

UNITED CORPORATIONS LIMITED

FIRST QUARTER REPORT
June 30, 2009

**NOTICE OF NO AUDITOR REVIEW OF
INTERIM FINANCIAL STATEMENTS**

Section 4.3(3)(a) of National Instrument 51-102, *Continuous Disclosure Obligations*, provides that if an auditor has not performed a review of the interim financial statements, the interim financial statements must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The Company's external auditors, PricewaterhouseCoopers LLP, have not performed a review of these interim financial statements of United Corporations Limited.

signed "Duncan N.R. Jackman"

Duncan N.R. Jackman
Chairman and President

signed "Frank J. Glosnek"

Frank J. Glosnek
Treasurer

August 6, 2009

UNITED CORPORATIONS LIMITED

Incorporated under the Laws of Canada



THE PERIOD AT A GLANCE (Unaudited)

	As at June 30 2009 ⁽¹⁾	As at March 31 2009 ⁽¹⁾
Net equity value per Common Share ⁽²⁾	\$ 61.07	\$ 54.81
Net assets.....	\$ 752,446	\$ 676,149
Number of Common Shares outstanding at period end	12,194,193	12,194,193

	Three months ended June 30	
	2009 ⁽¹⁾	2008 ⁽¹⁾
Net investment income per Common Share ⁽²⁾	\$ 0.43	\$ 0.58
Dividends per Common Share	\$ 0.20	\$ 0.20
Increase in net assets from operations per Common Share	\$ 6.46	\$ 0.32
Investment income	\$ 8,030	\$ 10,714
Net investment income	\$ 5,338	\$ 7,119

⁽¹⁾ In thousands of Canadian dollars, except number of Common Shares outstanding and per share amounts.

⁽²⁾ See Management's Discussion and Analysis for Use of Non-GAAP Measures.

UNITED CORPORATIONS LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following Management's Discussion and Analysis ("MD&A") of the unaudited consolidated operating results and financial condition of United Corporations Limited ("United" or the "Company") for the first quarter of fiscal 2010 should be read in conjunction with the MD&A for the fiscal year ended March 31, 2009, the Company's annual audited consolidated financial statements, the notes relating thereto, the supplementary financial information included in the Company's Annual Report, the quarterly unaudited consolidated financial statements and note contained in this report, as well as the Company's MD&A and unaudited interim consolidated financial statements for the quarters of fiscal 2009. These unaudited consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). They do not include all of the disclosures required under GAAP for annual financial statements. The reporting currency for the Company is the Canadian dollar, and all amounts in the following discussion are in Canadian dollars.

This MD&A may contain certain forward-looking statements that are subject to risks and uncertainties that may cause the results or events mentioned in this discussion to differ materially from actual results or events. No assurance can be given that results, performance or achievement expressed in, or implied by, forward-looking statements within this disclosure will occur, or if they do, that any benefits may be derived from them.

Use of Non-GAAP Measures

This MD&A contains reference to "net equity value per Common Share" and "net investment income per Common Share". These terms do not have any standardized meaning in GAAP and therefore may not be comparable to similar measures presented by other companies. The Company believes that these measures provide information useful to our shareholders in evaluating the Company's financial results.

Investors and management use net equity value per Common Share to determine the Company's value on a per Common Share basis. In order to determine its net equity value per Common Share, the Company deducts the cost of redemption of its Preferred Shares from its net assets at fair value.

Net equity value per Common Share is also used by investors and management as a comparison to the market price of its Common Shares to determine the particular discount or premium that the Company's Common Shares are trading at relative to the net equity value per Common Share.

Net investment income per Common Share is used by both investors and management to assess the sustainability and funding of dividends on Common Shares and Preferred Shares.

