

## THIRD CANADIAN GENERAL INVESTMENT TRUST LIMITED

### NOTICE OF ANNUAL MEETING OF SHAREHOLDERS

April 2, 2009

Notice is hereby given that the annual meeting of the holders of common shares of Third Canadian General Investment Trust Limited (the "Corporation") will be held in St. Andrew's Hall, St. Andrew's Club & Conference Centre, Sun Life Financial Tower, 150 King Street West, 27<sup>th</sup> Floor, Toronto, Ontario, Canada, M5H 1J9 on Thursday, the 2<sup>nd</sup> day of April, 2009 at 12:00 noon (Toronto time) for the following purposes:

- (a) to receive the Corporation's Annual Report which contains the audited comparative consolidated Financial Statements as at and for the financial year ended December 31, 2008 and the Auditors' report thereon, a copy of which is enclosed herewith;
- (b) to elect Directors;
- (c) to re-appoint Auditors and to authorize the Board of Directors to fix their remuneration; and,
- (d) to transact such other business as may properly come before the meeting or any adjournment thereof.

**The specific details of the foregoing matters to be put before the Meeting are set forth in the Management Information Circular accompanying this Notice of Meeting.**

Shareholders are invited to attend the meeting. *Registered shareholders* who are unable to attend the meeting in person are requested to complete, date and sign the enclosed form of proxy and send it in the enclosed envelope or otherwise to the Secretary of the Corporation c/o Computershare Investor Services Inc., 100 University Avenue, 9<sup>th</sup> Floor, Toronto, Ontario, M5J 2Y1, fax number 1-866-249-7775 or (416) 263-9524 from outside North America or to the Secretary of the Corporation at the Corporation's registered office, which is located at 110 Yonge Street, Suite 1601, Toronto, Ontario, M5C 1T4, fax number (416) 366-2729. *Non-registered shareholders* who receive these materials through their broker or other intermediary should complete and send the form of proxy in accordance with the instructions provided by their broker or intermediary. To be effective, a proxy must be received by Computershare Investor Services Inc. or the Secretary of the Corporation no later than March 31, 2009 at 12:00 noon (Toronto time), or in the case of any adjournment of the meeting, not less than 48 hours, Saturdays, Sundays and holidays excepted, prior to the time of the adjournment.

DATED the 12th day of February, 2009.

BY ORDER OF THE BOARD OF DIRECTORS

(signed) "Colin D. Smith"

COLIN D. SMITH  
*Secretary*

**THIRD CANADIAN GENERAL INVESTMENT TRUST LIMITED  
MANAGEMENT INFORMATION CIRCULAR FOR THE  
ANNUAL MEETING OF SHAREHOLDERS**

**APRIL 2, 2009**

**PROXIES**

**Solicitation of Proxies**

This Management Information Circular (the "Circular") is furnished in connection with the solicitation, by or on behalf of the Management of Third Canadian General Investment Trust Limited (the "Corporation"), of proxies to be used at the Corporation's annual meeting of the holders of common shares (the "Common Shares") to be held on April 2, 2009 (the "Meeting") or at any adjournment thereof. It is expected that the solicitation will be primarily by mail, but proxies may also be solicited personally, by advertisement or by telephone, by Directors, Officers or employees of the Corporation without special compensation, or by the Corporation's transfer agent, Computershare Investor Services Inc. at nominal cost. The cost of solicitation will be borne by the Corporation.

**Appointment of Proxyholder**

The person(s) designated by Management of the Corporation in the enclosed form of proxy are Directors of the Corporation. **Each shareholder has the right to appoint as proxyholder a person (who need not be a shareholder of the Corporation) other than the person(s) designated by Management of the Corporation in the enclosed form of proxy to attend and act on the shareholder's behalf at the Meeting or at any adjournment thereof.** Such right may be exercised by inserting the name of the person in the blank space provided in the enclosed form of proxy or by completing another form of proxy.

In the case of *registered shareholders*, the completed, dated and signed form of proxy should be sent in the enclosed envelope or otherwise to the Secretary of the Corporation c/o Computershare Investor Services Inc., 100 University Avenue, 9<sup>th</sup> Floor, Toronto, Ontario M5J 2Y1, fax number 1-866-249-7775 or (416) 263-9394 from outside North America or to the Secretary of the Corporation at the Corporation's registered office, which is located at 110 Yonge Street, Suite 1601, Toronto, Ontario, M5C 1T4, fax number (416) 366-2729. In the case of *non-registered shareholders* who receive these materials through their broker or other intermediary, the shareholder should complete and send the form of proxy in accordance with the instructions provided by their broker or other intermediary. To be effective, a proxy must be received by Computershare Investor Services Inc. or the Secretary of the Corporation no later than March 31, 2009 at 12:00 noon (Toronto time), or in the case of any adjournment of the Meeting, not less than 48 hours, Saturdays, Sundays and holidays excepted, prior to the time of the adjournment.

**Revocation of Proxy**

A shareholder who has given a proxy may revoke it by depositing an instrument in writing signed by the shareholder or by the shareholder's attorney, who is authorized in writing, or by transmitting, by telephonic or electronic means, a revocation signed by electronic signature by the shareholder or by the shareholder's attorney, who is authorized in writing, to or at the registered office of the Corporation at any time up to and including the last business day preceding the day of the Meeting, or in the case of any adjournment of the Meeting, the last business day preceding the day of the adjournment, or with the Chairman of such Meeting on the day of the Meeting, or any adjournment thereof, or in any other manner permitted by law.

## VOTING SHARES AND PRINCIPAL HOLDERS THEREOF

As at January 30, 2009, the Corporation has outstanding 4,805,910 common shares. Each holder of common shares is entitled to one vote for each common share registered in his or her name as at the close of business on February 20, 2009 being the record date fixed by the Board of Directors for the purpose of determining holders of common shares entitled to receive notice of and to vote at the meeting.

