



ANNUAL REPORT

EXCEL
CHINDIA FUND
For the years ended September 30, 2011 and 2010

Important information about the Fund is contained in the Simplified Prospectus. Read the prospectus carefully before investing. Past performance is no assurance or indicator of future returns. Fund unit values and investment returns will fluctuate.

Dear Excel Investor,

Emerging markets consumption has eclipsed that of the United States and Excel Funds is well positioned to help you capitalize on the unprecedented growth within these markets.

While there is some uncertainty in today's economic climate, emerging markets continue to thrive and are expected to account for 75% of global growth this year alone. These markets have escaped much of the financial turmoil that continues to affect developed markets around the world. With healthy underlying economic fundamentals and compelling valuations, emerging markets have a very attractive investment outlook. In contrast to the developed world, these markets have policy flexibility, low sovereign debt levels and strong banks. Structurally, emerging markets are poised to rebound best from the global slowdown and lead the way for the rest of the world.

Excel remains committed to helping Canadian investors grow with emerging markets through our highly ranked fund family. With a total of 12 mutual funds, Excel now offers the largest emerging markets focused fund line up in Canada. Our strategy continues to focus on active portfolio management by best in class, on-the-ground portfolio managers. This approach has proven effective once again, as the Excel Emerging Markets, Excel EM High Income and Excel EM Capital Income Funds have all outperformed relative to the competitors in their inaugural year.

With the recent launch of the Excel Blue Chip Emerging Markets Fund, Excel is adding to the wide range of investment options we offer and looking to help investors maximize their portfolio returns. The Excel Blue Chip Emerging Markets Fund is the first of its kind and offers Canadian investors the opportunity to benefit from emerging market growth with developed market leaders. This new global Fund invests in G7 and BRIC blue chip companies with high organic growth due to emerging market exposure. It uses geographic diversification and currency hedging to minimize risk and preserve capital while maintaining the ability to profit from emerging market outperformance over the longer term. While the global economy expands and contracts over time, we will continue to work hard on your behalf to bring you the best opportunities in emerging markets. As we enter the most exciting period of our history, I want to thank all investors for choosing Excel Funds for your emerging market investments.

Best Regards,



Bhim D. Asdhir
President and Chief Executive Officer

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This Annual Management Report of Fund Performance contains financial highlights and should be read in conjunction with the complete audited annual financial statements of the investment fund. Unitholders may contact us by calling 1-888-813-9813, by writing to us at Excel Funds, 2000 Argentia Road, Plaza 4, Suite 280, Mississauga, ON, L5N 1W1, or by visiting our website at www.excelfunds.com to request a copy of the investment fund's interim or annual financial statements, proxy voting policies and procedures, proxy voting disclosure record, quarterly portfolio disclosure and annual activity report prepared by the Independent Review Committee.

Management Report of Fund Performance

This Annual Management Report of Fund Performance presents management's view of the significant factors and developments during the past year that have affected the Excel Chindia Fund's (the "Fund") performance and outlook. In this report, "Excel" or "Manager" refers to Excel Funds Management Inc., the manager of the Fund.

Investment Objective and Strategies

The investment objective of the Fund is to seek long-term capital appreciation by investing primarily in mutual fund securities in order to gain exposure to the equity and debt markets of India, China, Hong Kong, Taiwan and other Far East countries. The Fund may also invest in non-mutual fund securities which provide exposure to the above markets or seek exposure to other international emerging markets.

To achieve its investment objective, the Fund may invest (either directly or through derivative instruments) up to 100% of its assets in mutual funds which, in turn, invest primarily in equity and debt securities located in the markets of India and China, Hong Kong, Taiwan and other Far East countries. The Fund may also invest directly in equity and/or debt securities of companies providing exposure to these markets. In addition, the Fund may seek exposure to other international emerging markets. Under adverse market, economic or political conditions or for other considerations, the Fund may invest its assets in cash or short-term fixed income securities for defensive purposes.

Investment Risks

The risks of investing in the Fund remain as discussed in the prospectus. The Fund is suitable for investors who are seeking capital growth over the long term, who are looking for exposure to equity and debt securities located primarily in India, China and other emerging markets, who are willing to accept high investment risks and who plan to hold their investments for the long term. Other risks associated with the Fund are country specific risks due to market reactions to events of India and China.

The Fund Manager's strategy is to maintain a diversified portfolio adopting at various times, both a defensive and aggressive investment strategy depending on the opportunities. Other risks to the Fund include being underweight in large capitalized companies, as the Fund's focus is to invest in mid to small-cap companies. This means that from time to time the Fund may under-perform the key large capitalization benchmark index. Additional risks specific to the region and China relate to politics and the currencies of emerging markets. The Fund's financial instruments may consist of cash, investments and certain derivative contracts. As a result, the Fund is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include emerging markets risk, equity risk, currency risk and foreign investment risk.

Results of Operations

During the year ended September 30, 2011, the Fund's Series A and Series F units declined by 23.7% and 22.8%, respectively. This compares to returns of negative 24.1%, for the Blended Index comprised of 50% Morgan Stanley Capital International ("MSCI") China Index and 50% Bombay Stock Exchange ("BSE") Sensex Index. The MSCI Emerging Market Free ("EMF") Index returned negative 17.4%. The Fund's return is after the deduction of fees and expenses paid by the Fund.

The Fund holds Series I Units of the Excel India Fund, the Excel China Fund and the Excel EM Capital Income Fund (collectively the "Underlying Funds").

The portfolio is constructed based on an asset allocation framework that allocates to the three Underlying Funds, each representing distinct asset class opportunities, and with unique risk and return expectations.

During the year ended September 30, 2011, Indian Rupee fell 8.4% versus the Canadian dollar, however, partially offsetting this was the Chinese Renminbi appreciating 5.8% against the Canadian dollar. The Fund does not hedge currency.