Net equity value per Common Share is calculated as follows (in thousands of Canadian dollars, except number of Common Shares and per Common Share amounts):

	June 30 2009	March 31 2009
Net assets, at fair value	\$ 752,446	\$ 676,149
Deduct:		
Cost of redemption:		
First Preferred Shares	1,567	1,567
Second Preferred Shares, Series 1959 and 1963.....	6,180	6,180
	7,747	7,747
Net equity value	\$ 744,699	\$ 668,402
Common Shares outstanding	12,194,193	12,194,193
Net equity value per Common Share.....	\$ 61.07	\$ 54.81

UNITED CORPORATIONS LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Net investment income per Common Share is calculated as follows (in thousands of dollars, except number of Common Shares and per Common Share amounts):

	Three months ended June 30	
	2009	2008
Increase in net assets from operations	\$ 78,829	\$ 4,042
Add (deduct): Net loss (gain) on investments	(73,491)	3,077
Net investment income	5,338	7,119
Deduct: Dividends paid on Preferred Shares	94	93
Net investment income, net of dividends paid on Preferred Shares	\$ 5,244	\$ 7,026
Common Shares outstanding	12,194,193	12,194,193
Net investment income per Common Share	\$ 0.43	\$ 0.58

Market Review

Global stock markets posted generally favourable returns in the quarter ended June 30, 2009, the first quarter of fiscal 2010. In Canadian dollar terms, in the first quarter of fiscal 2010, the S&P/TSX Composite Index increased 20.0%, the MSCI World Index 11.5% and the S&P 500 Index 7.0%.

For the quarter ended June 30, 2009, the Company's net equity value per Common Share increased to \$61.07 from \$54.81 at March 31, 2009. With dividends reinvested at month-end equity values, the Company's net equity value return was 11.8% in fiscal 2010, compared to a return of 0.4% in the prior fiscal year. As the Company is a taxable Canadian corporation, a provision for future income taxes is recorded on the unrealized appreciation of investments. Future income taxes are recorded as a liability on the consolidated balance sheet.

Operating Results

Net investment income

The Company's net investment income in the first quarter of fiscal 2010 was \$5,338,000 compared to \$7,119,000 in the first quarter of fiscal 2009. On a per Common Share basis, net investment income for the quarter decreased to \$0.43 in fiscal 2010 from \$0.58 in fiscal 2009.

Foreign dividend income in the quarter decreased to \$6,066,000 from \$8,534,000 in fiscal 2009. The decline in foreign dividend income resulted primarily from decreased dividend payouts from companies that have been impacted by the global financial crisis and general economic slowdown. Canadian dividend income for the current fiscal quarter remained relatively unchanged from the corresponding prior year's quarter.

The decline in interest income, including securities lending income, over the prior year occurred as a result of the Company's suspension of its securities lending activities during the second fiscal quarter of the prior year and as a result of the steep year-over-year decline in short-term interest rates.

Expenses in the quarter amounted to \$793,000 (fiscal 2009 - \$996,000). The decline in expenses from the prior year was due primarily to a decrease in investment management and administrative costs related to lower average net assets managed compared to the prior year.

Net gain (loss) on investments

The Company realized a net gain on investments of \$1,126,000 in the first quarter of fiscal 2010 versus a net loss of \$3,670,000 in the prior year. The largest contributors to the net realized gain during the quarter were the sale of Electrolux AB, Quest Diagnostics Incorporated, and Enbridge Inc., offset by a loss on the sale of Canon Inc. ADR.

The Company's net change in unrealized appreciation of investments increased by \$72,418,000 in the quarter compared to an increase of \$693,000 in the same period last year. Canadian securities in total contributed \$36,333,000 of the increase and the balance of the quarterly increase was attributable to net increases in the remainder of the portfolio spread over a broad range of sectors.

UNITED CORPORATIONS LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Quarterly Results

The following table summarizes various financial results on a quarterly basis for the eight most recent quarters (in thousands of dollars, except per Common Share amounts):

	June 30 2009	March 31 2009	Dec. 31 2008	Sept. 30 2008	June 30 2008	March 31 2008	Dec. 31 2007	Sept. 30 2007
Investments, at fair value	\$ 712,086	\$ 610,834	\$ 665,821	\$ 800,709	\$ 956,571	\$ 952,648	\$ 1,021,684	\$ 1,053,387
Investment income	\$ 8,030	\$ 4,622	\$ 5,414	\$ 4,827	\$ 10,714	\$ 6,443	\$ 4,828	\$ 5,154
Increase (decrease) in net assets from operations	\$ 78,829	\$ (45,209)	\$ (101,122)	\$ (120,426)	\$ 4,042	\$ (49,865)	\$ (25,389)	\$ (34,149)
Increase (decrease) in net assets from operations per Common Share ¹	\$ 6.46	\$ (3.72)	\$ (8.30)	\$ (9.88)	\$ 0.32	\$ (4.10)	\$ (2.09)	\$ (2.81)
Net equity value per Common Share	\$ 61.07	\$ 54.81	\$ 58.73	\$ 67.23	\$ 77.31	\$ 77.18	\$ 81.48	\$ 83.78

¹ Net of dividends paid on Preferred Shares.