As of the date hereof, CDS & Co. (The Canadian Depository for Securities Limited) is the registered holder of 1,056,535 common shares which represent 21.98% of the outstanding common shares of the Corporation. The Directors of the Corporation are not aware of the beneficial ownership of such common shares, other than as set out herein.

To the knowledge of the Directors and Officers of the Corporation, the only persons or companies other than CDS & Co. that beneficially own directly or indirectly or exercise control or direction over more than 10% of the outstanding common shares of the Corporation are the following:

<u>Name</u>	<u>Number of Common Shares Beneficially Owned, Controlled or Directed</u>	<u>Percentage of Outstanding Common Shares</u>
Third Canadian Holdings #1 Limited (a wholly-owned subsidiary of New Annan Investments Ltd. which is owned as to 50% by each of Jonathan A. Morgan and Vanessa L. Morgan)	2,901,000	60.36%

## ELECTION OF DIRECTORS

Directors of the Corporation are elected annually and six Directors are to be elected at this Meeting. Unless authority to vote in the election of Directors is withheld, the persons whose names are pre-printed in the enclosed form of proxy intend to vote the common shares represented thereby for the election of the nominees whose names are set forth below, all of whom are currently members of the Board of Directors of the Corporation. Management does not anticipate that any of the said nominees will be unable to serve as a Director but, if that should occur for any reason prior to the Meeting, the persons whose names are pre-printed in the enclosed form of proxy will vote for the election of another person or persons in their discretion unless authority to vote in the election of Directors is withheld. Each Director elected will hold office until the annual meeting of shareholders next following his or her election or until his or her successor is duly elected or appointed unless his or her office is earlier vacated in accordance with the Corporation's By-laws.

The following table and notes thereto set out the names of all persons proposed to be nominated for election as Directors, all other positions and offices held by them with the Corporation, their principal occupation or employment, the year in which they first became a Director of the Corporation and the approximate number of common shares of the Corporation beneficially owned or over which control or direction is exercised by each of them as of the date hereof. The information as to common shares beneficially owned, controlled or directed has been furnished by the respective nominees.

<b><u>Name and Present Principal Occupation</u></b>	<b><u>Year First Became a Director</u></b>	<b><u>Approximate Number of Common Shares Beneficially Owned, Controlled or Directed</u></b>	
		<b><u>Number</u></b>	<b><u>Percent</u></b>
Shawn S. Cooper ..... Managing Director and Country Manager for Canada, Russell Reynolds Associates (Global executive recruitment and assessment firm)	2004	600	0.01
Robert S. Hart ..... Barrister and Solicitor	2003	1,000	0.02
Jonathan A. Morgan ..... President and CEO, Canadian General ..... Investments, Limited (Closed-end investment company)	2001	126,386 (See Notes 9, 11 & 12)	2.63
Vanessa L. Morgan ..... Chairman, Canadian General Investments, Limited (Closed-end investment company)	1994	9,622 (See Notes 10, 11 & 12)	0.20
Paul M. Pugh..... Retired Senior Investment Executive	2006	700	0.01
Michael A. Smedley..... Executive Vice-President and CEO Morgan Meighen & Associates Limited (Investment management firm)	1988	5,360	0.11

Notes:

1. During the five years prior to the date hereof, each of the nominees has been engaged in his or her principal occupation except: Mr. Cooper who, during the past five years, has held positions of increasing authority at Russell Reynolds Associates; Mr. Morgan who, prior to February 2005 was Senior Vice-President of the Manager (a position he continues to hold); Mr. Pugh, who prior to April 2004 was a consultant to OMERS, and prior to September 2007 was Senior Vice-President, Public Investments of OMERS Administration Corporation and Mr. Smedley, whose principal occupation prior to February 2005 was President of Canadian General Investments, Limited. Mr. Smedley has held the position of Executive Vice-President and CEO of the Manager since his appointment to that position in September 1995.
2. Each of the nominees has served continuously as a Director from the time in the year when he or she first became a Director.
3. All of the nominees were previously elected as Directors at a meeting of shareholders of the Corporation.
4. The Corporation does not have an Executive Committee.
5. The current members of the Corporation's Audit Committee are Shawn S. Cooper, Robert S. Hart and Paul M. Pugh.
6. The current members of the Corporation's Corporate Governance Committee are Shawn S. Cooper, Robert S. Hart and Jonathan A. Morgan.
7. The current members of the Corporation's Independent Directors Committee are Shawn S. Cooper, Robert S. Hart and Paul M. Pugh.
8. Vanessa L. Morgan is Chairman and Jonathan A. Morgan is President and CEO of the Corporation.

9. The common shares shown above opposite the name of Jonathan A. Morgan are those which he and his associates beneficially own, directly or indirectly, or over which he exercises control or direction, as follows:
  - (a) 225490 Investment Limited holds 116,736 common shares (representing 2.43% of the class); and
  - (b) Jonathan A. Morgan holds directly 9,650 common shares (representing 0.20% of the class).
10. The common shares shown above opposite the name of Vanessa L. Morgan are those which she owns beneficially and directly and over which she exercises control and direction.
11. New Annan Investments Ltd., owned as to 50% by each of Jonathan A. Morgan and Vanessa L. Morgan, holds 3,110,100 common shares (representing 64.71% of the class) through the following entities:
  - (a) Third Canadian Holdings #1 Limited holds 2,901,000 common shares (representing 60.36% of the class); and
  - (b) Morgan Meighen & Associates Limited (owned as to 84.5% by New Annan Investments Ltd.) holds 209,100 common shares (representing 4.35% of the class).
12. Jonathan A. Morgan and Vanessa L. Morgan are voting members and directors of The Catherine and Maxwell Meighen Foundation, a charitable foundation, which owns beneficially and directly 480,590 common shares (representing 9.99% of the class). Vanessa L. Morgan is also the President of such foundation.