The Net Assets of the Fund decreased from \$125.0 million as at September 30, 2010 to \$79.2 million as at September 30, 2011. The decrease in Net Assets arose primarily as a result of net realized and unrealized losses of \$23.6 million recorded on the investment portfolio and net investor redemptions of \$18.9 million. Excel Investment Counsel Inc. ("EICI" or the "Portfolio Manager") does not believe the subscription activity had a meaningful impact on the Fund's Performance or the ability to implement the investment strategy.

Results of Operations (Cont'd)

As at September 30, 2011, the Fund had an asset mix of 64.1% Excel India Fund, 34.4% Excel China Fund, 1.3% Excel EM Capital Income Fund and 0.2% Other Net Assets. The allocation of the Portfolio to these various categories shifted during the year, as the allocation towards Excel China Fund was decreased and Excel India Fund was increased in order to capitalize on anticipated future growth in India.

Recent Developments

The concern over the ongoing European sovereign debt issues, the earthquake in Japan, and the upheaval in the Middle East have negatively impacted stock market performance for both developed, and developing economies this year. While most markets have fallen this year, global economic activity is positive, and fundamentals for emerging market nations are more attractive when compared to developed nations. Economic activity for India and China is expected to grow and outpace developed markets for the remainder of 2011 and in 2012. The Portfolio Manager believes that the likelihood of a "hard landing" scenario is remote and that China and India will be the two main drivers of global growth.

Emerging market nations are expected to drive up to 75% of global Gross Domestic Product ("GDP") growth in 2012 and we expect continued dovish global central bank policies to encourage continued growth and investment in developing economies. As such, the Underlying Funds will continue to invest in equities and sectors that will outperform at this point of the economic cycle. From a country perspective, the Fund's largest absolute exposure is to India representing 64.1% of the Fund. China and India are trading at very attractive valuations and offer less leverage in both sovereign and household debt metrics.

EICI provides analysis and makes asset allocation decisions as to which of the Underlying Funds that the Fund invests in and the target weighting of the Fund's assets. EICI monitors the performance of the Fund and the dynamic allocations between the Underlying Funds and may adjust the target allocation at any time at its sole discretion. EICI's Asset Allocation Committee rebalances the Fund's allocations on a quarterly basis, utilizing EICI's proprietary quantitative model.

Future Accounting Changes

International Financial Reporting Standards ("IFRS")

The Fund is required to mandatorily adopt IFRS for its fiscal year beginning October 1, 2013, and will issue its initial financial statements in accordance with IFRS, including comparative information, for the interim period ending March 31, 2014. The Manager is in the process of developing an IFRS changeover plan, which addresses key elements of the conversion to IFRS and will identify the key differences between IFRS and Canadian generally accepted accounting principles ("Canadian GAAP") that are expected to affect the Fund. Elements of the plan include evaluating the impacts of the changeover on all investment activities, accounting policies, internal controls over financial reporting and disclosure controls and procedures. Based on the Manager's initial evaluations of the differences between Canadian GAAP and IFRS, the adoption of IFRS is not expected to have a significant impact on the calculation of Net Asset Value per unit. IFRS is expected to affect the overall presentation of financial statements and result in additional disclosure in the accompanying notes. Based on initial assessment, the Fund's units would be classified as a liability under International Accounting Standard 32, "Financial Instruments Presentation".

The Manager continues to monitor changes to IFRS proposed by the International Accounting Standards Board and relevant amendments by the Canadian Accounting Standards Board, and the initial assessment and IFRS changeover plan will change if new standards are issued or interpretations of existing standards are revised.

Past Performance

Sales commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemptions, distributions, optional charges or income taxes payable by any investor that would have reduced returns. It should be noted that mutual funds are not guaranteed as their value changes frequently and past performance may not be repeated.

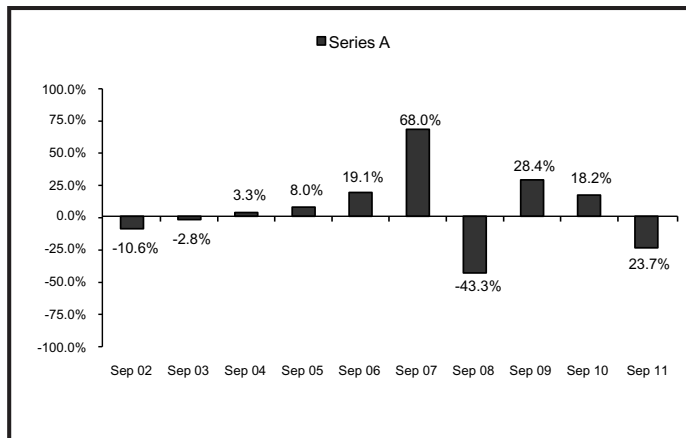
The Fund's performance numbers assume that all distributions are reinvested in additional units of the Fund. If you hold this Fund outside of a registered plan, income and capital gains distributions that are paid to you increase your income for tax purposes whether paid to you in cash or reinvested in additional units. The amount of the reinvested taxable distributions is added to the adjusted cost base of the units that you own. This would decrease your capital gains or increase your capital loss when you later redeem from the Fund, thereby ensuring that you are not taxed on this amount again. Please consult your tax advisor regarding your personal tax situation.

The past performance of the Fund is set out in the following charts. All returns are calculated in Canadian Dollars, and unit values are expressed in Canadian Dollars.