Investment income is derived primarily from dividend income that is earned by the Company. While North American investments usually pay regular quarterly dividends, investments outside of North America often pay less frequently. In general dividends earned on investments outside of North America peak in the first quarter of the fiscal year. Given current general economic conditions, there is no guarantee that the Company will receive dividend income on its investments at recent dividend payout levels. During the last two quarters, the Company experienced a year-over-year decline in foreign dividend income.

The returns of the portfolio may also not necessarily correlate with the various benchmark returns and may fluctuate significantly as illustrated by the recent quarterly returns that have been impacted by the global financial crisis and general economic slowdown.

Share Data

At June 30, 2009, the following shares were issued and outstanding: 52,237 First Preferred Shares, 80,290 Second Preferred Shares, 1959 Series, 119,710 Second Preferred Shares, 1963 Series and 12,194,193 Common Shares.

Liquidity and Capital Resources

Quarterly dividends were paid on the Common Shares and Preferred Shares. The quarterly per share dividend was \$0.20 on the Common Shares and \$0.375 for each Preferred Share series. Payment of the Company's dividends is funded by net investment income. For the quarter ended June 30, 2009, net investment income was \$0.43 per Common Share as compared to Common Share dividend payments of \$0.20 per share.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Transition to International Financial Reporting Standards ("IFRS")

IFRS will replace Canadian GAAP for most publicly accountable enterprises for fiscal years beginning on or after January 1, 2011. The Company will begin to report its financial results, including comparative information, in accordance with IFRS in the first quarter of fiscal 2012.

Senior management of the Company oversees the transition and provides quarterly reports to the Company's Audit Committee. Senior management continues to develop financial reporting expertise in IFRS.

Significant changes to IFRS accounting standards are expected to be issued during the remainder of calendar 2009 and up to and including the Company's transition date of April 1, 2011 and as a result, there is uncertainty regarding the expected accounting standards that will be in place in fiscal 2012. The following disclosures reflect the Company's current expectations based on the information that is available as of this report's date. As a result of changing circumstances during our transition, the Company may change accounting policy choices or elections initially selected.

The Company's project plan includes four phases: analysis, design and planning, solution development and implementation. The current standards that are expected to have a significant impact on the Company's recognition, measurement, presentation and disclosure of its financial statements have been identified. During the balance of fiscal 2010, preliminary accounting policy choices will be made based on the expected accounting requirements in fiscal 2012. Model financial statement presentation and disclosures will be prepared in the latter part of fiscal 2010 and system changes will be identified. The Company is currently reviewing system changes which may result from the changeover to IFRS. Changes to internal controls over financial reporting and disclosure controls and procedures will be identified later in the fiscal year. At this point in the project, the Company is not able to reasonably estimate the financial reporting impact of the transition to IFRS.

Additional Information

Additional information relating to United, including the Company's Annual Information Form, is available at www.sedar.com.

United's website, www.ucorp.ca, also provides further information on the Company, including historical information on the net equity value per Common Share.

Duncan N.R. Jackman
Chairman and President

August 6, 2009

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF NET ASSETS (Unaudited)

	June 30 2009	March 31 2009
	(000's)	
ASSETS		
Investments, at fair value (cost - \$651,123; March 31, 2009 - \$631,401).....	\$ 712,086	\$ 610,834
Cash	5,266	5,333
Short-term investments	13,353	27,337
Receivable in respect of investments sold	291	1,397
Accrued income on investments.....	1,182	1,533
Income taxes receivable.....	32,405	31,616
Other assets	777	491
Future income taxes	—	1,094
	<u>765,360</u>	<u>679,635</u>
LIABILITIES		
Accounts payable and accrued liabilities.....	816	673
Payable in respect of investments purchased.....	3,345	2,813
Future income taxes	8,753	—
	<u>12,914</u>	<u>3,486</u>
Net assets, at fair value	<u>\$ 752,446</u>	<u>\$ 676,149</u>
SHAREHOLDERS' EQUITY		
Share capital		
52,237 First Preferred Shares.....	\$ 119	\$ 119
200,000 Second Preferred Shares.....	6,000	6,000
12,194,193 Common Shares	534,881	534,881
	<u>541,000</u>	<u>541,000</u>
Retained earnings	158,840	154,961
Unrealized appreciation (depreciation) of investments.....	52,606	(19,812)
Total shareholders' equity	<u>\$ 752,446</u>	<u>\$ 676,149</u>