### **REMUNERATION OF DIRECTORS AND OFFICERS**

Following a review of available survey and other pertinent information by the Corporate Governance Committee of the Board, the remuneration of Directors was changed effective August 1, 2008. Each Director of the Corporation, other than a Director who is an executive officer of the Manager, Morgan Meighen & Associates Limited, is now entitled to receive a fee of \$12,000 (an increase from the previous \$10,000) per annum, and a fee of \$1,200 (previously \$1,000) for each meeting of the Board or any Committee thereof attended. The Chairman of the Audit Committee is now entitled to an annual fee of \$2,600 (previously \$2,000) while the Chairmen of other Committees of the Board are now entitled to a fee of \$1,400 (previously \$1,000) per annum.

During the financial year ended December 31, 2008, three Directors of the Corporation received Directors' fees aggregating \$75,283 from the Corporation and no other compensation was paid or is payable to the Directors of the Corporation in respect of that year, except for compensation paid by the Corporation in respect of such persons acting as members of the Independent Review Committee for the Corporation, aggregating \$16,317 as outlined under the heading "Independent Review Committee for the Corporation pursuant to National Instrument 81-107". The Board may from time to time engage individual members to conduct special assignments that are particularly suited to the member's expertise. Compensation requires Board approval and will be determined according to prevailing related professional rates. Remuneration of Directors is determined by the Board of Directors from time to time upon the recommendation of the Corporate Governance Committee, with a view to providing appropriate compensation for individuals serving as Directors of the Corporation and as members of Committees of the Board.

The following table provides information relating to compensation of the individual Directors by the Corporation for their services as Directors for the year ended December 31, 2008:

<u>Name</u>	<u>Fees Earned</u> \$	<u>Other Compensation</u> \$	<u>Total</u> \$
Shawn S. Cooper	25,800	-	25,800
Robert S. Hart	25,800	-	25,800
Paul M. Pugh	23,683	-	23,683

No compensation was paid or is payable by the Corporation to any executive of the Manager in his or her capacity as a Director or Officer of the Corporation.

## EXECUTIVE COMPENSATION

Executive management concerning portfolio management, the sole operating business of the Corporation, is provided by the Manager, an external management company. Pursuant to National Instrument 51-102 of the Canadian Securities Administrators, disclosure of executive compensation is required for the named executive officers (“NEOs”) of the Corporation consisting of (i) the Chief Executive Officer and Chief Financial Officer and (ii) the 3 next most highly compensated executive officers who fulfill a policy making function, but only where the attributable allocation for the individual exceeds \$150,000.

The following represents required executive compensation disclosure in relation to the NEOs, as prescribed by the rules relating to management contracts in FORM 51-102F6 under National Instrument 51-102.

During the year ended December 31, 2008, two individuals acted NEOs of the Corporation. These individuals were employed by the Manager, Morgan Meighen & Associates Limited and were compensated by the Manager. Such individuals received no compensation from the Corporation. The Manager provides management services to the Corporation as outlined under the heading “Management Contract.”

The following table discloses the names of the persons acting as NEOs of the Corporation and the amount of compensation paid to them by the Manager for the year ended December 31, 2008 that is attributable to the services they provided to the Corporation, including in the capacity of Directors, if applicable:

<u>Name</u>	<u>Cash Compensation Related to the Corporation</u> <sup>(1)</sup>
Jonathan A. Morgan, President and CEO <sup>(2)</sup>	\$42,715
Frank C. Fuernkranz, Treasurer and CFO <sup>(2)</sup>	\$29,478

---

### Notes:

- (1) Includes that portion of base salary, bonus, retirement allowance (in lieu of pension plan) and amount in respect of the Manager’s long-term incentive plan, that the Manager attributes to the Corporation.
- (2) The above named NEOs also received from the Manager in respect of services to the Corporation during 2008, coverage under a staff group insurance plan and other miscellaneous benefits, the total cost of which to the Manager in 2008 was \$12,367.

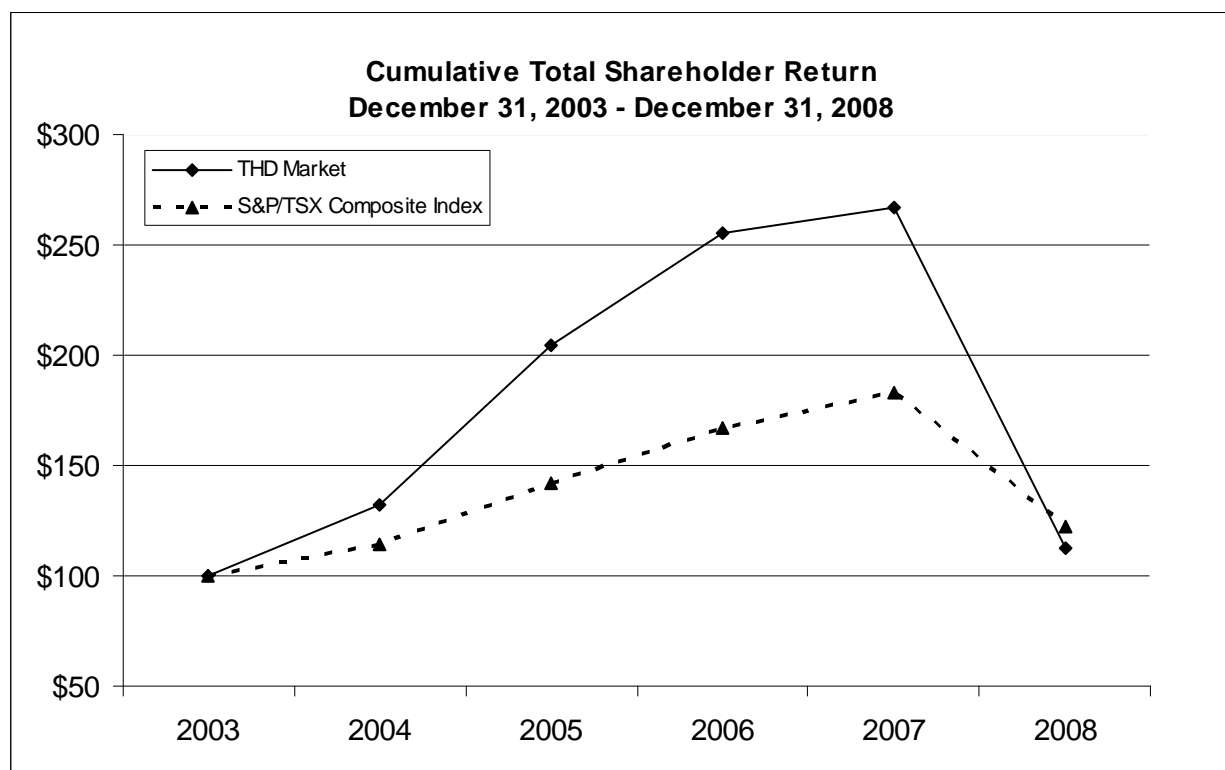
The Manager also provides similar management services to Canadian General Investments, Limited and Canadian World Fund Limited.

