



REPORT OF THE INDEPENDENT REVIEW COMMITTEE

TO UNITHOLDERS OF

**Marret High Yield Strategies Fund
Marret HYS Trust
Marret Investment Grade Bond Fund
Marret IGB Trust**

The Independent Review Committee ("IRC") of the funds listed above (the "Funds") is pleased to submit its report to unitholders of the Funds for the year ended December 31, 2010.

1. MEMBERS OF THE INDEPENDENT REVIEW COMMITTEE

All members of the Independent Review Committee are independent from Marret Asset Management Inc. and persons or companies related to Marret. The IRC carries out the mandate for independent review committees of publicly offered Funds required by securities regulators.

Name	Date of Appointment
John Anderson (Chair)	June 17, 2009
Ross MacKinnon	June 17, 2009
Richard Stone	June 17, 2009

There have been no changes in the composition or membership of the IRC during the most recently completed financial year.

The members of the IRC have concluded that they have no material relationship with the Funds that could reasonably be perceived to interfere with any member's judgment regarding a conflict of interest matter.

2. HOLDINGS OF SECURITIES

(a) Fund

As at December 31, 2010, no member of the IRC beneficially owned, directly or indirectly, any units of the Funds.

(b) **Manager**

As at December 31, 2010, no member of the IRC beneficially owned, directly or indirectly, any shares of Marret Asset Management Inc. (the "**Manager**").

(c) **Service Providers**

As at December 31, 2010, the percentage of each class or series of voting securities beneficially owned, directly or indirectly, in aggregate, by all members of the IRC in any person or company that provides services to the Funds or Manager is less than 1 percent.

3. COMPENSATION AND INDEMNITIES

The aggregate compensation paid to the IRC in respect of all Marret Funds during the most recently completed financial year was \$32,000 (\$12,000 for the Chair and \$10,000 for each member). Each Marret Fund paid a pro rata share of this compensation.

The compensation of the IRC is set, from time to time, by the IRC, giving consideration to the following:

- (i) the most recent assessment of its compensation;
- (ii) the Manager's recommendation, if any;
- (iii) the number, nature and complexity of the investment funds and fund families for which it acts;
- (iv) the nature and extent of the workload of each member of the IRC, including the commitment of time and energy that is expected from each member;
- (v) industry best practices, including industry averages and surveys on independent review committee compensation;
- (vi) the best interests of the Fund; and
- (vii) such other factors deemed necessary or appropriate.

The IRC has set the same compensation for the 2011 financial year.

No indemnities have been paid to members of the IRC by the Fund during the most recently completed financial year.

4. CONFLICT OF INTEREST MATTERS

(a) **Manager acting without positive recommendation**

The IRC is not aware of any instance where, during the most recently completed financial year, the Manager acted in a conflict of interest matter referred to the IRC for which the IRC did not provide a positive recommendation.

(b) **Manager failing to meet condition**

The IRC is not aware of any instance, during the most recently completed financial year, where the Manager acted in a conflict of interest matter but did not meet a condition imposed by the IRC in its recommendation or approval.

(c) **Reliance on standing instructions, recommendations and approvals**

During the financial year, the Manager relied on the following standing instructions, recommendations and approvals of the IRC:

Standing Instructions:

Marret amended its inter-fund trading policy in December 2009 to prohibit all inter-fund trades.


Recommendations:

For transactions that may be contemplated in illiquid, non-brokered private placement securities where the Manager is involved in structuring the transaction and participates in more than 10% of the deal, the IRC requests that a notice be delivered to the committee that outlines the investment, but not the merits of the investments, and advises the committee that the investment as been reviewed for conflict of interest and that no conflict of interest exists.

Approvals:

None

Respectfully submitted this 28th day of March, 2011.



John Anderson
Chair of the Independent Review Committee