



BPI Global Equity Fund

2002 Annual Report *as at December 31*



A Message from the President

The past three years have been the most challenging on global markets in 50 years. What makes this more unsettling is that these conditions follow a decade of unprecedented market growth. So, for many investors, these markets may be a new experience.

In times like these, it is tough to stay focused on the long term. However, history tells us that the markets will turn around and resume their long-term upward trend, reflecting the ongoing growth of companies and the overall economy.

In spite of the current market conditions, CI has taken steps to ensure we continue to provide you with the investment options you need. Here is what CI offers:

- **Experience** – CI has been providing investment products and services since 1965. We manage over \$30 billion on behalf of more than 1.4 million Canadians.
- **Choice** – Whether you're looking for Canadian or global equity funds, fixed-income or balanced funds, they are all available from CI. Our varied investment options include mutual funds, segregated funds, tax-advantaged funds, RSP-eligible foreign funds and the CI Portfolio Series.
- **Expertise** – Our wide range of investment funds is combined with world-class portfolio managers like Gerry Coleman (named Fund Manager of the Year at the 2001 Canadian Mutual Fund Awards and manager of Harbour Fund, named Best Canadian Equity Fund in 2002), Eric Bushell (manager of Signature Dividend Fund, which was selected Best Dividend Fund in 2001 and 2002, and of Signature Select Canadian Fund, named Best Canadian Equity Fund in 2001), and Bill Miller (named Fund Manager of the Decade for the 1990s by Morningstar).

- **Service** – CI's Client Services team can be reached toll-free at 1-800-563-5181 or by e-mail at service@cifunds.com. You can also access your account through CI's state-of-the-art website at www.cifunds.com by clicking on My Account. In addition, our site has a great deal of information about our funds and about investing in general.

We know the markets are challenging, but our goals have never changed – to provide you, through your adviser, with the products and services you need to meet your financial goals.

Thank you for investing with CI Funds. We realize that it is a privilege to manage your money. If you have any questions, please contact your adviser or our Client Services Department.

Yours truly,



Peter W. Anderson
President,
CI Mutual Funds Inc.

February 1, 2003

A Message from BPI Global Asset Management LLP

Global equity markets continued to decline throughout 2002 as investors saw few signs of recovery in the economy or corporate profits. During the year, earnings expectations were revised downward several times as the expected improvements in economic activity failed to develop.

Telecommunications and technology were once again the worst-performing sectors for the year as the outlook for many companies in these industries continued to deteriorate. Conversely, the consumer staples, materials, and energy sectors performed the best during the year as companies in these areas generally met investors' expectations for earnings. However, all sectors posted declines for the year.

Investors were overwhelmingly concerned about a potential war with Iraq, additional terrorist attacks, and tensions with North Korea over its expanded nuclear ambitions. Corporate scandals and fraud topped off the year as several major companies violated accounting rules and investor trust.

The defensive bias of the global equity markets in 2002 rewarded portfolios that were overweight (relative to the benchmark indexes) the consumer staples, materials, and energy sectors. These groups were down only 4% to 8% for the year (on the MSCI World Index). Sectors such as technology, consumer discretionary, telecommunications, and industrials – which are more influenced by the cycles of economic growth – struggled with losses of 20% to 40%. During the year, our portfolios were underweight the consumer staples and energy sectors and overweight the consumer discretionary group. We also had few investments in Japan, which despite its continued economic problems, was one of the better-performing markets in 2002 with a decline of 11% (in Canadian dollars).

As we enter 2003, we see signs that the economy and investor confidence have stabilized and are slowly beginning to improve. The fourth quarter marked the third consecutive quarter in which year-over-year corporate profits rose, while manufacturing and services expanded and productivity continued at a strong pace.

Geographically, the global and international funds remain underweight Japan, because of the relatively poor returns on capital generated by most Japanese companies and the instability in the

country's banking system, and underweight Europe, because of its sluggish growth. Both funds are overweight emerging markets, as we are finding strong, globally competitive companies in those regions that are attractively priced relative to their industry peers. The global fund is overweight North America as we expect continued economic recovery in 2003.

On a sector basis, the funds have increased exposure to the financial, telecommunications, and technology groups. Within technology, we have added to positions in Oracle, Samsung Electronics and Adobe Systems. The business fundamentals have improved recently as these companies continue to take market share from weaker players. We have reduced our exposure to the consumer discretionary sector, as the fundamentals for several holdings appeared to have hit plateaus. We sold Hyundai Motor, Ito-Yokado, and KB Home during December.

Our underweight stance in health care, consumer staples, utilities, and industrials remains intact. The valuations and business fundamentals are becoming attractive for the health care and industrials sectors. We are looking to increase our exposure to these two areas as we find quality companies selling at discounts to their industry peers.

In the BPI Opportunities Funds, we were invested to varying degrees over the course of the year. However, as 2002 came to a close, we reduced the funds exposure to common equities while shifting to assets that reside higher in the capital structure – convertible and other securities that pay a high level of current income but also offer the potential for capital appreciation. As financial markets stabilize, high-yield and convertible securities will be first to benefit.