## SUMMARY OF BOARD MEETINGS AND ATTENDANCE

There were six meetings of the Board and seven meetings of Committees of the Board during 2008. There was full attendance for all Board and Committee meetings.

**THIRD CANADIAN GENERAL INVESTMENT TRUST LIMITED  
PERFORMANCE OF THE CORPORATION'S COMMON SHARES**

The following graph and chart assume that \$100 remained invested over a five-year period commencing on the last business day of December, 2003 and compare the yearly percentage change in the cumulative total shareholder return over those five years on Third Canadian General Investment Trust common shares with the cumulative total returns of the S&P/TSX Composite Index, assuming all dividends paid by the Corporation to its common shareholders were reinvested in additional common share of the Corporation.



	Common Shares	S&P/TSX Composite Index
December 2003	\$ 100.00	\$ 100.00
December 2004	\$ 132.50	\$ 114.48
December 2005	\$ 204.07	\$ 142.10
December 2006	\$ 255.65	\$ 166.63
December 2007	\$ 267.14	\$ 183.01
December 2008	\$ 112.53	\$ 122.61

## MANAGEMENT CONTRACT

The Corporation and Morgan Meighen & Associates Limited (the “Manager”) are parties to a Management Agreement dated January 1, 2006, (the “Management Contract”). The Management Contract was developed by the Independent Directors Committee of the Board of the Corporation (the “Committee”) following extensive review thereof and deliberation thereupon, and was approved in its entirety by the Board of Directors of the Corporation (the “Board”) with those Directors who are also officers of the Manager refraining from voting.

The complete Management Contract is available for viewing on SEDAR at [www.sedar.com](http://www.sedar.com). The following provides a description of the material parts of the Management Contract:

- Under the Management Contract the Manager is responsible for making all decisions relating to the investment, disposition and re-investment of monies and securities forming part of the investment portfolio from time to time in accordance with the Corporation’s investment objectives, guidelines, strategy and restrictions (the “Investment Policy”) as established and amended from time to time by the Board.
- The Manager will participate in the marketing of information about the Corporation, its shares and other securities, will assist the Corporation in complying with applicable laws and regulations and in addition, will supply, at its expense, office accommodation, office staff, statistical and research services, accounting services to administer the Corporation’s accounts, maintenance of books and records and certain other services.
- The Manager will provide, according to a timetable specified by the Board, reports concerning portfolio holdings and cash setting out the current portfolio of investments of the Corporation and of all transactions since its previous report as well as any ad hoc reporting.
- The Manager is responsible for assisting the Board with the preparation of such Financial Statements or other reports required by applicable laws and regulations, and to assist the Corporation in furnishing the same to shareholders and other concerned parties including the responsibility for calculating and publishing the net asset value of the Corporation.
- The “Portfolio Manager”, is the designated individual employed by the Manager having the responsibility for and the authority over the Manager’s investment related advice and services provided to the Corporation. The individual currently filling this role can only be replaced subject to the Board’s right to approve or reject, acting reasonably, any such proposed replacement Portfolio Manager (this provision codifies a procedure that was previously employed by understanding only).
- The Management Contract continues until terminated by either party with not less than 180 days prior written notice and provides, in the case of such a termination by the Corporation, that termination must be approved by a two-thirds shareholder vote cast at a meeting of shareholders of the Corporation. In the event that the Management Contract is terminated by the Corporation for reasons other than an unrectified breach or default, the Manager is entitled to a termination payment in an amount equal to three-quarters of the fees paid or payable to the Manager during the most recently completed twelve-month period. The Corporation may also terminate the Management Contract if the Manager is in material breach or default of its responsibilities and such default is not rectified within 30 days of notice and, in this event, the Manager will not be entitled to the termination payment as set out above.
- For its services the Manager is entitled to receive a fee of 1.0% per annum of the consolidated net asset value (adjusted to include future income taxes, any tax liabilities and any borrowings as part of consolidated net asset value) of the Corporation calculated without regard to any securities owned by the Corporation or its subsidiaries in any company or other entity whose investment portfolio is managed by the Manager. The Manager is also entitled to receive an administration fee of 0.2% per annum of the market value of the securities owned by the Corporation, or its subsidiaries, in any company or other entity whose investment portfolio is managed by the

Manager. Fees are calculated at the close of business at the last business day of the month and payable on the 15<sup>th</sup> of the following month.

The amounts paid or payable by the Corporation to the Manager for its services under the Management Contract aggregated \$1,502,000 (including GST) during the fiscal year of the Corporation ended December 31, 2008.