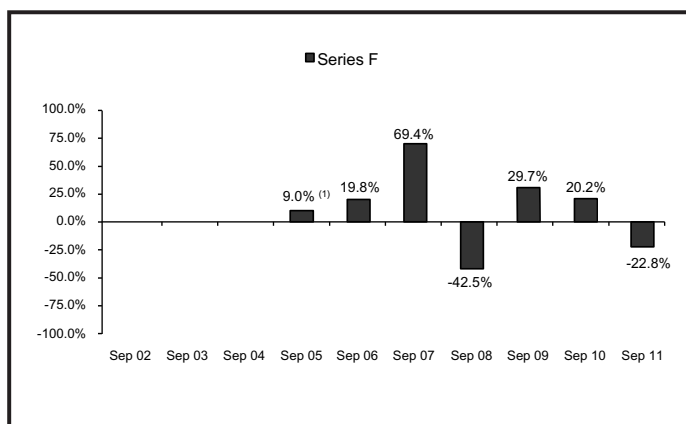
Year-by-Year Returns

The following bar charts show the performance of each series of units of the Fund for each of the previous years ended September 30. The charts show in percentage terms how an investment made on October 1 or inception would have increased or decreased by September 30 of the fiscal year. The past performance of the Fund is not necessarily an indication of how it will perform in the future.

The investment objective of the Fund was changed on December 23, 2004. Prior to that date, the Fund was the Excel Canadian Balanced Fund that sought long-term capital appreciation and income by investing mainly in bonds, debentures, notes, preferred or common shares of Canadian issuers.



The Fund's performance prior to December 23, 2004 (as reflected in the chart above) relates to a period of time when Excel Chindia Fund pursued a different investment objective and strategy.



(1) Return from April 6, 2005 to September 30, 2005

There were no units issued of Series I of the Excel Chindia Fund as of September 30, 2011.

Annual Compound Returns

The following table shows the Fund's annual compound total return for Series A and F units of the Fund for the years ended on September 30, 2011. The annual compound total return is also compared to a Blended Index comprised of 50% MSCI China and 50% BSE Sensex Index, and to the MSCI EMF which is calculated on the same compound basis. All returns are calculated in Canadian dollars on a total return basis, meaning that all distributions are reinvested. The differences between the returns for each series, is a result of management fees charged and direct series expenses.

	1	3	5	10	Since
Percentage Return:	Yr	Yr	Yr	Yr	Inception
Series A	-23.68	5.02	1.98	2.44	1.04 ⁽¹⁾
50% MSCI China ⁽³⁾	-24.09	4.90	4.30	12.48	4.76
50% BSE Sensex ⁽⁴⁾	-17.42	3.12	1.05	8.70	5.58
MSCI EMF ⁽⁵⁾					
Series F	-22.82	6.38	3.22	N/A	6.77 ⁽²⁾
50 % MSCI China/ 50% BSE Sensex	-24.09	4.90	4.30	N/A	10.47
MSCI EMF	-17.42	3.12	1.05	N/A	4.76

⁽¹⁾ The Fund's performance (since inception as of January 11, 1999, as reflected in the charts above) relate to a period of time when the Fund was known as the Excel Canadian Balanced Fund. The investment objective of Excel Chindia Fund, formerly named the Excel India China Fund, was changed on December 23, 2004. The return of the Excel Chindia Fund Series A from December 23, 2004 to September 30, 2011 is 5.16%.

⁽²⁾ The inception date of the Excel Chindia Fund Series F is April 6, 2005.

⁽³⁾ The MSCI China is a free float-adjusted market capitalization index that measures equity market performance in China.

⁽⁴⁾ The BSE Sensex Index is a free float market capitalization index that measures the return of 30 large financially-sound companies located in India and is maintained by The Stock Exchange, Mumbai.

⁽⁵⁾ The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance of emerging markets.

Summary of Investment Portfolio
As at September 30, 2011

Portfolio Allocation*

Asset Class	% of Net Asset Value
Financial Services	15.7%
Oil & Gas	12.6%
Information Technology	12.5%
Industrial & Manufacturing	8.1%
Pharmaceutical & Healthcare	7.5%
Telecommunications	6.1%
Automotive	4.9%
Metals & Mining	4.6%
Mutual Funds	4.6%
Consumer Products	4.4%
Short Term Notes	3.1%
Other Net Assets	2.8%
Infrastructure & Development	2.2%
Retail & Merchandising	1.9%
Conglomerates	1.8%
Real Estate & Property Management	1.6%
Advertising & Media	1.6%
Electronics	1.0%
Cement	0.9%
Agricultural & Forestry Products	0.8%
Shipping & Transportation	0.7%
Utilities & Energy	0.6%
Total	100.0%

* The portfolio allocation percentages are based on the Fund's holdings of the two underlying funds the Excel India Fund and Excel China Fund and other mutual fund holdings. The portfolio allocation percentages are based on Net Asset Value and accordingly differ slightly from those in the underlying funds' and the Fund's Statements of Investment Portfolio in their financial statements which are based on Canadian GAAP.

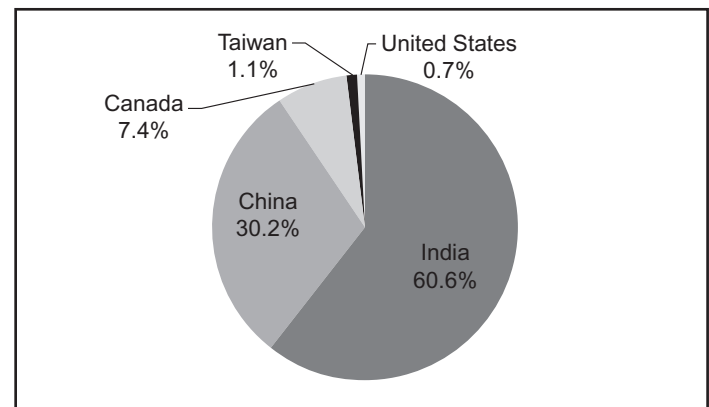
Top 25 Holdings*

Issuer	% of Net Asset Value
Excel India Fund "I" Series	64.1%
Excel China Fund "I" Series	34.4%
Excel EM Capital Income Fund "I" Series	1.3%
Cash & Cash Equivalents	0.9%

* The Fund has only 4 holdings.