BPI GLOBAL ASSET MANAGEMENT LLP

Dan Jaworski
Paul Holland
Jon Sorensen

February 1, 2003

BPI Global Equity Fund

Fund Objective:

To obtain long-term capital growth. It invests primarily in equity and equity-related securities of companies around the world. The proportion of the fund's assets invested in a country may vary to take advantage of international stock market cycles, to achieve greater geographical diversification or for other reasons the portfolio adviser believes are appropriate.

Lead Manager:

Daniel Jaworski, CFA

Adviser:

BPI Global Asset Management LLP

Management Style:

Sector analysis and bottom-up approach focusing on high-quality, large-cap companies that are global leaders in their industries.

Fund Assets: \$821.1 million

NAV per Unit:

Class A	Cdn \$17.19	US \$10.93
Class F	Cdn \$5.09	US \$3.24
Class I	Cdn \$8.58	N/A

Inception: December 1985

RSP/RIF Eligible: 30%

(Also available as 100% RSP)

Distribution: Paid annually

Management Expense Ratio:

Class A	2.53%
Class F	1.45%
Class I	0.03%

Fund Code: CIG

	Front End	DSC
Class A	Cdn 551	Cdn 751
	US 351	US 451
Class F	Cdn 120	Cdn -
	US 520	US -
Class I	Cdn 914	Cdn -
	US -	US -

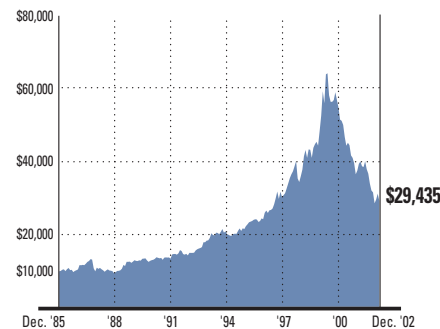
AT A GLANCE

PERFORMANCE

Compound Annual Returns [%]

	Class A	Class F	Class I
1 year	-26.9	-26.1	-24.7
3 years	-21.0	N/A	N/A
5 years	-1.4	N/A	N/A
10 years	6.9	N/A	N/A
Since Inception	6.5	-23.9	-11.4

Current Value of \$10,000 Investment in Class A units



HOLDINGS & ALLOCATION

Top 10 Equity Holdings [%]

Citigroup Inc.	[United States, Financials]	3.4
Bank of America Corp.	[United States, Financials]	3.2
Microsoft Corp.	[United States, Information Technology]	3.2
Johnson & Johnson	[United States, Health Care]	2.1
Pfizer Inc.	[United States, Health Care]	1.9
Lincoln National Corp.	[United States, Financials]	1.9
Philip Morris Company Inc.	[United States, Consumer Staples]	1.9
Lowe's Companies Inc.	[United States, Consumer Discretionary]	1.7
Amgen Inc.	[United States, Health Care]	1.6
Eni S.p.A.	[Italy, Energy]	1.6

Country Allocation [%]

U.S.A.	56.8
Developed Europe	24.7
Asia Ex Japan	4.6
Latin America	3.0
Emerging Europe	2.4
Japan	1.9
Canada	0.8
Israel	0.6
Australia / New Zealand	0.5
Cash & Equivalent	4.7

Sector Allocation [%]

Financials	25.2
Consumer Discretionary	17.1
Information Technology	15.7
Health Care	9.3
Energy	7.0
Telecommunication Services	5.3
Consumer Staples	5.1
Industrials	4.5
Materials	4.4
Cash & Equivalent	4.7

Utilities 1.7

BPI Global Equity Fund

Statements of Financial Highlights (for the years ended December 31)

	Class A					Class F			Class I	
	2002 \$	2001 \$	2000 \$	1999 \$	1998 \$	2002 \$	2001 \$	2000 \$	2002 \$	2001 \$
Net asset value per unit,										
beginning of year	23.53	30.07	35.53	24.85	20.98	6.89	8.72	10.00	11.39	10.00
Distribution per unit:										
From net income	-	-	-	-	(0.04)	-	-	-	-	-
From net realized gain	-	-	(0.60)	-	(2.73)	-	-	(0.17)	-	-
	-	-	(0.60)	-	(2.77)	-	-	(0.17)	-	-
Net income (loss) per unit	(0.16)	(0.16)	(0.50)	(0.47)	(0.29)	0.01	(0.05)	(0.04)	0.16	-
Net realized and unrealized appreciation (depreciation) of investments per unit	(6.04)	(6.54)	(4.29)	12.56	6.98	(1.76)	(1.90)	(1.07)	(2.90)	1.06
	(6.20)	(6.70)	(4.79)	12.09	6.69	(1.75)	(1.95)	(1.11)	(2.74)	1.06
Surplus (deficiency) of capital transactions over original cost per unit	(0.14)	0.16	(0.07)	(1.41)	(0.05)	(0.05)	0.12	-	(0.07)	0.33
Net asset value per unit, end of year	17.19	23.53	30.07	35.53	24.85	5.09	6.89	8.72	8.58	11.39
Ratios & Supplemental Data										
Total return (%) (a)	(26.94)	(21.7)	(13.7)	43.0	32.2	(26.12)	(21.0)	(11.0)	(24.67)	13.9
Average net assets (\$000's) (b)	821,349	1,221,144	1,781,472	888,343	456,422	272,279	373,388	460,948	84,921	98,424
Management expense information (c)										
Management and operating expenses (%)	2.37	2.37	2.43	2.48	2.46	1.36	1.37	1.43	0.03	0.04
Goods and services tax expenses (%)	0.16	0.17	0.17	0.17	0.17	0.09	0.10	0.10	0.00	-
Total management expense ratio (%)	2.53	2.54	2.60	2.65	2.63	1.45	1.47	1.53	0.03	0.04
Portfolio turnover rate (d)	0.72	2.53	3.33	3.57	2.93	0.72	2.53	3.33	0.72	2.53
Units Issued and Outstanding										
Balance beginning of year	42,242,996	49,565,423				50,362,234	51,784,789		9,193,769	-
Units issued for cash including re-invested distributions	200,205,671	73,720,213				12,151,021	10,544,111		457,535	9,643,841
Units redeemed	(208,715,780)	(81,042,640)				(28,303,232)	(11,966,666)		(1,859,071)	(450,072)
Balance end of year	33,732,887	42,242,996				34,210,023	50,362,234		7,792,233	9,193,769
Additional Fund Notes (in 000's)										
Brokerage Commissions	3,405	10,519								
Net capital loss carried forward	-									
Non-capital loss carried forward (e)	16,009									

