

**New Commerce Split Corp** is an Investment Corporation that invests in common shares of Canadian Imperial Bank of Commerce, a Canadian financial institution. Three types of shares are available, a Capital share, a Class I Preferred and a Class II Preferred.

On March 26, 2010 a Capital Reorganization of Commerce Split was completed. Two funds were created, Original Commerce Split and New Commerce Split.

Holders of Priority Equity Shares (Symbol: **XCM.PR.A**) that did not elect to remain in the Original Commerce Split Fund had each Priority Equity Share held converted into the following new securities in the New Commerce Split Fund: One \$5.00 Class I Preferred Share (Symbol: **YCM.PR.A**); One \$5.00 Class II Preferred Share (Symbol: **YCM.PR.B**); One half 2011 Warrant (Symbol: **YCM.WT**); and One 2012 Warrant (Symbol: **YCM.WT.A**).

Holders of Class A Shares (Symbol: **XCM**) that did not elect to remain in the Original Commerce Split Fund had each Class A Share held converted into the following securities (in order to achieve the required balancing objectives):

- 0.7167721 of a Capital Share in the New Commerce Split Fund (Symbol: **YCM**); and
- 0.283228 of a Class A Share 2010 in the Original Commerce Split Fund (Symbol: **YCM.X**)

For complete details, please [click here](#) to view the Information Circular dated December 23, 2009.

## Commentary

North American financial markets generally tracked lower during August as the preponderance of macro economic data pointed to slowing growth. Specifically, Q2 US GDP was revised downward and new data points pertaining to US housing and unemployment continued to point to a below average recovery.

The Canadian economy is clearly doing better than most other developed countries but will be adversely impacted if US growth remains below average since it remains Canada's most important trading partner.

As mentioned in previous commentaries, market participants will continue to carefully scrutinize every piece of economic data in order to try and ascertain the shape and durability of this economic recovery. Sustained economic growth will require a greater transition from government led growth to private economic growth.

The valuations of the companies in the portfolio generally remain at very reasonable levels when measured by price to earnings ratios and current dividend yields and this should continue to act as a major support at these current market prices.

	One Month to Aug 31, 2010	Year to Date Aug 31, 2010
TSX	1.71%	1.43%
S&P 500	-4.75%	-5.90%
DJII	-4.31%	-3.96%
NASDAQ	-6.24%	-6.84%

## Distributions (by record date)

	YCM	YCM.PR.A	YCM.PR.B	Total
Total to Date	\$0.0000	\$0.1875	\$0.0000	\$0.1875
2010 YTD	\$0.0000	\$0.1875	\$0.0000	\$0.1875

## Details

Units Outstanding:	3,730,207
Inception Date:	Feb 16, 2007
Capital Reorganization Date:	Mar 26, 2010
Termination Date:	Dec 1, 2014
Net Asset Value:	\$9.75 (Aug 31/10)
Cash Weighting:	18%
Canadian Equity Weighting:	82%
<b>YCM.PR.A</b> Trading Price:	\$5.44 (Aug 31/10)
Current Yield:	6.9%* annually
Market Capitalization:	\$20,292,326
<i>*Last distribution annualized.</i>	
<b>YCM.PR.B</b> Trading Price:	\$2.90 (Aug 31/10)
Market Capitalization:	\$10,817,600
<b>YCM</b> Trading Price:	\$0.98 (Aug 31/10)
Market Capitalization:	\$3,655,603

## Holding

## Symbol

Canadian Imperial Bank of Commerce	CM
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## CIBC Company News

CIBC % return for Aug 2010:	2.7%
CIBC % return year-to-date 2010:	6.4%
Dividend Yield on CIBC shares:	4.8%