The investments and percentages may have changed by the time you purchase units of this Fund. The top 25 holdings are made available quarterly. The "Quarterly Portfolio Disclosure" is posted on the Excel Funds website - www.excelfunds.com.

Portfolio Region Allocation*



* The portfolio region allocation percentages are based on the Fund's holdings of two underlying funds the Excel India Fund and Excel China Fund and are based on Net Asset Value.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the indicated periods. "Net Assets" are calculated in accordance with the Canadian Institute of Chartered Accountants ("CICA") Handbook Section 3855, "Financial Instruments - Recognition and Measurement" ("Section 3855") and are used for financial reporting purposes. "Net Asset Value" is calculated in accordance with section 14.2 of National Instrument 81-106, "Investment Fund Continuous Disclosure" ("NI 81-106") and is used for transactional pricing purposes. Section 3855 requires the use of valuation techniques for certain types of investments that may differ from those prescribed by NI 81-106. Ratios and Supplemental Data are derived from the Fund's Net Asset Value.

The Fund's Net Assets Per Unit (\$) ⁽³⁾

Series A	Sep-11	Sep-10	Sep-09	Sep-08	Sep-07
Net Assets, beginning of year	7.07	5.98	4.66	8.22	4.89
Increase (decrease) from operations:					
Total revenue	-	-	0.01	0.01	0.01
Total expenses	(0.20)	(0.18)	(0.16)	(0.20)	(0.17)
Realized gains (losses) for the year	(0.03)	-	(0.45)	0.22	0.01
Unrealized gains (losses) for the year	(1.40)	1.23	1.90	(3.78)	3.16
Total increase (decrease) from operations ⁽¹⁾	(1.63)	1.05	1.30	(3.75)	3.01
Net Assets, end of year	5.39	7.07	5.98	4.66	8.22

Series F	Sep-11	Sep-10	Sep-09	Sep-08	Sep-07
Net Assets, beginning of year	9.91	8.24	6.35	11.05	6.53
Increase (decrease) from operations:					
Total revenue	-	-	0.01	0.01	0.01
Total expenses	(0.18)	(0.10)	(0.14)	(0.13)	(0.09)
Realized gains (losses) for the year	(0.04)	-	(0.60)	0.30	0.01
Unrealized gains (losses) for the year	(2.05)	1.65	4.17	(5.13)	4.11
Total increase (decrease) from operations ⁽¹⁾	(2.27)	1.55	3.44	(4.95)	4.04
Net Assets, end of year	7.65	9.91	8.24	6.35	11.05

- (1) Net Assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.
- (2) The Fund has never paid a distribution.
- (3) This table is not intended to be a reconciliation of opening and closing Net Assets per unit.

Ratios and Supplemental Data

Series A	Sep-11	Sep-10	Sep-09	Sep-08	Sep-07
Net Asset Value (\$) (000's) ⁽¹⁾	75,227	119,897	104,496	80,848	101,832
Net Asset Value per unit (\$) (1)	5.39	7.07	5.98	4.66	8.22
Number of units outstanding (000's) ⁽¹⁾	13,947	16,966	17,478	17,362	12,395
Management expense ratio (%) (2)	3.97	3.56	3.90	3.87	3.18
Management expense ratio before waivers or absorptions (%) (2)	4.16	3.73	4.03	4.06	3.79
Portfolio turnover rate (%) (3)	5.62	2.63	14.90	5.91	0.90
Trading expense ratio (%) (4)	0.41	0.50	0.81	0.66	-

Series F	Sep-11	Sep-10	Sep-09	Sep-08	Sep-07
Net Asset Value (\$) (000's) ⁽¹⁾	4,017	5,111	5,222	5,201	6,748
Net Asset Value per unit (\$) (1)	7.65	9.91	8.24	6.35	11.05
Number of units outstanding (000's) ⁽¹⁾	525	516	634	819	610
Management expense ratio (%) (2)	2.84	1.86	2.79	2.44	1.77
Management expense ratio before waivers or absorptions (%) (2)	3.29	2.94	3.20	3.26	2.91
Portfolio turnover rate (%) (3)	5.62	2.63	14.90	5.91	0.90
Trading expense ratio (%) (4)	0.41	0.50	0.81	0.66	-

(1) This information is provided at September 30.

(2) Management expense ratio is based on total expenses for the stated year and is expressed as an annualized percentage of daily average Net Asset Value during the year. In the year a series is established or reinstated, the management expense ratio is annualized from the date of inception or reinstatement.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

(4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average Net Asset Value during the year. There are trading costs associated with the underlying holdings.

Management Fees

Excel was entitled to receive \$2,662,990 (2010: \$2,743,768) in management fees but the Fund paid Excel (after fees absorbed) management fees of \$2,628,523 (2010: \$2,697,762). The management fee for each series is calculated as a percentage of its Net Asset Value, as of the close of business on each business day. The Fund's management fees were used to pay the portfolio managers for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements for the purchase and sale of the investment portfolio and providing other services. Excel also used the management fees to fund commission payments and other dealer compensation (collectively "distribution-related costs") to registered dealers and brokers for units of the Fund bought and held by investors.

During the year ended September 30, 2011, Excel received administration fees of \$112,387 (2010: \$78,812) relating to the operation of the Fund.

For the year ended September 30, 2011, 59.6% (2010: 56.3%) of the total management fee revenues received by Excel from all Excel Mutual Funds was used to fund distribution-related costs paid to registered dealers, brokers and sub-advisors for units of the Fund bought and held by investors.

Other Related Party Transactions

Excel has created an Independent Review Committee ("IRC") to review and provide impartial judgment on, among other things, conflict of interest matters. The IRC reviews potential conflicts of interest referred to it by Excel and makes recommendations on whether a course of action achieves a fair and reasonable result for the Excel Funds. In addition, the IRC regularly reviews Excel's policies and procedures relating to conflicts of interest. The IRC prepares, at least annually, a report of its activities for investors, which is available at www.excelfunds.com and www.sedar.com.