- (a) Total return is the historical rate of return of an investment for the year, assuming reinvestment of all distributions at net asset value.
(b) Average net assets are calculated based on the daily net assets outstanding.
(c) Management expense information is calculated based on total amount of respective expenses and expressed as an annualized percentage of average net assets during the year.
(d) Portfolio turnover rate equals the lesser of purchases or sales divided by the average value of the portfolio securities of the fund, excluding short-term securities.
(e) Losses will expire within seven years.

Inception dates for all classes, please refer to note 1 in the Notes to the Financial Statements.

The accompanying notes are an integral part of these financial statements.

BPI Global Equity Fund

Investment Portfolio (as at December 31, 2002)

No. of Shares/ Face Amount	Average Cost (\$)	Market Value (\$)	No. of Shares/ Face Amount	Average Cost (\$)	Market Value (\$)		
U.S.A. (56.8%)			U.S.A. (cont'd)				
47,100	3M Co.	9,188,325	9,131,036	330,500	Texas Instruments Inc.	16,859,960	7,799,885
114,600	Adobe Systems Inc.	4,644,773	4,488,429	72,100	Verizon Communications Inc.	4,377,283	4,392,816
124,400	Amazon.com Inc.	4,281,596	3,694,778	142,000	Viacom Inc.	11,022,240	9,100,360
158,900	American Express Co.	9,187,505	8,831,803	133,800	Wal-Mart Stores Inc.	11,076,165	10,625,993
114,400	American International Group Inc.	14,818,844	10,405,560	51,300	XL Capital Ltd.	7,477,209	6,230,916
177,100	Amgen Inc.	16,820,038	13,460,502			536,496,410	466,391,901
333,800	Applied Materials Inc.	7,621,842	6,838,594	U.K. (6.0%)			
108,200	Baker Hughes Inc.	5,764,859	5,476,263	3,462,500	ARM Holdings PLC	5,789,659	4,209,300
241,600	Bank of America Corp.	21,752,055	26,427,434	1,144,672	Kingfisher PLC	7,324,769	6,450,449
238,520	Carnival Corp.	9,975,008	9,356,887	609,800	Rexam PLC	6,445,361	6,548,354
401,700	Cisco Systems Inc.	11,629,253	8,273,879	269,500	Royal Bank of Scotland Group PLC	8,970,904	10,156,418
501,833	Citigroup Inc.	36,214,438	27,766,078	739,800	Smith & Nephew PLC	6,756,807	7,129,316
157,600	Clear Channel Communications Inc.	9,219,513	9,240,270	367,200	Standard Chartered PLC	8,427,812	6,565,779
66,700	Coca-Cola Co.	4,942,298	4,595,516	2,895,800	Vodafone Group PLC	14,695,139	8,305,880
371,100	Crown Cork & Seal Co. Inc.	4,762,791	4,638,677			58,410,451	49,365,496
163,700	Dell Computer Corp.	6,967,634	6,882,499	SWITZERLAND (5.3%)			
79,900	eBay Inc.	8,530,097	8,520,020	169,600	Compagnie Financiere Richemont AG	4,800,216	4,979,267
41,500	Eli Lilly and Co.	4,268,444	4,143,410	37,510	Nestle S.A.	11,900,536	12,506,464
137,100	EnSCO International Inc.	6,236,539	6,348,320	57,990	Novartis AG	3,422,962	3,329,156
79,200	FedEx Corp.	7,029,967	6,751,818	104,100	Swiss Reinsurance	14,261,896	10,744,293
171,600	FleetBoston Financial Corp.	6,589,543	6,556,312	154,210	UBS AG	12,559,458	11,792,385
215,300	Fox Entertainment Group Inc.	8,686,774	8,777,738			46,945,068	43,351,565
209,600	General Electric Co.	16,140,150	8,024,654	SOUTH KOREA (3.7%)			
37,800	Goldman Sachs Group Inc.	4,300,208	4,047,389	135,000	Kookmin Bank	8,061,203	7,516,508
293,300	Hilton Hotels Corp.	6,534,990	5,861,296	34,840	Pohang Iron & Steel Co. Ltd.	6,763,374	5,449,959
362,300	Intel Corp.	14,422,189	8,869,375	7,650	Samsung Electronics Co. Ltd.	3,418,785	3,184,375
73,800	International Business Machines Corp.	13,062,296	8,992,783	31,900	Samsung Electronics, GDR	7,989,211	6,683,346
94,500	J.P. Morgan Chase & Co.	3,891,690	3,565,982	224,600	SK Telecom Co., Ltd., ADR	7,856,719	7,539,520
137,800	John Hancock Financial Services Inc.	8,323,117	6,044,905			34,089,292	30,373,708
207,500	Johnson & Johnson	17,101,451	17,523,034	RUSSIA (2.4%)			
116,800	Lennar Corp.	10,316,021	9,476,077	70,600	LUKoil	6,931,344	6,846,760
310,900	Lincoln National Corp.	17,384,721	15,437,213	57,100	Yukos, ADR	12,353,917	12,546,540
121,000	Loews Corp - Carolina Group	5,799,041	3,856,339			19,285,261	19,393,300
235,500	Lowe's Companies Inc.	14,302,041	13,885,395	FRANCE (2.3%)			
76,100	Merck & Co., Inc.	6,986,433	6,773,511	44,900	Aventis SA	5,146,150	3,837,164
322,200	Microsoft Corp.	33,326,306	26,191,003	21,300	Total Fina ELF S.A.	4,537,379	4,782,687
231,500	Nextel Communications Inc.	4,247,615	4,204,061	55,600	Vivendi Environment Warrant	—	10,090
491,900	Oracle Corp.	8,075,139	8,352,888	283,116	Vivendi Environnement	14,456,255	10,378,694
66,200	Patterson-UTI Energy Inc.	3,083,954	3,140,287			24,139,784	19,008,635
329,850	Pfizer Inc.	21,191,594	15,854,333	MEXICO (2.3%)			
241,300	Philip Morris Company Inc.	16,553,346	15,376,942	193,000	Grupo Televisa S.A., GDR	11,405,651	8,475,480
102,400	Praxair Inc.	8,096,561	9,301,187	4,723,400	Grupo Financiero BBVA Bancomer S.A. de C.V.	6,053,176	5,664,854
40,800	Procter & Gamble Co.	4,020,219	5,513,045	90,566	Telefonos de Mexico S.A. de CV, ADR	4,908,422	4,553,860
156,500	SBC Communications Inc.	6,272,165	6,670,831			22,367,249	18,694,194
87,299	Sempra Energy	3,193,598	3,246,209	ITALY (2.2%)			
108,800	Smith International Inc.	6,138,346	5,580,189	515,500	ENI-Ente Nazionale Idrocarburi S.p.A.	12,091,136	12,884,736
66,500	Symantec Corp.	4,408,006	4,229,375	258,400	Riunione Adriatica di Sicurtà S.p.A.	4,699,820	4,945,210
161,500	Target Corp.	9,380,220	7,617,805			16,790,956	17,829,946

