign currency translations.
- [b] The fair values of investments and other short-term notes denominated in other than Canadian dollars are translated into Canadian dollars at the rates of exchange applicable on the valuation date.
- [c] Purchases and sales of foreign securities and income and expenses are translated into Canadian dollars at the exchange rates prevailing on the dates of the transactions.
- [d] The gain or loss on sale of investments, net of unrealized gains (losses) from foreign currency translations, is calculated with reference to the average cost of the related investments.
- [e] The Trust follows the accrual method of recording investment income and expenses. Security transactions are recorded on the trade date. Dividends are accrued as of the ex-dividend date. Stock dividends are recorded in income based on the market value of the security.
- [f] Short-term notes are recorded at fair value.
- [g] For each unit sold, the Trust receives an amount equal to the net asset value per unit at the date of sale, which amount is included in unitholders' equity. Units are redeemable at the option of unitholders at their net asset value on the redemption date. For each unit redeemed, unitholders' equity is reduced by the net asset value of the unit at the date of redemption.

Diversified Private Trust

NOTES TO FINANCIAL STATEMENTS

December 31, 2007

2. NEW ACCOUNTING STANDARDS

In April 2005, the Canadian Institute of Chartered Accountants issued Section 3855, Financial Instruments - Recognition and Measurement, effective for financial statements relating to fiscal years beginning on or after October 1, 2006. This section establishes standard for the fair valuation of investments as well as the accounting treatment of transaction costs. Section 3855 requires that the fair value of financial instruments which are traded in active markets be measured based on the bid price for long securities and the ask price for short securities. Prior to the implementation of this new standard, the fair value was based on the last traded price for the day, when available. Section 3855 also requires that transaction costs, such as brokerage commissions, incurred in the purchase and sale of securities be charged to income in the period. Prior to this new standard, these costs were added to the cost of the securities purchased or deducted from the proceeds of sale. Section 3855 has been applied retrospectively without restatement of prior periods. The cost of individual investments in the Statement of Investments is recorded at total cost including transaction costs. Accordingly, the opening net asset value in the Statement of Changes in Net Assets for the year ended December 31, 2007 has been adjusted.

NI 81-106, Section 14.2, issued by the Canadian Securities Administrators ("CSA") in 2005, requires the daily net asset value of an investment fund to be calculated in accordance with Canadian GAAP. The CSA has granted temporary relief to investment funds from complying with Section 3855, for the purpose of calculating and reporting of NAV (other than for financial reporting purposes) until September 30, 2008, to permit review of the suitability of these financial reporting requirements for purposes other than the financial statements, such as the purchase and redemption price of an investment fund. The CSA has completed this review and has proposed amendments to NI 81-106 that will permit funds to have two different net asset values: one for financial statements, which will be prepared in accordance with Canadian GAAP (referred to as "net assets"); and another for all other purposes including unit pricing (referred to as "net asset value"). These financial statements have been prepared on a basis consistent with the proposed amendments by including a reconciliation between net assets and net asset value (note 9).

3. UNITHOLDERS' EQUITY

Unit transactions during the year were as follows:

	December 31, 2007		December 31, 2006	
	Number of units	Amount \$	Number of units	Amount \$
Subscriptions	1,272,547	17,492,174	1,182,890	15,877,257
Redemptions	1,283,457	17,514,427	1,142,062	15,274,357
Reinvestments	831,667	10,899,525	787,531	10,656,804

The number of issued and outstanding units at year end is 11,105,010 [December 31, 2006 - 10,284,253].

Diversified Private Trust

NOTES TO FINANCIAL STATEMENTS

December 31, 2007

4. INCOME TAXES

The Trust presently qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to taxes on its net income and net realized capital gains for the year, which are not paid or payable to its unitholders at the year end. The Trust pays out sufficient net income and net realized capital gains to unitholders so that no provision for income taxes is required in the financial statements.

5. FINANCIAL INSTRUMENTS

Interest rate risk

The Trust invests in short-term interest bearing securities. The income of the Trust may be affected by changes in interest rates relevant to particular securities or as a result of the Trust's sub-advisor being unable to secure similar returns on the expiry or sale of securities.

Credit risk

Credit risk on financial instruments is the risk of a financial loss occurring as a result of the default of a counterparty on its obligation to the Trust. Credit risk is managed by dealing with counterparties the Trust believes to be creditworthy and by regular monitoring of credit exposures. Additionally, credit risk is reduced by diversification of issuer, industry and geography.

Currency risk

The Trust invests in securities denominated in currencies other than its reporting currency, the Canadian dollar. Consequently, the Trust is exposed to risks that the exchange rate of the Canadian dollar relative to the other currencies may change in a manner which has an adverse effect on the reported value of that portion of the Trust's assets. The Trust will from time to time manage its currency risk through foreign currency hedging strategies.

6. FOREIGN EXCHANGE FORWARD CONTRACTS

The Trust utilizes foreign exchange forward contract hedging in the management of currency risk associated with its investment in foreign securities. The objective is to protect the Trust from the possibility of capital losses on foreign currency denominated investments due to increases in the value of the Canadian dollar. However, credit and market risks associated with foreign exchange contracts potentially expose the Trust to losses.

In order to minimize the possibility of loss arising from credit risk, the Trust deals only with large financial institutions.

Diversified Private Trust

NOTES TO FINANCIAL STATEMENTS

December 31, 2007

Market risks relate to the possibility that foreign exchange forward contracts change in value due to fluctuations in market prices. The foreign exchange contracts are marked-to-market daily and the resulting unrealized gains or losses are recognized in the Statement of Net Assets.

The result of employing foreign exchange forward contracts is that the foreign exchange gains and losses in the securities portfolio move substantially in opposite directions from the gains and losses in the hedging portfolio.

As at December 31, 2007, the Trust held no foreign exchange forward contracts or foreign investments.

7. BROKERAGE COMMISSIONS

The Trust paid brokerage commissions with respect to portfolio transactions in the amount of \$12,174 for the year ended December 31, 2007 and \$8,826 for the year ended December 31, 2006.

8. SECURITY LENDING

The Trust lends portfolio securities from time to time in order to earn additional income. The Trust has entered into a securities lending program with its custodian, CIBC Mellon Global Securities Services. The aggregate market value of all securities cannot exceed 50% of the net assets of the Trust. The Trust receives collateral in the form of debt obligations of the Government of Canada, Canadian provincial governments, Canadian corporations or foreign corporations against the loaned securities and maintains collateral in an amount of at least 105% of the market value of the loaned securities during the period of the loan. At December 31, 2007, certain securities shown in the Statement of Net Assets with a market value of \$7,874,197 [December 31, 2006 - \$18,540,611] had been loaned as part of the security lending program. The Trustee held securities with a market value of \$8,272,650 [December 31, 2006 - \$19,977,649] as collateral for such loans. Under the terms of the program, the Trust may instruct that securities be returned within three days.

9. RECONCILIATION OF NET ASSETS TO NET ASSET VALUE

In accordance with the proposed amendments issued by the Canadian securities regulatory authorities, a reconciliation of net assets, calculated in accordance with Section 3855 for an investment fund, and net asset value, calculated in accordance with the Manager's fair value policies and procedures for unit pricing as at December 31, 2007, is as follows:

Fund	Net Asset Value	Adjustment for New Accounting Standards (note 2)	Net Assets
Diversified Private Trust	\$141,442,012	(\$39,032)	\$141,402,980