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF OPERATIONS (Unaudited)

	Three months ended June 30	
	2009	2008
	(000's)	
INVESTMENT INCOME		
Dividends:		
Foreign.....	\$ 6,066	\$ 8,534
Canadian.....	1,931	1,930
	<u>7,997</u>	10,464
Interest, including securities lending income	33	250
	<u>8,030</u>	10,714
Expenses:		
Investment management and administrative costs.....	599	758
Directors' and officers' remuneration.....	58	49
Office and miscellaneous.....	73	75
Transfer, registrar and custody fees.....	52	90
Professional fees	11	24
	<u>793</u>	996
Investment income before income taxes	7,237	9,718
Provision for income taxes	1,899	2,599
NET INVESTMENT INCOME	<u>5,338</u>	7,119
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS		
Net realized gain (loss) on investments	1,126	(3,670)
Net change in unrealized appreciation of investments	72,418	693
Transaction costs on purchase and sale of investments	(53)	(100)
	<u>73,491</u>	(3,077)
NET GAIN (LOSS) ON INVESTMENTS.....	<u>73,491</u>	(3,077)
INCREASE IN NET ASSETS FROM OPERATIONS	<u>\$ 78,829</u>	<u>\$ 4,042</u>
INCREASE IN NET ASSETS FROM OPERATIONS PER COMMON SHARE.....	<u>\$ 6.46</u>	<u>\$ 0.32</u>

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF RETAINED EARNINGS (Unaudited)

	Three months ended June 30	
	2009	2008
	(000's)	
BEGINNING OF PERIOD.....	\$ 154,961	\$ 287,464
Add (deduct):		
Net investment income.....	5,338	7,119
Net realized gain (loss) on investments	1,126	(3,670)
Refundable dividend taxes recovered.....	592	599
	<u>162,017</u>	<u>291,512</u>
Deduct:		
Dividends:		
First Preferred Shares.....	19	19
Second Preferred Shares.....	75	74
Common Shares	2,439	2,439
Provision for refundable dividend taxes	591	592
Transaction costs on purchase and sale of investments.....	53	100
	<u>3,177</u>	<u>3,244</u>
END OF PERIOD	<u>\$ 158,840</u>	<u>\$ 288,288</u>

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS (Unaudited)

	Three months ended June 30	
	2009	2008
	(000's)	
INCREASE IN NET ASSETS FROM OPERATIONS	\$ 78,829	\$ 4,042
DIVIDENDS TO SHAREHOLDERS		
Preferred Shares	(94)	(93)
Common Shares.....	(2,439)	(2,439)
	<u>(2,533)</u>	<u>(2,532)</u>
TAXATION CHANGE		
Net decrease in refundable dividend taxes on hand	1	7
INCREASE IN NET ASSETS	<u>76,297</u>	<u>1,517</u>
NET ASSETS, BEGINNING OF PERIOD	<u>676,149</u>	<u>948,929</u>
NET ASSETS, END OF PERIOD	<u>\$ 752,446</u>	<u>\$ 950,446</u>

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF NET REALIZED GAIN (LOSS) ON INVESTMENTS (Unaudited)

	Three months ended June 30	
	2009	2008
	(000's)	
Proceeds on sales of investments.....	\$ 20,051	\$ 47,091
Cost of investments, beginning of period	631,401	810,423
Cost of investments purchased during the period	38,481	54,696
	669,882	865,119
Cost of investments, end of period	651,123	813,633
Cost of investments sold during the period	18,759	51,486
Realized gain (loss) on investments sold before income taxes.....	1,292	(4,395)
Provision for (recovery of) income taxes on realized net capital gain (loss)	166	(725)
Net realized gain (loss) on investments.....	\$ 1,126	\$ (3,670)

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT JUNE 30, 2009 (Unaudited)