EICI is a wholly owned subsidiary of Asdhir Enterprises Inc., which also owns a majority of the voting shares of Excel.

Fund Formation and Series Information

Date of Formation: January 11, 1999

The Fund may issue an unlimited number of units of each series. The number of units of each series that have been issued and are outstanding are disclosed in the *Financial Highlights*.

Series offered by Excel Funds Management Inc. (2000 Argentia Road, Plaza 4, Suite 280, Mississauga, Ontario, L5N 1W1; 1-888-813-9813; www.excelfunds.com.)

Series A

Units of Series A are offered for sale on a continuous basis and can be purchased by submitting a purchase order to your dealer or financial advisor. You may choose from three purchase options when purchasing Series A units of the Fund, namely the Initial Sales Charge Option, Deferred Sales Charge Option or Volume Sales Charge Option. The minimum initial investment in the Fund for the Initial Sales Charge or the Deferred Sales Charge option is \$250. The minimum initial investment in the Fund for the Volume Sales Charge is \$250.

Inception Date:	Jan 11, 1999
Management Fees:	2.25%
Sales Charges:	Up to 5.00%
Redemption Charges	Up to 5.75%
Redemption Charges Under Low Load Option:	Up to 2.50%

Series F

Series F units are offered to investors enrolled in a dealer sponsored fee-for-service and who are subject to an asset based fee rather than commissions on each transaction. Series F units are only available through dealers or financial planners who offer certain "wrap" or "fee-for-service" programs that have been approved by Excel. Your dealer or financial advisor must enter into an agreement with Excel before selling Series F units. The minimum initial investment for the Series F is \$250.

Inception Date:	Apr 6, 2005
Management Fees:	1.50%
Sales Charges:	(1)
Redemption Charges	n/a
Redemption Charges Under Low Load Option:	n/a

Series I

Series I units are designed for institutional investors and are sold pursuant to applicable prospectus exemption.

Management Fees:	(2)
Sales Charges:	n/a
Redemption Charges	n/a
Redemption Charges Under Low Load Option:	n/a

(1) There is no sales charges payable on Series F units, but Series F investors will generally be required to pay their dealer an advisory or asset based fee in addition to the Series F management fee payable by the fund.

(2) The management fee on Series I is negotiable between the Institution and Excel Funds Management Inc.

A Note on Forward-Looking Statements

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and international, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

We stress that the above-mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise.

Management's Responsibility for Financial Reporting



November 17, 2011

The accompanying financial statements have been prepared by the management of the Funds and approved by the Board of Directors of Excel Funds Management Inc. Management is responsible for the information and representations contained in these financial statements and other sections of this report.

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

Deloitte & Touche LLP are the external auditors of the Funds. They are 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 on the following page.

A handwritten signature in black ink, appearing to read 'Bhim Asdhir', written in a cursive style.

Bhim D. Asdhir
President & Chief Executive Officer

A handwritten signature in black ink, appearing to read 'Glenn W. Cooper', written in a cursive style.

Glenn W. Cooper
Chief Financial Officer

Independent Auditor's Report

To the Unitholders of the Excel Chindia Fund

We have audited the accompanying financial statements of the Excel Chindia Fund, which comprise the statement of investment portfolio as at September 30, 2011, the statements of net assets as at September 30, 2011 and 2010, and the statements of investment operations, changes in net assets and net realized (losses) gains on investments for the years then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Excel Chindia Fund as at September 30, 2011 and 2010, and the results of its operations and its changes in net assets for the years then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants
Licensed Public Accountants
November 17, 2011

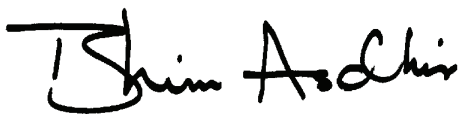
Statements of Net Assets

As at September 30, 2011 and 2010

	2011	2010
Assets		
Investments, at fair value (*)	\$ 79,054,759	\$ 124,610,652
Cash	760,584	132,807
Receivable for units issued	32,895	371,000
Receivable for investments sold	-	600,000
	79,848,238	125,714,459
Liabilities		
Payable for units redeemed	304,500	377,486
Accrued expenses	299,664	328,392
	604,164	705,878
Net Assets Represented by Unitholders' Equity	\$ 79,244,074	\$ 125,008,581
Net Assets		
Series A	\$ 75,227,344	\$ 119,897,242
Series F	4,016,730	5,111,339
	\$ 79,244,074	\$ 125,008,581
Units Issued and Outstanding (Note 4)		
Series A	13,947,079	16,966,101
Series F	525,283	515,871
Net Assets Per Unit		
Series A	\$ 5.39	\$ 7.07
Series F	\$ 7.65	\$ 9.91
* Investments, at Average Cost	\$ 84,833,975	\$ 107,293,305