The names and municipality of residence of the insiders of the Manager are as follows:

<b><u>Name and Office with the Manager</u></b>	<b><u>Municipality</u></b>
Vanessa L. Morgan, President .....	Mississauga, Ontario
Michael A. Smedley, Executive Vice-President and Chief Executive Officer .....	Toronto, Ontario
Jonathan A. Morgan, Senior Vice-President .....	Toronto, Ontario
Clive W. Robinson, Senior Vice-President .....	Toronto, Ontario
D. Greg Eckel, Senior Vice-President .....	Toronto, Ontario
Colin D. Smith, Vice-President Finance and Secretary .....	Toronto, Ontario
Frank C. Fuernkranz, Vice-President and Treasurer .....	Toronto, Ontario
Julie M. Brough, Vice-President .....	Toronto, Ontario
Alex Sulzer, Vice-President .....	Oakville, Ontario
D. Christopher King, Assistant Vice-President .....	Toronto, Ontario
New Annan Investments Ltd., major shareholder .....	Toronto, Ontario

#### **DIRECTORS' AND OFFICERS' INSURANCE**

During the year ended December 31, 2008, the Corporation purchased shared primary as well as separate excess insurance for its Directors and Officers ("D&O") with respect to certain liabilities which may be incurred by them in their capacity as Directors or Officers of the Corporation. The shared insurance policy also covers directors and officers of Canadian General Investments, Limited ("CGI") and Canadian World Fund Limited ("CWF"). This shared policy provides insurance coverage for claims made during the policy period to a maximum of \$5,000,000 in respect of each loss and a maximum of \$5,000,000 in the aggregate in respect of each policy year (including claims in respect of directors and officers of CGI and CWF). The policy provides for a deductible amount of \$50,000 per loss in the case of claims for which the Corporation grants indemnity to individual Directors and Officers. In addition, the Corporation purchased excess D&O insurance for a policy amount of \$5,000,000 available solely for the Directors and Officers of the Corporation. There is no deductible amount applicable to this excess policy. The premium paid by the Corporation for the period of the policies from August 26, 2008 to August 26, 2009 was \$25,367 in the aggregate, none of which was paid by individual Directors or Officers. Neither insurance policy makes any distinction between insurance coverage for Directors and insurance coverage for Officers and there is no basis for estimating the amount of the premiums paid in respect of Directors or Officers as separate groups.

#### **APPOINTMENT OF AUDITORS**

Unless authority to vote in the appointment of Auditors is withheld, the persons whose names are pre-printed in the enclosed form of proxy intend to vote the common shares represented thereby for the reappointment of PricewaterhouseCoopers LLP, Chartered Accountants, as Auditors of the Corporation, to hold office until the close of the next annual meeting of shareholders, and to authorize the Directors to fix the remuneration of the Auditors.

## STATEMENT OF CORPORATE GOVERNANCE PRACTICES

As an “investment fund” for purposes of applicable securities laws, rules and policies, the prescribed corporate governance practices of the Corporation correspond to certain provisions of National Instruments 81-102, 81-106 and 81-107, as well as its governing corporate statute. The following outlines the corporate governance practices of the Corporation which in many instances exceed such prescribed practices.

### BOARD OF DIRECTORS

#### Mandate of the Board, Duties and Objectives

The Board of Directors is elected by the shareholders and assumes responsibility for the stewardship of the Corporation.

The Board of Directors oversees the conduct of the business and affairs of the Corporation and supervises its Management so that all major issues affecting the Corporation are given appropriate consideration. In fulfilling its responsibilities, the Board delegates day-to-day authorities to Management, while reserving the ability to review Management decisions. The Board discharges its responsibilities directly and through its Committees.

The Directors are kept informed of the Corporation’s operations at meetings of the Board and its Committees and between meetings, through regular reports and discussions with Management. In addition to its primary roles of overseeing corporate performance and providing quality, depth and continuity of Management to meet the Corporation’s strategic objectives, the Board of Directors, amongst other things:

- a) approves Annual & Interim Financial Statements, Management Report of Fund Performance, Report to Shareholders, Management Information Circular and Annual Information Form and corresponding press releases;
- b) appoints members to serve on Committees of the Board and selects (other than with the Independent Directors Committee) the member (who shall be other than an “inside” Director) who will serve as Committee Chairman;
- c) determines the mandates of Committees of the Board;
- d) approves business, strategic, financial and succession plans and monitors the implementation of business and strategic plans;
- e) reviews investment activities and reviews and approves policies, guidelines and constraints governing such activities;
- f) reviews and approves policies and procedures of the Corporation (e.g. corporate disclosure policy) and those of the Manager that are relevant to the Corporation (e.g. voting of proxies);
- g) monitors Management’s approach to communications between the Corporation and shareholders, potential investors, investment professionals, regulatory bodies and the general public;
- h) develops and reviews position descriptions for the CEO and Members of the Board;
- i) appoints Officers and monitors their performance on a continuous basis (the Corporation has no employees);
- j) monitors the effectiveness of the Manager’s approach to succession planning, which falls under the purview of the president of that company;
- k) approves corporate distributions such as dividend payments;
- l) approves changes in the By-laws of the Corporation and submits them to shareholders for approval;

- m) under the guidance of the Corporate Governance Committee, each member of the Board participates in the annual assessment of the Board as a whole and in the confidential process of peer assessment;
- n) monitors business risks as identified by Management; and,
- o) through its Audit Committee, the Corporation's external Auditors, and working closely with the Manager, has in place effective procedures for monitoring the integrity and performance of the systems supporting the Corporation.

In order to carry out its responsibilities, the Board of Directors meets on a regularly scheduled basis at least five times annually and otherwise as required by circumstances. The Board can at any time engage outside advisors at the expense of the Corporation by a majority vote.

The Chairman of the Board is responsible for the functioning of the Board including, among other things, setting the agenda for each Board meeting, ensuring that Directors are kept informed of appropriate corporate matters including shareholder feedback and proposing measures for dealing with shareholder concerns, chairing the meetings and acting as a key liaison between the Board and Management.

The Board has determined that Board membership should be set at 6, the number considered effective and appropriate given current requirements and circumstances. Currently, 3 of 6 Directors are independent of Management and the majority shareholders and, accordingly, are free of any conflicting interest. At the April 2, 2009 Annual General Meeting of Shareholders, 6 persons are proposed to be nominated as Directors. With the election of the proposed nominees, 3 of the 6 Directors will continue to be independent and free from any such conflicting interest.

The Directors undertake to exercise all powers and adhere to all responsibilities under applicable laws.