Number of Shares		Cost	Fair value	% of Fair value
		(000's)		
North America				
Canada				
Preferred				
140,000	Nortel Networks Limited \$1.275 Series F.....	\$ 3,512	\$ —	—
Common				
362,568	Algoma Central Corporation.....	6,201	25,380	
92,000	Bank of Montreal.....	5,617	4,506	
331,805	Bank of Nova Scotia.....	5,755	14,407	
354,350	CAE, Inc.....	3,599	2,420	
80,000	Cameco Corporation.....	279	2,379	
136,330	Canadian National Railway Company.....	5,471	6,812	
112,470	Canadian Natural Resources Ltd.....	6,611	6,877	
133,040	Canadian Tire Corp. Ltd. Class A.....	4,733	7,297	
84,325	Canadian Utilities Limited Class A.....	2,064	3,199	
222,702	Canfor Corporation.....	1,436	1,114	
219,356	Enbridge Inc.....	2,991	8,853	
207,155	Encana Corporation.....	6,481	11,922	
191,470	Goldcorp, Inc.....	6,213	7,741	
300,000	Great-West Lifeco Inc.....	4,287	6,840	
157,430	Imperial Oil Limited.....	1,576	7,071	
210,676	Jean Coutu Group Inc.....	1,949	2,058	
218,625	Kinross Gold Corporation.....	3,809	4,613	
108,940	Loblaw Cos. Limited.....	5,420	3,786	
525,210	Manulife Financial Corporation.....	8,847	10,604	
236,315	Metro Inc.....	2,446	8,952	
495,210	Nexen Inc.....	3,968	12,514	
102,430	Potash Corporation of Saskatchewan.....	2,827	11,081	
161,000	Power Financial Corporation.....	926	4,415	
107,775	Quebecor Inc. Class B.....	3,923	2,134	
55,210	Research In Motion Limited.....	5,233	4,562	
147,775	Rogers Communications Inc. Class B.....	1,516	4,414	
368,396	Royal Bank of Canada.....	5,594	17,495	
338,400	Shaw Communications Inc. Class B.....	5,393	6,622	
3,280	Shoppers Drug Mart Corporation.....	143	164	
304,350	SNC-Lavalin Group Inc. Class A.....	1,283	13,032	
310,430	Suncor Energy Inc.....	12,416	10,980	
704,310	Talisman Energy Inc.....	4,347	11,769	
259,850	Thomson Reuters Corporation.....	10,797	8,796	
220,708	Toronto-Dominion Bank.....	4,593	13,262	
219,543	TransCanada Corporation.....	4,060	6,856	
170,000	Transcontinental Inc Class A.....	3,402	1,505	
240,000	TVA Group Inc. Class B.....	3,202	2,040	
90,600	West Fraser Timber Co. Ltd.....	2,067	2,124	
55,000	Weston (George) Limited.....	5,071	3,207	
		<u>166,546</u>	<u>283,803</u>	39.9
United States				
66,000	3M Co.....	6,082	4,617	
63,000	Altria Group, Inc.....	1,254	1,200	
135,000	Bank of New York Mellon Corporation.....	4,660	4,605	
60,000	Chevron Corporation.....	4,113	4,624	
180,000	Cisco Systems, Inc.....	5,425	3,900	
80,000	Colgate-Palmolive Company.....	5,695	6,584	
145,480	Community Health Systems Inc.....	5,464	4,270	
261,000	ConAgra Foods, Inc.....	5,094	5,774	
95,000	ConocoPhillips.....	5,650	4,647	
185,000	CVS Caremark Corporation.....	4,433	6,850	
624,600	Dairy Farm International Holdings Limited.....	2,804	4,662	
110,000	Emerson Electric Company.....	4,630	4,147	
58,800	Exxon Mobil Corporation.....	3,716	4,780	
75,000	Fiserv, Inc.....	3,848	3,986	
148,000	General Electric Company.....	5,915	2,013	
83,100	General Mills, Inc.....	6,093	5,419	

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT JUNE 30, 2009 (Continued) (Unaudited)