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

Approved by the Fund Manager



Bhim D. Asdhir, Director



Glenn W. Cooper, Director

Statements of Investment Operations

For the years ended September 30, 2011 and 2010

	2011	2010
Investment Income		
Distributions	\$ 45,946	\$ -
Interest	10,177	10,576
	56,123	10,576
Expenses (Note 5)		
Management fees	2,662,990	2,743,768
Administration costs	612,395	453,013
Legal fees	35,236	28,752
Audit fees	18,928	19,584
Securityholder reporting costs	15,597	21,086
Custodial fees	3,340	3,142
Independent Review Committee	3,271	4,795
Trustee fees	2,783	3,372
	3,354,540	3,277,512
Net Investment Loss before Absorbed Expenses	(3,298,417)	(3,266,936)
Expenses Absorbed by Manager (Note 5a)	34,467	46,006
Net Investment Loss	(3,263,950)	(3,220,930)
Realized and Unrealized (Losses) Gains on Investments		
Net realized (losses) gains on investments	(505,276)	142,004
Gains (losses) on foreign exchange	4,808	(12,894)
Net change in unrealized (depreciation) appreciation in value of investments	(23,096,563)	22,505,091
Net (Losses) Gains on Investments	(23,597,031)	22,634,201
(Decrease) Increase in Net Assets from Operations	\$ (26,860,981)	\$ 19,413,271
(Decrease) Increase in Net Assets from Operations		
Series A	\$ (25,629,039)	\$ 18,513,575
Series F	\$ (1,231,942)	\$ 899,696
	(26,860,981)	19,413,271
(Decrease) Increase in Net Assets from Operations Per Unit		
Series A	\$ (1.63)	\$ 1.05
Series F	\$ (2.27)	\$ 1.55

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

Statements of Changes in Net Assets

For the years ended September 30, 2011 and 2010

	Series A		Series F	
	2011	2010	2011	2010
Net Assets,				
Beginning of the Year	\$ 119,897,242	\$ 104,496,439	\$ 5,111,339	\$ 5,221,621
(Decrease) Increase in Net Assets				
from Operations	(25,629,039)	18,513,575	(1,231,942)	899,696
Capital Transactions				
Proceeds from issuance of units	14,438,087	23,385,421	2,285,114	707,170
Amounts paid on redemption of units	(33,478,946)	(26,498,193)	(2,147,781)	(1,717,148)
Net Capital Transactions	(19,040,859)	(3,112,772)	137,333	(1,009,978)
Net Assets,				
End of the Year	\$ 75,227,344	\$ 119,897,242	\$ 4,016,730	\$ 5,111,339
			Total	
			2011	2010
Net Assets,				
Beginning of the Year		\$ 125,008,581	\$ 109,718,060	
(Decrease) Increase in Net Assets				
from Operations		(26,860,981)	19,413,271	
Capital Transactions				
Proceeds from issuance of units		16,723,201	24,092,591	
Amounts paid on redemption of units		(35,626,727)	(28,215,341)	
Net Capital Transactions		(18,903,526)	(4,122,750)	
Net Assets,				
End of the Year		\$ 79,244,074	\$ 125,008,581	

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

Statements of Net Realized (Losses) Gains on Investments

For the years ended September 30, 2011 and 2010

	2011	2010
Proceeds from Sale of Investments	\$ 28,000,000	\$ 8,000,000
Investments at Average Cost, Beginning of the Year	107,293,306	112,151,301
Cost of Investments Purchased	6,045,945	3,000,000
Investments at Average Cost, End of the Year	113,339,251	115,151,301
Cost of Investments Sold	84,833,975	107,293,306
Net Realized (Losses) Gains on Investments	\$ (505,276)	\$ 142,004

Statement of Investment Portfolio

As at September 30, 2011

Description	Country	Number of Units	Average Cost \$	Fair Value \$
Mutual Funds (99.8%)				
Excel China Fund "I" Series	Canada	1,879,655	37,270,117	27,217,966
Excel EM Capital Income Fund "I" Series	Canada	209,487	1,045,946	1,010,292
Excel India Fund "I" Series	Canada	2,947,216	46,517,912	50,826,501
			84,833,975	79,054,759
Total Investments (99.8%)			\$ 84,833,975	\$ 79,054,759
Other Net Assets (0.2%)				\$ 189,315
Total Net Assets (100.0%)				\$ 79,244,074

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

1. Formation and Structure of the Fund

Excel Chindia Fund (the “Fund”) is an open-end unit trust created under the laws of the Province of Ontario pursuant to the Declaration of Trust dated December 8, 1998.

Excel Funds Management Inc. (“Excel”) is the manager, trustee and promoter of the Fund.

Excel has retained Excel Investment Counsel Inc. (“EICI”) to act as the portfolio manager of the Fund. EICI is a wholly owned subsidiary of Asdhir Enterprises Inc., which also owns a majority of the voting shares of Excel.

The investment objective of the Fund is to seek long-term capital appreciation by investing primarily in mutual fund securities in order to gain exposure to the equity and debt markets of India, China, Hong Kong, Taiwan and other Far East countries. The Fund may also invest in non-mutual fund securities which provide exposure to the above markets or seek exposure to other international emerging markets.

To achieve its investment objective, the Fund may invest (either directly or through derivative instruments) up to 100% of its assets in mutual funds which, in turn, invest primarily in equity and debt securities located in the markets of India, China, Hong Kong, Taiwan and other Far East countries. The Fund may also invest directly in equity and/or debt securities of companies providing exposure to these markets. In addition, the Fund may seek exposure to other international emerging markets.

The Fund may issue an unlimited number of units of each series. The number of units issued and redeemed is disclosed in Note 4.

- Series A units are available to retail investors who initially invest a minimum of \$250.
- Series F units are available to any investor investing and maintaining, in aggregate, a minimum of \$250 in one or more of the Excel Funds, who are enrolled in a dealer sponsored “fee-for-service” or “wrap” program and who are subject to an asset-based fee (rather than paying commissions on transactions) payable to their dealer for the dealer’s on-going financial planning and advice.

Series	Inception Date	Sales Charges	Redemption Charges	Redemption Charges Under Low-Load Option
Series A	January 11, 1999	Up to 5.00%	Up to 5.75%	Up to 2.50%
Series F	April 6, 2005	(i)	n/a	n/a

(i) There are no sales charges payable on Series F units, but Series F investors will generally be required to pay their dealer an advisory or asset-based fee in addition to the Series F management fee payable by the Fund.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (“Canadian GAAP”). The preparation of financial statements in accordance with Canadian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingencies at the date of the financial statements, and the reported amounts of income and expenses during the reporting period. The most significant estimates relate to the valuation of investments. Due to the uncertainty inherent in making estimates, actual results could differ from these estimates.