### **Strategic planning process**

Due to the nature of the business of the Corporation, strategic planning centres on portfolio management. The President, together with the investment management team of the Manager, is responsible for portfolio investment selection strategy within the parameters of the strategic plan. Strategic issues and corporate governance matters are discussed at every meeting of the Board either directly or by way of reporting from a Committee of the Board.

### **Committees of the Board of Directors**

The Board of Directors has established three standing Committees, the Independent Directors Committee, the Audit Committee and the Corporate Governance Committee. None of the members of the Independent Directors Committee or Audit Committee is a current or former employee of the Corporation or the Manager. One member of the three person Corporate Governance Committee is a Senior Officer of the Corporation and of the Manager.

The Board has delegated certain functions to each of the Audit Committee and Corporate Governance Committee and has designated subjects, including matters of policy, on which such Committees are to perform an advisory role and report to the Board of Directors. In practice, the Committees have been empowered by the Board to formally approve certain matters before them and in other cases to return matters to the full Board with recommendations.

#### **1. Independent Directors Committee**

Given the Corporation's majority shareholder ownership structure, in 2003 the Board established the Independent Directors Committee, consisting of non-management Directors, to allow opportunity for

independent deliberation. The Committee meets periodically, at its own instigation and volition, to review activities of the Corporation. Its deliberations are private and it is unfettered in the scope of its questioning, having unimpeded access to the Corporation, its Officers and professional relationships. Members are paid fees consistent with prevailing Committee member fees. Where feasible, in order to minimize costs, meetings are held in conjunction with regular Board meetings or via conference call. To fulfill its responsibilities, the Independent Directors Committee may, with prior notice to the Board, engage outside advisors at the expense of the Corporation.

## **2. Audit Committee**

The Board has established an Audit Committee (the "Audit Committee") with whose assistance it accomplishes the monitoring of the Corporation's financial reporting and disclosure.

The Audit Committee is entirely comprised of independent Directors and its composition complies with the requirements of the Canada Business Corporations Act, as well as general securities rules and policies even though they do not technically apply to the Corporation.

The Board has determined that certain 'Fundamental Activities' must be effectively conducted in order to meet financial reporting objectives. Such activities include properly recorded financial transactions, stringent internal controls and accurate Financial Statements; these are the responsibility of Management and are reported on by external Auditors.

The Audit Committee has been empowered by the Board to conduct activities that will allow it to offer reasonable assurance to the Board that the Fundamental Activities are being properly conducted and that objectives as approved by the Board are being met.

The Audit Committee has a formal written mandate that has been approved by the Board and that sets out the scope of the Audit Committee's responsibilities and authority. The mandate is as follows:

### **A. The Board of Directors' Mandate for the Audit Committee**

The Board of Directors bears responsibility for the stewardship of the Corporation. Given that management of the Corporation's business and affairs is closely related to financial reporting and disclosure, the 'Financial Reporting Objective' of the Board's monitoring is to gain reasonable assurance over the following:

- a) that the Corporation complies with all applicable laws, regulations and other requirements of governments and regulatory bodies relating to financial reporting and disclosure;
- b) that the accounting principles supporting the Corporation's Financial Statements are the most appropriate;
- c) that the Corporation's Interim and Annual Financial Statements are accurate and present fairly the Corporation's financial position and performance in accordance with Canadian generally accepted accounting principles;
- d) that relevant information is disseminated to shareholders, regulatory bodies and the public in a timely manner; and,
- e) that consulting work for the Corporation will be carried out by bodies that have no relationship to the Corporation's Auditors, other than for corporate income tax and matters of low consequence that the Audit Committee judges will not bear on the independence of the Auditors.

## **B. Composition of the Audit Committee**

Matters concerning composition of the Audit Committee are as follows:

- a) The Audit Committee is appointed annually by the Board and consists of at least three members from among the Directors of the Corporation. All of the members shall be independent Directors and free from any relationship that, in the opinion of the Board, would interfere with the exercise of his or her independent judgment as a member of the Audit Committee;
- b) The Board shall designate the Chairman of the Audit Committee, where feasible according to pre-determined rotation; and
- c) All Audit Committee members shall be suitably financially literate.

## **C. Reliance on Experts**

In contributing to the Audit Committee's discharging of its duties under this mandate, each member of the Audit Committee shall be entitled to rely in good faith upon:

- (a) Financial Statements of the Corporation represented to him or her by an Officer of the Corporation, or in a written report of the external Auditors, to present fairly the financial position of the Corporation in accordance with Canadian generally accepted accounting principles; and,
- (b) any report from a professional person whose accreditation lends credibility to a statement made by any such person.

## **D. Duties of the Audit Committee**

The Audit Committee's duties are to monitor and review so as to gain reasonable assurance that the Fundamental Activities are being conducted effectively and that the Financial Reporting Objective is being met so as to enable the Audit Committee to report thereon to the Board.

## **E. Operations of the Audit Committee**

- a) It is the expectation of the Audit Committee that Management will operate within laws and regulations governing the Corporation and will maintain strong financial reporting and control procedures and it is the Audit Committee's responsibility to oversee the reliability of financial reporting including effectiveness of internal control over financial reporting;
- b) To fulfil its responsibilities, the Audit Committee may, with prior notice to the Board, engage outside advisors at the expense of the Corporation;
- c) External Auditors will be accountable to the Board through the Audit Committee and will report to the Audit Committee on all material or potentially material issues that come to their attention;
- d) Audit Committee meetings will be held as frequently as circumstances dictate, no less than in conjunction with the release of required financial results to shareholders and additionally at the call of the Audit Committee Chairman, a majority of the members or the external Auditors;
- e) A quorum will be a majority of members. Members may appoint an acting chairman in the absence of the Audit Committee Chairman and the Secretary of the Corporation will act as Secretary to Audit Committee meetings unless the Audit Committee specifies otherwise;