Number of Shares		Cost	Fair value	% of Fair value
		(000's)		
United States (continued)				
165,000	Halliburton Company.....	\$ 5,181	\$ 3,971	
80,000	Hartford Financial Services Group, Inc.	5,996	1,100	
101,900	H.J. Heinz Company	4,795	4,231	
81,700	Johnson & Johnson.....	5,847	5,389	
119,800	Kraft Foods Inc.....	3,896	3,530	
164,200	Merck & Co. Inc.....	5,710	5,333	
69,166	Metlife, Inc.....	2,349	2,415	
122,300	Microsoft Corporation.....	2,740	3,382	
30,000	Monsanto Company	2,631	2,594	
55,120	NIKE, Inc. Class B.....	3,235	3,320	
88,000	Pepsico, Inc.....	5,723	5,624	
398,300	Pfizer Inc.	13,098	6,941	
102,000	Philip Morris International Inc.....	4,645	5,175	
110,875	Proctor & Gamble Company	6,300	6,581	
87,000	Scripps Networks Interactive.....	4,333	2,822	
220,000	Spectra Energy Corporation.....	4,874	4,327	
50,000	Tim Hortons Inc.....	1,681	1,421	
23,331	Time Warner Cable Inc.	1,674	859	
122,950	Time Warner Inc.....	5,926	3,602	
190,161	Wells Fargo & Company	14,176	5,380	
		179,686	150,075	21.1
Mexico				
100,000	Fomento Economico Mexicano, S.A. de C.V. ADR.....	2,727	3,750	0.5
	Total North America	352,471	437,628	61.5
Europe, excluding United Kingdom				
56,460	ABB Limited	901	1,031	
140,000	Adidas AG	6,267	6,169	
172,310	AXA	4,667	3,759	
380,000	Banco Santander SA.....	5,166	5,301	
110,650	BASF SE	5,791	5,114	
51,000	Bayer AG.....	3,958	3,173	
95,200	Casino Guichard-Perrachon SA.....	8,141	7,447	
120,000	Celesio AG	5,856	3,196	
857,600	Clariant AG.....	6,463	6,293	
138,390	CSM	2,391	2,371	
61,764	Danone S.A.	3,162	3,541	
205,000	Davide Campari-Milano S.p.A.....	1,651	1,896	
102,900	Delhaize Group	8,043	8,407	
100,240	Essilor International SA.....	3,118	5,551	
93,000	Fresenius Medical Care & Co. KGaA ADR	3,006	4,863	
107,700	Heineken NV	4,036	4,639	
130,000	Henkel AG & Co. KGaA.....	4,872	4,688	
200,000	ING Groep N.V. ADR.....	6,665	2,351	
101,700	Kerry Group plc.....	2,497	2,675	
209,600	Koninklijke Ahold NV	3,215	2,795	
314,100	Koninklijke Wessanen NV	2,375	1,397	
38,278	L'Air Liquide SA.....	2,907	4,062	
52,160	L'Oreal SA	4,895	4,528	
32,800	Lafarge SA	3,484	2,579	
15,138	Lafarge SA - New.....	403	1,135	
125,000	Luxottica Group S.p.A. ADR.....	3,096	3,020	
99,600	MAN AG	5,861	7,066	
139,200	Publicis Groupe.....	4,725	4,927	
161,100	Nestlé S.A.	7,327	7,048	
167,500	Nestlé S.A. ADR.....	5,652	7,325	
56,800	Roche Holding AG.....	8,828	8,974	

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT JUNE 30, 2009 (Continued) (Unaudited)