The following is a summary of the significant accounting policies followed by the Fund:

a) Valuation of Investments

Investments in other mutual funds are valued at the Net Asset Value of those funds as these values reflect actual and regularly occurring market transactions on an arm’s-length basis. Short-term investments are valued at cost plus accrued interest which approximates fair value.

b) Investment Transactions and Income

Investment transactions are accounted for on a trade date basis. Realized gains and losses on the sale of investments and change in unrealized appreciation (depreciation) of investments are determined on an average cost basis. Interest income is recognized on an accrual basis. Transaction costs, including brokerage commissions, are expensed in the period incurred. Income from investments in underlying mutual funds are recorded when distributions or entitlements to income are made. Distributions from underlying mutual funds on account of realized gains are included in net realized gains on investments sold.

2. Summary of Significant Accounting Policies (Cont'd)

c) Financial Instruments

The carrying values of financial instruments which include cash, receivables, payables and accruals approximate fair value due to their short maturities.

d) Foreign Currency

Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the rate of exchange prevailing on the year-end date. Purchases and sales of investments, investment income and expenses are translated at the rate of exchange prevailing on the respective dates of such transactions.

e) Increase (Decrease) in Net Assets from Operations Per Unit

Increase (Decrease) in Net Assets from Operations Per Unit in the Statements of Investment Operations represents the total results from investment operations for the year divided by the weighted average number of units outstanding during the year for each series.

f) Credit Risk and Fair Value of Financial Instruments

The Fund's own credit risk and the credit risk of the counterparty are taken into account in determining the fair value of financial assets and financial liabilities, including derivative instruments. Management has reviewed its policies concerning valuation of assets and liabilities and determined that the fair values ascribed to the financial assets and financial liabilities in the Fund's financial statements incorporate appropriate levels of credit risk.

g) Future Accounting Changes

International Financial Reporting Standards ("IFRS")

The Fund will adopt IFRS for its fiscal year beginning October 1, 2013, and will issue its initial financial statements in accordance with IFRS, including comparative information, for the interim period ending March 31, 2014.

3. Fair Value Disclosure

The tables below summarize the fair value of the Fund's financial instruments as at September 30, 2011 and 2010 using the following fair value hierarchy:

Level 1 Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that are accessible at the measurement date.

Level 2 Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3 Inputs that are unobservable and where there is little, if any, market activity. Inputs into the determination of fair value require significant management judgment or estimation.

As at September 30, 2011:

Description	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 79,054,759	\$ -	\$ -	\$79,054,759

As at September 30, 2010:

Description	Level 1	Level 2	Level 3	Total
Mutual Funds	\$124,610,652	\$ -	\$ -	\$124,610,652

4. Unitholders' Equity

Each unitholder in the Fund acquires units that represent an undivided interest in the Net Asset Value of the Fund. All units of the same class have equal rights and privileges. Each unit is entitled to one vote at any meeting of unitholders and to equal participation in any distributions made by the Fund. Fractional units are proportionately entitled to these rights. All units are fully paid when issued and are not transferable. Units are redeemable at the option of the unitholder. The number of units, which may be issued, is unlimited. The units of the Fund are issued and redeemed at the Net Asset Value per unit, which is determined daily.

The Net Asset Value for each series of units of the Fund is calculated based on the fair market value of that series' proportionate share of the assets of the Fund, less any liabilities of the Fund allocated to that series of units, divided by the total number of units of that series held by Fund investors. The following units were issued, redeemed, and average units outstanding for the years ended September 30.

	2011			2010		
	Units Issued	Units Redeemed	Average Units Outstanding	Units Issued	Units Redeemed	Average Units Outstanding
Series A	2,152,311	5,171,333	15,737,234	3,696,152	4,207,731	17,586,370
Series F	246,999	237,587	541,745	79,220	196,909	578,861

5. Management Fees and Operating Expenses

a) Management Fees

Excel, as manager of the Fund, is responsible for the day-to-day management of the Fund activities including managing the overall business and operations of the Fund, retaining portfolio managers and determining policies relating to the distribution of units. For its services Excel is paid a management fee calculated on each series of units as a percentage of the Net Asset Value of the series, as of the close of business on each business day as described below:

Series	Management Fees	Actual Management Fees
Series A	2.25%	2.25%
Series F	1.50%	1.25%

During the year ended September 30, 2011, Excel absorbed management fees of \$34,467 (2010: \$46,006). Excel may discontinue absorbing these expenses at any time in the future without notice.

As of September 30, 2011, the management fee payable was \$147,635 (2010: \$210,047) which was included in accrued expenses.

b) Operating Expenses

The Fund pays its own operating expenses and all applicable taxes. These expenses include, brokerage commissions and fees on portfolio transactions, interest expense, taxes (if any), custodial fees, audit and legal fees, insurance, registrar's fees, distribution costs, the cost of reporting to unitholders (including proxy solicitation material), the cost of qualifying and maintaining the qualification for sale of units of the Fund and all other expenses incurred in the ordinary course of operation of the Fund.

During the year ended September 30, 2011, Excel received administration fees of \$112,387 (2010: \$78,812) relating to the operation of the Fund.

6. Brokerage Commissions and Soft Dollars

There were no brokerage commissions paid on portfolio transactions for the years ended September 30, 2011 and 2010 since the Fund invested only in other Excel mutual funds. There were no soft dollar transactions during the years ended September 30, 2011 and 2010.

7. Income Taxes and Distributions

The Fund qualifies as a "unit trust" under the Income Tax Act (Canada) and, is not taxed on that portion of the taxable income, which is paid or allocated to unitholders. The tax year-end of the Fund is December 15. Income from foreign sources may be subject to foreign withholding tax. Income earned from the units and capital gains realized when units are redeemed or exchanged, may be subject to tax.