The accompanying notes are an integral part of these financial statements. All common shares unless otherwise noted. Percentages shown in brackets relate investments at market value to total net assets of the fund.

BPI Global Equity Fund

Investment Portfolio (as at December 31, 2002)

No. of Shares/ Face Amount	Average Cost (\$)	Market Value (\$)	No. of Shares/ Face Amount	Average Cost (\$)	Market Value (\$)		
SWEDEN (2.1%)			AUSTRALIA (0.5%)				
257,500	Atlas Copco AB	9,284,568	7,923,421	423,900	News Corporation Ltd.	4,200,541	4,293,605
151,300	Sandvik AB	5,445,365	5,326,539				
322,400	Skandinaviska Enskilda Banken A	4,699,318	4,230,772				
		19,429,251	17,480,732				
JAPAN (1.9%)			TAIWAN (0.4%)				
77,000	Canon Inc.	4,537,235	4,556,460	259,692	Taiwan Semiconductor Manufacturing Co. Ltd.	5,376,406	2,878,616
609,000	Nissan Motor Company Ltd.	6,623,103	7,465,477				
1,338	NTT DoCoMo Inc.	8,184,040	3,879,087				
		19,344,378	15,901,024				
NETHERLANDS (1.7%)			Total Investments (95.3%)				
438,900	Aegon N.V.	9,544,211	8,877,492			887,194,831	782,105,023
115,700	VNU N.V.	4,879,653	4,743,446				
		14,423,864	13,620,938				
GERMANY (1.6%)			Other Assets (net) (4.7%)				
41,500	Adidas-Salomon AG	4,927,820	5,634,847				38,966,451
42,700	Bayerische Motoren Werke AG	2,309,991	2,039,439				
46,300	SAP AG	5,972,549	5,768,690				
		13,210,360	13,442,976				821,071,474
SPAIN (1.5%)			Total Net Assets (100.0%)				
708,300	Banco Santander Central Hispano, S.A.	7,263,141	7,642,390				
311,300	Telefonica SA	4,395,458	4,380,890				
		11,658,599	12,023,280				
FINLAND (1.3%)							
175,500	Nokia Corp., ADR	8,041,787	4,277,055				
79,100	Nokia OYJ	2,096,956	1,977,076				
288,400	Stora Enso Oyj, Class R	6,328,439	4,781,845				
		16,467,182	11,035,976				
CANADA (0.8%)							
115,700	Royal Bank of Canada	4,571,083	6,693,245				
IRELAND (0.7%)							
361,600	Bank of Ireland	5,159,762	5,834,471				
BRAZIL (0.7%)							
116,400	Cia Vale do Rio Doce	4,785,031	5,032,940				
27,000	Unibanco GDR	901,453	464,851				
		5,686,484	5,497,791				
ISRAEL (0.6%)							
75,300	Teva Pharmaceutical Industries Ltd., ADR	4,585,640	4,571,206				
SINGAPORE (0.5%)							
351,000	Venture Corp. Ltd.	4,556,810	4,422,418				