- f) The agenda for each meeting of the Audit Committee is the responsibility of the Audit Committee Chairman;
- g) Minutes of each meeting of the Audit Committee will be provided to all members of the Board in a timely fashion and the Chairman of the Audit Committee will report on the activities of the Committee to the full Board at the next meeting of the Board;
- h) The Audit Committee will meet in camera with the external auditors; with management; and privately at least once annually;
- i) The Audit Committee will review and approve for presentation to the Board, after obtaining required input from the external Auditors, the Corporation's Annual and Interim Financial Statements, Management Report of Fund Performance, Report to Shareholders and corresponding press releases;
- j) The Audit Committee will review and ascertain the degree of risk associated with significant actual or potential liabilities, the adequacy of steps in place to minimize the full impact of the matters of risk, and will report thereon to the Board in a timely manner;
- k) The Audit Committee will confirm the Corporation's compliance with laws and regulations with respect to financial reporting;
- l) The Audit Committee will review the external audit plan and receive the Annual Report of the external Auditors and report to the full Board at least annually as to the on-going independence from Management of the Auditors, the performance of the external Auditors, and will recommend to the Board the nomination of external Auditors, their remuneration and terms of engagement; and,
- m) The Audit Committee will investigate matters that properly fall within its duties and perform other functions that may be assigned by the Board to the Audit Committee.

### **3. Corporate Governance Committee**

The Corporate Governance Committee is composed of a majority of outside and unrelated Directors and is responsible for the Corporation's approach to corporate governance issues including compliance with relevant regulations and guidelines from regulatory bodies.

In fulfilling its responsibilities, the Corporate Governance Committee is:

- a) Responsible for the implementation of a board assessment and peer evaluation process to assess annually the effectiveness of the Board as a whole and the contribution of individual Directors. The Chairman of the Corporate Governance Committee reports to the full Board, on a summary basis, the assessment of Board effectiveness as tabulated from survey forms. The Chairman of the Board receives from an independent third party, summarized results of the peer review conducted via anonymous survey forms and then meets privately with individual Board members to discuss his/her assessment as shown in the summary;
- b) Charged with acting as a nominating committee by proposing new nominees to the Board and assisting with the orientation of new Directors. Officers and Directors, through informal discussions, provide new Board members with necessary orientation and facts on all aspects of the Corporation. A compilation of Corporate/Board documents is provided to new members by the Chairman; and,
- c) Responsible for conducting a periodic review of Directors' remuneration and recommending changes, if any, to the Board. Directors, with the exception of officers of the Manager, receive compensation.

**INDEPENDENT REVIEW COMMITTEE FOR THE CORPORATION PURSUANT TO NATIONAL INSTRUMENT 81-107**

***IT SHOULD BE NOTED THAT THIS COMMITTEE IS NOT A COMMITTEE OF THE BOARD OF DIRECTORS OF THE CORPORATION. THE EXISTENCE AND MANDATE OF THE COMMITTEE ARE REQUIRED BY REGULATION.***

In July 2006, the Canadian Securities Administrators released in final form National Instrument 81-107 "Independent Review Committee for Investment Funds" ("NI 81-107" or the "Instrument"). The Instrument applies to mutual funds and non-redeemable investment funds. The Instrument, which came into force on November 1, 2006 with a one-year transition period, applies to the Corporation because it is a non-redeemable investment fund.

In accordance with NI 81-107, the Manager established an independent review committee ("IRC") for the Corporation on May 1, 2007 and appointed the founding members. The IRC, named the Independent Review Committee for the Closed-End Funds Managed by Morgan Meighen & Associates Limited, was the IRC for the Corporation, as well as for Canadian General Investments, Limited and Canadian World Fund Limited (together with the Corporation, the "Funds"). The IRC was comprised of three members, who were independent as defined pursuant to Section 1.4 of NI 81-107.

In the second quarter of 2008, the initial members of the IRC of each of the Funds unanimously determined that it would be beneficial for the composition of each Fund's IRC to be comprised of the same individuals who serve as independent members of the Board of Directors of the corresponding Fund. As a result, effective June 30, 2008, a restructuring of each Fund's IRC occurred, resulting in the new members of the Corporation's IRC being as follows:

<b><u>Name and Municipality of Residence</u></b>	<b><u>Principal Occupation</u></b>
Paul M. Pugh (Chairman) Palgrave, Ontario	Retired Senior Investment Executive
Shawn S. Cooper Toronto, Ontario	Managing Director and Country Manager for Canada, Russell Reynolds Associates (Global executive recruitment and assessment firm)
Robert S. Hart Thornbury, Ontario	Barrister and Solicitor

Prescribed disclosure concerning the IRC is contained in the Corporation's Annual Information Form which can be viewed at [www.sedar.com](http://www.sedar.com). In addition, the IRC's report to security holders of the Corporation for the financial year ended December 31, 2007 can be viewed at [www.sedar.com](http://www.sedar.com), at the Corporation's website [www.mmainvestments.com](http://www.mmainvestments.com), and by request via e-mail to [thdfund@mmainvestments.com](mailto:thdfund@mmainvestments.com), by telephone (416) 366-2931, by fax (416) 366-2729 or by post to Third Canadian General Investment Trust Limited, 110 Yonge Street, Suite 1601, Toronto, Ontario, M5C 1T4.

## AVAILABLE DOCUMENTATION

The Corporation shall provide to any person or company, upon request to the Secretary of the Corporation, one copy of (i) the Corporation's current Annual Information Form, together with any document, or the pertinent pages of any document, incorporated therein by reference, (ii) the most recently filed comparative Annual Financial Statements of the Corporation together with the report of the Auditors thereon and any Interim Financial Statements of the Corporation that have been filed for any period after the end of its most recently completed financial year, as well as the related Management Report of Fund Performance (which provides financial information) and (iii) the Management Information Circular of the Corporation in respect of the most recent annual meeting of its shareholders. The Corporation may require the payment of a reasonable charge when the request is made by someone who is not a shareholder of the Corporation, unless securities of the Corporation are in the course of a distribution under a short form prospectus, in which case such documents will be provided free of charge. Additional information regarding the Corporation is also available on SEDAR at [www.sedar.com](http://www.sedar.com).