7. Income Taxes and Distributions (Cont'd)

It is the policy of the Fund to distribute to unitholders on or before its taxation year end, sufficient net income (including net realized capital gains) of the Fund which will result in the Fund paying no tax under Part I of the Income Tax Act (Canada). The Fund may make additional distributions from time to time throughout the year at Excel's discretion including distributions on account of reduced management fee arrangements with certain investors such as institutional investors.

The Fund has accumulated net realized capital losses and non-capital losses as at the end of its previous taxation year. These losses are available for utilization against net realized gains or net income for tax purposes in future years. Capital losses may be carried forward indefinitely to reduce realized gains. Non-capital losses generated for the years beginning 2006 or later may be carried forward up to 20 taxation years. As at September 30, 2011, the amount of capital and non-capital losses are as follows:

	Capital	Non-Capital
	\$6,251,586	\$8,247,430

Non-Capital Losses expire in the taxation year ending December 15:					
2014	2015	2026	2028	2029	2030
\$9,681	\$78,551	\$314,080	\$1,761,655	\$2,926,143	\$3,157,320

8. Financial Instruments and Risk Management

The Fund primarily holds Series I units of the Excel India Fund and the Excel China Fund (collectively the "Underlying Funds"). The Fund's financial instruments also consist of cash. As a result, the Fund is exposed to various types of risks that are associated with its financial instruments investment strategies and markets that the Underlying Funds invest in. The Fund's holdings of Series I units of the Excel EM Capital income Fund are insignificant and therefore any risks associated with this holding are also insignificant. The Fund did not engage in any derivative transactions during the years ended September 30, 2011 and 2010. The most significant risks to the Fund are described below:

Currency Risk

Currency risk is the risk that changes in the value of the Canadian dollar, in relation to foreign currencies, will affect the value of securities held by a mutual fund which are denominated in foreign currencies. If the Canadian dollar declines in value against the foreign currency, the value of an investment expressed in Canadian currency will increase. If the Canadian dollar increases in value against the foreign currency, the value of an investment expressed in Canadian currency will decrease. The Fund does not have any currency hedging.

Currency exposure as at September 30, 2011:

	Cash and Short-term Investments (\$)	Equities(\$)	Total(\$)	% of Total Net Assets
Indian Rupee	175,924	47,823,680	47,999,604	60.6
Hong Kong Dollar	(112,327)	23,100,286	22,987,959	29.0
US Dollar	532,771	894,217	1,426,988	1.8
Taiwan Dollar	2,394	860,868	863,262	1.1

Currency exposure as at September 30, 2010:

	Cash and Short-term Investments (\$)	Equities(\$)	Total(\$)	% of Total Net Assets
Indian Rupee	2,193,339	59,845,482	62,038,821	49.6
Hong Kong Dollar	1,467,369	52,773,279	54,240,648	43.4
US Dollar	323,276	1,993,357	2,316,633	1.9
Taiwan Dollar	5,566	2,460,886	2,466,452	2.0

8. Financial Instruments and Risk Management (Cont'd)

Currency Risk (Cont'd)

As at September 30, 2011, based on the underlying holdings of the Excel India Fund and the Excel China Fund if the Canadian dollar had strengthened or weakened by 1% in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$733,000 (2010: \$1,211,000). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

Liquidity Risk

The Fund is exposed to daily cash redemptions of redeemable units. The risk is minimal since the Fund's investments in the Excel India Fund, Excel China Fund the Excel EM Capital Income Fund and other Excel Funds are redeemable on demand and these funds invest the majority of their cash resources in investments that are traded on an active market and can be readily disposed. In addition, these funds maintain sufficient cash and cash equivalent positions to maintain liquidity.

Interest Rate Risk

Interest rate risk arises on interest-bearing financial instruments based on the underlying holdings of the Excel India Fund and Excel China Fund. The Fund is exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing level of market interest rates. The Fund has low sensitivity to interest rate risk due to the short term nature of the interest bearing securities which are usually held to maturity from the underlying holdings of the Excel India Fund and Excel China Fund.

Other Market Risk

Other market risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All securities present a risk of loss of capital. The portfolio managers' of the Underlying Funds moderate this risk through a careful selection of securities and other financial instruments within the parameters of the investment strategy.

The impact on Net Assets of the Fund due to a 1% change in the benchmark, using historical correlation between the Fund's return as compared to the return of the Fund's benchmark, as at September 30, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 data points based on the monthly net returns of the Series A Units of the Fund.

Benchmark	Impact on Net Assets	
	September 30, 2011	September 30, 2010
Morgan Stanley Capital International Emerging Markets Free Index	+ or - \$743,000	+ or - \$1,249,000

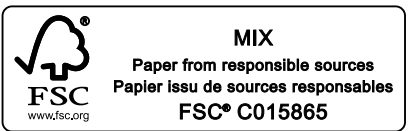
Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and differences could be material.

Credit Risk

Credit risk is the risk that counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The greatest concentration of credit risk is in debt securities held in the underlying holdings of the Excel India Fund and Excel China Fund. The fair value of debt securities includes consideration of the credit worthiness of the debt issuer. As at September 30, 2011 and 2010, the Underlying Funds held minimal debt securities and therefore the Fund's exposure to credit risk from the Underlying Funds was not significant.

Capital Management

The Canadian Institute of Chartered Accountants ("CICA") Handbook Section 1535, "Capital Disclosures", specifies the disclosure of (i) an entity's objectives, policies and processes for management of capital; (ii) quantitative data and qualitative information about what the entity regards as capital; and (iii) whether the entity has complied with any capital requirements. The objectives, policies and procedures for managing capital are described in Note 1, information about unitholders' equity is described in Note 4 and during the years ended September 30, 2011 and 2010 the Fund did not have any externally imposed capital requirements.



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