The accompanying notes are an integral part of these financial statements. All common shares unless otherwise noted. Percentages shown in brackets relate investments at market value to total net assets of the fund.

BPI Global Equity Fund

Financial Statements

Statements of Net Assets

as at December 31 (in 000's except for per unit amounts and units outstanding)

	2002 \$	2001 \$
Assets		
Investments at market value (Note 2)	782,105	1,439,446
Cash	47,968	4,255
Income taxes recoverable	442	442
Receivable for unit subscriptions	1,286	-
Receivable for securities sold	1,732	1,993
Dividends and accrued interest receivable	1,072	1,345
	834,605	1,447,481
Liabilities		
Payable for securities purchased	1,491	226
Payable for unit redemptions	12,039	1,542
Distributions payable	4	3
	13,534	1,771
Net assets and unitholders' equity	821,071	1,445,710
Net asset value per unit:		
Class A	17.19	23.53
Class F	5.09	6.89
Class I	8.58	11.39
Number of units outstanding		
Class A	33,732,887	42,242,996
Class F	34,210,023	50,362,234
Class I	7,792,233	9,193,769
Securities Lending (Note 5)		
Loaned	66,838	170,421
Collateral	71,490	180,820
Income	746	305

Approved on behalf of the Board of Directors:


G. Raymond Chang
Director


William T. Holland
Director

Statements of Operations

for the years ended December 31 (000's)

	2002 \$	2001 \$
Income		
Dividends	19,737	22,517
Interest	1,649	4,522
Less foreign withholding taxes	(2,177)	(3,537)
	19,209	23,502
Expenses		
Management fees (Note 4)	18,489	25,962
Administrative (Note 4)	3,828	5,367
Custody	126	245
Legal	20	44
Audit	29	35
Goods and services tax	1,558	2,204
	24,050	33,857
Net income (loss) for the year	(4,841)	(10,355)
Realized and unrealized gain (loss) on investments		
Realized gain (loss) on investments (a)	(265,507)	(317,029)
Change in unrealized appreciation (depreciation) of investments	(83,445)	(90,081)
Net gain (loss) on investments	(348,952)	(407,110)
Increase (decrease) in net assets from operations		
	(353,793)	(417,465)
(a) Realized gain (loss) on investments		
Proceeds from sale of investments including foreign exchange gain (loss) (b) (c)	1,120,138	3,987,742
Investments at cost, beginning of year	1,461,090	1,875,451
Investments purchased	811,750	3,890,410
Change in cost of short-term notes held	-	-
	2,272,840	5,765,861
Investments at cost, end of year	887,195	1,461,090
Cost of investments sold	1,385,645	4,304,771
Realized gain (loss) on investments	(265,507)	(317,029)
(b) Proceeds on sales of short-term notes sold during the year not included above		
	-	-
(c) Foreign exchange gain (loss) included above		
	(1,556)	-

Statements of Changes in Net Assets

for the years ended December 31 (000's)

	2002 \$	2001 \$
Net assets, beginning of year	1,445,710	1,942,206
Capital Transactions		
Proceeds from units issued (including reinvested distributions)	3,995,157	2,000,955
Amounts paid for units redeemed	(4,266,003)	(2,079,986)
	(270,846)	(79,031)
Distributions to investors		
Distribution from net realized gains	-	-
Distribution from net income	-	-
	-	-
Increase (decrease) in net assets from operations		
	(353,793)	(417,465)
Net assets, end of year	821,071	1,445,710

The accompanying notes are an integral part of these financial statements.

Notes to the Financial Statements

1. THE FUNDS

The following funds are open-ended mutual fund trusts created under the laws of Ontario by declarations of trust:

<i>Fund Names</i>	<i>Dated</i>
BPI American Equity Fund	May 25, 1989
BPI American Equity RSP Fund	June 22, 1999
BPI Global Equity Fund	December 9, 1985
BPI Global Equity RSP Fund	June 22, 1999
BPI International Equity Fund	June 25, 1997
BPI International Equity RSP Fund	July 17, 2000
Harbour Foreign Equity RSP Fund	December 31, 2001
Harbour Fund	June 27, 1997
Harbour Growth & Income Fund	June 27, 1997
Landmark American Fund	August 31, 1992
Landmark American RSP Fund	October 24, 1995
Landmark Canadian Fund	July 17, 2000
Landmark Global RSP Fund	July 17, 2000
Signature Canadian Balanced Fund	June 25, 1997
Signature Canadian Income Fund	October 14, 1994
Signature Canadian Resource Fund	April 11, 1997
Signature Dividend Fund	October 29, 1996
Signature Dividend Income Fund	September 7, 1976
Signature High Income Fund	December 18, 1996
Signature Select Canadian Fund	May 13, 1998

Sometimes referred to herein individually as "Fund", and collectively as the "Funds".