## VOTING OF SHARES REPRESENTED BY MANAGEMENT PROXY

On any ballot that may be called for at the Meeting, the common shares represented by each properly executed proxy in favour of the persons whose names are pre-printed in the enclosed form of proxy will, subject to the provisions of Section 152 of the Canada Business Corporations Act, be voted or withheld from voting in accordance with the specifications given by the shareholder. **In the absence of such specifications in the enclosed form of proxy, where the shareholder has appointed the persons whose names have been pre-printed in the enclosed form of proxy as the shareholder's nominee at the Meeting, the common shares will be voted FOR the election of Directors, and FOR the appointment of Auditors including the authorization for the Directors to fix the Auditors' remuneration.**

The enclosed form of proxy confers discretionary authority upon the persons named therein with respect to amendments or variations to matters identified in the Notice of Meeting and any other matters which may properly come before the Meeting. At the date hereof, the Management of the Corporation knows of no such amendments or variations or matters to come before the Meeting other than the matters referred to in the Notice of the Meeting. However, where a shareholder has appointed the persons whose names have been pre-printed in the enclosed form of proxy as the shareholder's nominees at the Meeting, if any amendments or variations to matters identified in the Notice of the Meeting or any other matters which are not now known to Management should properly come before the Meeting, the accompanying proxy will be voted on such matters in accordance with the best judgement of the person voting the proxy.

## SHAREHOLDER PROPOSALS

Persons entitled to vote at the next annual meeting of the Corporation who wish to submit a proposal for consideration at the meeting, must submit their proposal to the Corporation by November 14, 2009.

**The contents and sending of this Management Information Circular have been approved by the Board of Directors of the Corporation.**

By Order of the Board,

(signed) *"Colin D. Smith"*

Dated as of February 12, 2009  
Toronto, Ontario

COLIN D. SMITH  
*Secretary*



THD

Third Canadian General  
Investment Trust Limited



9th Floor, 100 University Avenue  
Toronto, Ontario M5J 2Y1  
www.computershare.com

**Security Class**

**Holder Account Number**

-----  
Fold

**Form of Proxy - Annual Meeting of Shareholders of Third Canadian General Investment Trust Limited to be held on April 2, 2009**

**This Form of Proxy is solicited by and on behalf of the Management of the Corporation.**

**Notes to proxy**

1. **Every shareholder has the right to appoint some other person of their choice, who need not be a shareholder, to attend and act on his or her behalf at the meeting. If you wish to appoint a person other than the persons whose names are printed herein, please insert the name of your chosen proxyholder in the space provided (see reverse).**
2. If the securities are registered in the name of more than one owner (for example, joint ownership, trustees, executors, etc.), then all those registered should sign this proxy. If you are voting on behalf of a corporation or another individual you may be required to provide documentation evidencing your power to sign this proxy with signing capacity stated.
3. This proxy should be signed in the exact manner as the name appears on the proxy.
4. If this proxy is not dated, it will be deemed to bear the date on which it is mailed by Management to the holder.
5. **The securities represented by this proxy will be voted as directed by the holder, however, if such a direction is not made in respect of any matter, this proxy will be voted as recommended by Management.**
6. The securities represented by this proxy will be voted or withheld from voting, in accordance with the instructions of the holder, on any ballot that may be called for and, if the holder has specified a choice with respect to any matter to be acted on, the securities will be voted accordingly.
7. This proxy confers discretionary authority in respect of amendments or variations to matters identified in the Notice of Meeting or other matters that may properly come before the meeting or any adjournment thereof.
8. This proxy should be read in conjunction with the accompanying documentation provided by Management.

-----  
Fold

**Proxies submitted must be received by 12:00 pm, Eastern Time, on March 31, 2009.**



## Appointment of Proxyholder

The undersigned shareholder of THIRD CANADIAN GENERAL INVESTMENT TRUST LIMITED hereby appoints VANESSA L. MORGAN, or failing her, MICHAEL A. SMEDLEY,

OR

Print the name of the person you are appointing if this person is someone other than the Management Nominees listed herein.

as my/our proxyholder with full power of substitution and to vote in accordance with the following direction (or if no directions have been given, as the proxyholder sees fit) and all other matters that may properly come before the annual meeting of shareholders of THIRD CANADIAN GENERAL INVESTMENT TRUST LIMITED (the "Corporation") to be held on April 2, 2009 and at any adjournment thereof.

VOTING RECOMMENDATIONS ARE INDICATED BY **HIGHLIGHTED TEXT** OVER THE BOXES.

**For** **Withhold**

### 1. Election of Directors

Management recommends that you vote **FOR** all of the nominees listed in the Management Information Circular.

Vote FOR or WITHHOLD for all nominees proposed by Management

**For** **Withhold**

Fold

### 2. Appointment of Auditors

Management recommends that you vote **FOR** the appointment of PricewaterhouseCoopers LLP as Auditors of the Corporation and the authorization of the Directors to fix the remuneration of the Auditors of the Corporation

Vote FOR or WITHHOLD the appointment of Auditors and the authorization of the Directors to fix the remuneration.

Fold

### Authorized Signature(s) - This section must be completed for your instructions to be executed.

I/We authorize you to act in accordance with my/our instructions set out above. I/We hereby revoke any proxy previously given with respect to the Meeting. **If no voting instructions are indicated above, this Proxy will be voted as recommended by Management.**

Signature(s)

Date

DD / MM / YY

**Interim Financial Statements** - Mark this box if you would like to receive the interim (6 month) report and quarterly shareholder updates for 2009. Note: The report and updates will also be available on the Corporation's website at [www.mmainvestments.com](http://www.mmainvestments.com).

If you are not mailing back your proxy, you may register online to receive the above financial report(s) by mail at [www.computershare.com/maillinglist](http://www.computershare.com/maillinglist)



0 5 4 0 0 5

A R 6

T H D Q