Number of Shares		Cost	Fair value	% of Fair value
		(000's)		
Europe, excluding United Kingdom (continued)				
92,000	SAP AG Spons ADR	\$ 5,183	\$ 4,298	
43,767	Schneider Electric SA.....	5,964	3,873	
54,000	Siemens AG	7,040	4,333	
360,200	SKF AB.....	4,013	5,143	
26,000	Synthes, Inc.	2,982	2,917	
220,000	Telenor ASA.....	4,316	1,958	
83,000	Total SA ADR.....	5,007	5,239	
		<u>173,924</u>	<u>165,082</u>	23.1
United Kingdom				
115,000	BP plc ADR	9,285	6,375	
325,400	Britvic plc.....	1,554	1,736	
353,015	Dairy Crest Group plc.....	1,271	2,162	
45,000	Diageo plc ADR	3,404	2,995	
373,600	GlaxoSmithKline plc.....	8,227	7,633	
506,000	HSBC Holdings plc.....	3,848	4,862	
157,200	Next plc	3,244	4,416	
100,600	Reckitt Benckiser plc.....	3,735	5,321	
290,000	Smith & Nephew plc.....	3,427	2,493	
140,000	Standard Chartered plc.....	3,960	3,049	
261,000	Vodafone Group Plc ADR.....	8,025	5,914	
		<u>49,980</u>	<u>46,956</u>	6.6
Asia				
151,600	Asahi Breweries, Ltd.	3,222	2,536	
70,100	Astellas Pharma Inc.	3,340	2,883	
116,100	Circle K Sunkus Co., Ltd.....	2,401	2,107	
123,100	Daiichi Sankyo Company, Limited.....	3,223	2,559	
563,600	Daiwa Securities Group Inc.....	6,664	3,895	
33,800	Eisai Co., Ltd.	1,655	1,398	
107,786	Emerging Markets Investors Fund	6,715	5,784	
47,100	Fanuc Ltd.	5,260	4,408	
28,100	Hakuhodo DY Holdings Inc.	1,473	1,762	
14,080	Keyence Corporation	2,888	3,335	
340,000	Konica Minolta Holdings Inc.....	3,259	4,129	
186,400	Makita Corporation.....	4,789	5,227	
196,000	Mitsubishi Tanabe Pharma Corporation	3,335	2,612	
28,700	Shin-Etsu Chemical Co. Ltd.....	1,612	1,547	
37,200	Siam Investment Fund	527	205	
489,000	Sumitomo Trust and Banking Co., Ltd. (The).....	5,718	3,067	
160,000	Suzuki Motor Corporation	4,919	4,178	
52,600	Takeda Pharmaceutical Company Limited.....	3,237	2,378	
780,000	Television Broadcasts Limited.....	4,579	3,510	
		<u>68,816</u>	<u>57,520</u>	8.1
Australia				
77,000	BHP Billiton Limited ADR	5,932	4,900	0.7
	Total investments	<u>\$ 651,123</u>	<u>\$ 712,086</u>	<u>100.0</u>

UNITED CORPORATIONS LIMITED

NOTE TO CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

Summary of significant accounting policies

1. Basis of presentation

The accompanying unaudited consolidated interim financial statements are prepared in accordance with Canadian generally accepted accounting principles ("GAAP") and follow the same accounting policies and methods as the most recent annual financial statements, except as noted below, and should be read in conjunction with the notes to the Company's audited consolidated financial statements for the year ended March 31, 2009. The consolidated financial statements do not include all of the disclosures required under GAAP for annual financial statements.

Carrying value of investments

In accordance with Accounting Guideline 18 "Investment Companies", investments are categorized as held for trading and are required to be recorded at a fair value established by the bid price for a security on the recognized exchange on which it is principally traded, as defined in CICA Handbook Section 3855, "Financial Instruments - Recognition and Measurement".

UNITED CORPORATIONS LIMITED

CORPORATE INFORMATION

HEAD OFFICE Tenth Floor, 165 University Avenue, Toronto, Ontario, M5H 3B8
Tel: 416-947-2578
Fax: 416-362-2592

EXTERNAL INVESTMENT MANAGERS Jarislowsky Fraser Limited, Toronto
ValueInvest Asset Management S.A., Luxembourg

BANKER The Bank of Nova Scotia

AUDITORS PricewaterhouseCoopers LLP, Toronto

CUSTODIAN RBC Dexia Investor Services Trust

TRANSFER AGENT AND REGISTRAR Computershare Investor Services Inc.
100 University Avenue, 9th Floor
Toronto, Ontario
M5J 2Y1
Telephone: 416-981-9633
Toll Free: 1-800-564-6253

TORONTO STOCK EXCHANGE LISTINGS

Common	UNC
First Preferred	UNC.PR.A
Second Preferred, 1959 Series	UNC.PR.B
Second Preferred, 1963 Series	UNC.PR.C

NET EQUITY VALUE

The Company's Net Equity Value per Common Share is published on the Globe and Mail's website (www.globefund.com) and on the Company's website.

REPORTING PROCEDURE FOR ACCOUNTING AND AUDITING MATTERS

If you have a complaint regarding accounting, internal controls or auditing matters or a concern regarding questionable accounting or auditing matters, you should submit your written complaint or concern to:

Mr. Michael J. White
Chairman of the Audit Committee
United Corporations Limited
165 University Avenue, 10th Floor
Toronto, Ontario
M5H 3B8
Email: michaeljwhite@sympatico.ca
Phone: 416-505-2677

You may submit your complaint or concern anonymously. Your submission will be kept confidential and will be treated in accordance with the Company's policy for reporting accounting or auditing matters.

WEBSITE www.ucorp.ca