CI Mutual Funds Inc. is the manager of each Fund.

Class A units were offered to investors on the date of the formation of the Funds.

Class F units were offered to investors commencing on July 17, 2000, except for Signature Dividend Income Fund which does not offer Class F units. The following funds offered Class F units after July 17, 2000:

<i>Fund Names</i>	<i>Inception Date of F units</i>
Harbour Growth & Income Fund	July 31, 2001
Signature Canadian Income Fund	July 31, 2001
Signature Canadian Resource Fund	July 31, 2001
Signature Dividend Fund	July 31, 2001
Signature High Income Fund	July 31, 2001
Harbour Foreign Equity RSP Fund	December 31, 2001

Class I units were offered to investors for the following Funds:

<i>Fund Names</i>	<i>Inception Date of I units</i>
BPI American Equity Fund	July 31, 2001
BPI American Equity RSP Fund	July 31, 2001
BPI Global Equity Fund	July 31, 2001
BPI Global Equity RSP Fund	July 31, 2001
BPI International Equity Fund	July 31, 2001
Landmark American Fund	July 31, 2001
Landmark American RSP Fund	July 31, 2001
Landmark Canadian Fund	July 31, 2001
Signature Dividend Income Fund	July 31, 2001
Signature Select Canadian Fund	July 31, 2001
Harbour Fund	July 31, 2001
Harbour Growth & Income Fund	July 31, 2001
Signature High Income Fund	August 28, 2002

Class A units are available to all investors.

Class F units are available to certain investors including those who participate in fee-based programs through their financial advisers or who are members of certain groups.

Class I units are available to institutional clients and investors who have entered into Class I Account Agreement with CI Mutual Fund Inc.

Effective as of the close of business on October 11, 2002 the following funds were merged.

Non-taxable Merger

<i>Terminated Fund</i>	<i>Continuing Fund</i>
Spectrum Canadian Resource Fund	Signature Canadian Resource Fund

Taxable Mergers

<i>Terminated Funds</i>	<i>Continuing Funds</i>
CI Canadian Growth Fund	Signature Select Canadian Fund
Signature Canadian Fund	Signature Select Canadian Fund
CI Canadian Balanced Fund	Signature Canadian Balanced Fund

The mergers were effected by transferring the net assets of the terminated funds in exchange for units of the continuing funds. The value of the units of the continuing funds issued in connection with these mergers was equal to the market value of the net assets transferred from the terminated funds.

Notes to the Financial Statements

With respect to the non-taxable mergers, each of the terminated and continuing funds were deemed to have a taxation year-end as at October 11, 2002. In accordance with the Income Tax Act, all unrealized losses and certain unrealized gains of those funds' investment portfolios were deemed to be realized at October 11, 2002. All tax losses available to those funds as at October 11, 2002 expired on that date.

These financial statements do not include the operating results of the terminated funds prior to the merger date.

The Investment Portfolios for each of the Funds are as at December 31, 2002 and the Statements of Net Assets are as at December 31, 2002 and 2001, if the Fund was in existence at that time. The Statements of Operations and Changes in Net Assets for each Fund are for the years ended December 31, 2002 and 2001, except for Funds established during either period, in which case the information provided is for the period from inception to December 31. The Statements of Financial Highlights for each Fund are for each of the most recent five years ended December 31, except where the inception date of a Fund, or date of first sale of a Class of a Fund, was after January 1, 1998, in which case the information is provided for the period from inception or date of first sale, as applicable, to December 31 of that period, if applicable, and for each year ended December 31 thereafter. The date of inception of each Fund is shown above.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies of the Funds:

(a) Valuation of Investments

Listed securities are valued on each business day at their latest available sale price. In the absence of recorded sales on that day, they are valued at the average of the last recorded bid and ask prices where appropriate. Unlisted securities are valued on each business day based on price quotations from recognized investment dealers, or failing that, management's best estimate. Short-term fixed income securities are valued at cost which, together with accrued interest, approximates market value. Mutual Funds are valued on each business day at their closing net asset value.

(b) Foreign Exchange

Foreign currency amounts are translated into Canadian dollars as follows: market value of investments, forward currency contracts, other assets and liabilities at the closing rate of exchange on each business day; income, expenses and, purchases, sales and settlements of investments at the rate of exchange prevailing on the respective dates of such transactions.

(c) Investment Transactions and Income Recognition

Investment transactions are accounted for on trade date and any realized gains and losses from such transactions are calculated on an average cost basis. Dividend income is recognized on the ex-dividend date and interest income on the accrual basis. Stock dividends are recorded as dividend income determined by reference to market value.

(d) Net Asset Value Per Unit

Net asset value per unit for each class is calculated at the end of each day on which the Fund's manager is open for business by dividing the net assets of each class by its outstanding units.

The net asset value of each class is computed by calculating the value of that class's proportionate share of the Fund's assets less that class's proportionate share of the Fund's common liabilities and less class specific liabilities. Expenses directly attributable to a class are charged to that class. Other income and expenses are allocated to each class proportionately based upon the relative net asset value of each class.

(e) Futures, Forward and Option Contracts

Futures, forward and option contracts are valued on each business day according to the gain or loss that would be realized if the contracts were closed out, unless daily limits are in effect in which case they are valued based on the current market value of the underlying interest. Any payments made to satisfy initial and variation margin are reflected as a receivable balance in daily variation margin on the Statement of Net Assets. Margin consisting of assets other than cash is noted in the Statement of Investment Portfolio. Gains or losses arising from futures, forward and option contracts which are held as hedges for capital investments are recorded as unrealized gains (losses) on investments until the contracts are closed or expire. Gains or losses arising from futures, forward and option contracts not held as hedges for capital investments are recorded as income (loss) on a daily basis.

3. INCOME TAXES

The Funds qualify as mutual fund trusts under the provisions of the Income Tax Act (Canada) and, accordingly, are not subject to tax on net income, including net realized capital gains for the taxation year, which is paid or payable to unitholders at the end of the taxation year. However, such part of each Fund's taxable income and net realized capital gains that is not so paid or payable will be taxable to that Fund. Income tax on net realized capital gains not paid or payable will be generally recoverable by virtue of refunding provisions contained in the Income Tax Act (Canada) and provincial income tax legislation, as redemptions occur. It is the intention of each Fund to pay all net taxable income and sufficient net

Notes to the Financial Statements

realized capital gains so that the Fund will not be subject to income tax. Occasionally, a Fund may distribute more than it earns. This excess distribution is a return of capital and is not taxable to unitholders. Derivative investments are recorded in the same manner for tax purposes as for accounting purposes.

Net capital losses may be carried forward indefinitely to reduce future net realized capital gains. Net capital loss amounts appear under "Additional Fund Notes" on the Statements of Financial Highlights.

4. MANAGEMENT FEES AND OTHER EXPENSES

CI Mutual Funds Inc. is the manager of each Fund and, in consideration of management fees received, provides management services required in the day-to-day operations of the Funds including management of the investment portfolio of the Funds.

The management fee is calculated on the net assets of each Fund at the end of each business day and is paid daily.

Each Fund also bears all operating and administrative expenses including audit and legal fees, registry and transfer agency fees, custody fees, expenses relating to reporting and making distributions to unitholders, all other costs and fees imposed by statute or regulation and expenses of all communications with unitholders.

To encourage large purchases in the Funds, the manager may reduce the management fee that it would otherwise be entitled to receive from a Fund with respect to an investment in a Fund provided that the amount of the management fee reduction is distributed to the investor for whose benefit the fees were reduced.

5. SECURITIES LENDING

Certain Funds have entered into a securities lending program with their custodian, Royal Trust Company of Canada ("Royal Trust"). The aggregate market value of all securities loaned by a Fund cannot exceed 50% of the assets of the Fund. A Fund will receive collateral of at least 102% of the value of securities on loan. Collateral will generally be comprised of cash and obligations of or guaranteed by the Government of Canada or a province thereof, or by the United States government or its agencies, but may include obligations of other governments with appropriate credit ratings. Royal Trust has indemnified the Funds against the credit risk of the borrowers. For those Funds participating in the program, amounts for securities loaned, the collateral received, and the income collected appear on the Statement of Net Assets and income from securities lending is included in "Interest Income" in the Statement of Operations.

6. PORTFOLIO TRANSACTIONS

A copy of the Statement of Portfolio Transactions (unaudited) for any Fund for the year ended December 31, 2002 is available without charge upon written request to the manager, CI Mutual Funds Inc., CI Place, 151 Yonge Street, Eleventh Floor, Toronto, Ontario M5C 2W7.

Management and Audit Reports

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements have been prepared by CI Mutual Funds Inc., the manager of the Funds, and approved by the Board of Directors of the manager. The Funds' manager is responsible for the information and representations contained in these financial statements and other sections of the Annual Report.

CI Mutual Funds Inc. maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with accounting principles generally accepted in Canada and include certain amounts that are based on estimates and judgments. The significant accounting policies which management believes are appropriate for the Fund are described in Note 2 to the financial statements.

PricewaterhouseCoopers LLP are the external auditors of the Funds, appointed by the unitholders. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to the unitholders their opinion on the financial statements. Their report is set out at the right.



President
CI MUTUAL FUNDS INC.



Chief Financial Officer
CI MUTUAL FUNDS INC.

AUDITORS' REPORT

To the unitholders of the BPI Funds, Harbour Funds, Landmark Funds and Signature Funds listed in note 1 to the financial statements (the "Funds")

We have audited the Investment Portfolios of each of the Funds as at December 31, 2002 and the Statements of Net Assets, Operations, Changes in Net Assets and Financial Highlights as at and for the periods indicated in note 1. These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 financial position of each of the Funds, the results of each of their operations, the changes in each of their net assets and each of their financial highlights as at and for the periods indicated in note 1 in accordance with generally accepted accounting principles.



Toronto, Ontario
January 31, 2003

PRICEWATERHOUSECOOPERS LLP
Chartered Accountants

Board of Governors' Letter

Your CI Funds' Board of Governors is pleased to report on its activities in respect of the year ended December 31, 2002. The Governors are appointed pursuant to the Declarations of Trust governing the Funds that are trusts, and constitute the board of directors of CI Sector Fund Limited.

The Governors' mandate is to consult with CI Mutual Funds Inc. (the "Manager") and any investment advisers (referred to as "Subadvisers") in matters pertaining to investment policy; receive and review periodic reports concerning the investment of the Funds' assets, the issue and redemption of securities and distributions to securityholders; and to review and advise or consent, if appropriate, with respect to any other matter required by the Declarations of Trust and by applicable securities laws, regulations and rules. The Governors met quarterly.

The Governors have reviewed, commented on and approved the CI Code of Ethics and Conduct, which establishes rules of conduct designed to ensure fair treatment of the Funds' securityholders and that, at all times, the interests of the the Funds and their securityholders are placed above personal interests of employees, officers and directors of the Manager and each of its subsidiaries and affiliates, the Subadvisers, and the Governors, through the application of the highest standards of integrity and ethical business conduct. The objective is not only to remove any potential for real conflict of interest but to avoid any perception of conflict.

The independent Governors report that management has been open and cooperative, permitting the Governors to meet with Subadvisers, to meet with individual department heads and personnel to review control mechanisms and compliance procedures, including those relating to the personal securities

trading activity of employees, and to consider other matters that affect the Funds, such as customer complaints. The personal trading rules under the CI Code of Ethics and Conduct require prior clearance of personal trades and restrict the ability of staff to trade any securities held by the Funds. The three independent Governors comprise the Audit Committee of the Board of Governors. The Audit Committee independently reviewed, with the Fund's auditors, the planning, scope and results of the audit of the financial statements of the Funds for the year 2002, and reported to the Board of Governors. The Board of Governors has received and accepted the 2002 Annual Reports of the Funds.

The Manager's year 2002 report on compliance with the CI Code of Ethics and Conduct has been provided to the Governors in a timely and satisfactory manner.

Stephen T. Moore
CHAIR, CI FUNDS BOARD OF GOVERNORS

March 6, 2003

Members of the Board of Governors

Stephen T. Moore, Chair
Jasmine Herlt
Thomas L. Jarmai
Peter W. Anderson, President, CI Mutual Funds Inc. (commencing February 2003)

Legal Notice

NOTICE: Should you require additional copies of this Annual Report or have received more than one copy, please contact CI Mutual Funds Inc. (the "Manager") or your financial adviser.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Unless otherwise indicated and except for returns for periods less than one year, the indicated rates of return are the historical annual compounded total returns including changes in security value. All performance data assume reinvestment of all distributions or dividends and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Mutual fund securities are not covered by the Canada Deposit Insurance Corporation or by any other government deposit insurer.

The commentaries contained herein are provided as a general source of information and should not be considered personal investment advice or an offer or solicitation to buy or sell securities. Every effort has been made to ensure that the material contained in these commentaries is accurate at the time of publication. However, the Manager cannot guarantee its accuracy or completeness and accepts no responsibility for any loss arising from any use of or reliance on the information contained herein.

SIMPLIFIED PROSPECTUS: The Simplified Prospectus and Annual Information Form of a Fund are renewed annually. The Manager would be pleased to provide, without charge, the most recent Simplified Prospectus upon request to its Toronto office.

DISTRIBUTION OR DIVIDEND REINVESTMENT: Distributions or dividends from the Funds are automatically reinvested, free of any sales commissions or charges, in additional securities of the relevant Fund, unless you otherwise direct. You may withdraw from participation in the reinvestment plan at any time by delivering a written request to your financial adviser or to the Manager.

REDEMPTION OF SECURITIES: Securities may be redeemed by securityholders on any business day by delivering to your financial adviser or the Manager a redemption request in writing, or in such other form as permitted by your financial adviser. If your redemption request is received by the Manager on any Valuation Date prior to 4:00 p.m. (Eastern time), then your securities being redeemed will be priced at the next valuation time following receipt by the Manager of the redemption request. If the proceeds of redemption exceed \$10,000 or are to be paid to someone other than the registered owner, your signature must be guaranteed by a bank, trust company, investment dealer, or broker. If certificates representing the securities to be redeemed have been issued, the redemption request must be accompanied by the certificates, properly endorsed for redemption with the signature guaranteed in the manner described above. If the registered owner is a corporation, partnership, agent, fiduciary or surviving joint owner, additional documentation may be required.

®Boomeronomics, Harbour Funds, CI Funds, the CI Funds logo design, BPI Funds, CI Sector Funds and Global Managers are registered trade marks of CI Mutual Funds Inc. ™Landmark Funds, Signature Funds and American Managers are trademarks of CI Mutual Funds Inc.



Head Office

CI Place, 151 Yonge Street, Eleventh Floor
Toronto, Ontario M5C 2W7
Tel: 416-364-1145
Toll Free: 1-800-268-9374
Client Services Team: 1-888-771-2999

Sales Offices

Calgary Tel: 403-205-4396 Toll Free: 1-800-776-9027
Halifax Tel: 902-422-2444 Toll Free: 1-888-246-8887
Montreal Tel: 514-875-0090 Toll Free: 1-800-268-1602
Vancouver Tel: 604-681-3346 Toll Free: 1-800-665-6994
CI Teleservice: 1-800-275-3672 *Automated account information*
E-mail: service@cifunds.com • www.cifunds.com