

UNITED CORPORATIONS LIMITED

SECOND QUARTER REPORT
September 30, 2004

**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 "Travis R. Epp"

Travis R. Epp
Treasurer

November 4, 2004

UNITED CORPORATIONS LIMITED

Incorporated under the Laws of Canada



THE PERIOD AT A GLANCE (Unaudited)

	As at Sept. 30 2004 ⁽¹⁾	As at March 31 2004 ⁽¹⁾
Net assets (Market value)	\$ 759,901	\$ 755,491
Net asset value per common share	\$ 61.68	\$ 61.32
Number of common shares outstanding at period end	12,194,193	12,194,193

	Six months ended September 30	
	2004 ⁽¹⁾	2003 ⁽¹⁾
Investment income	\$ 10,606	\$ 9,436
Net investment income	\$ 6,890	\$ 6,285
Net investment income per common share	\$ 0.55	\$ 0.50
Regular dividends per common share	\$ 0.40	\$ 0.40

⁽¹⁾ In thousands of dollars, except number of common shares outstanding and per share amounts.

UNITED CORPORATIONS LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS

Operating Results

Net investment income

The Company's net investment income in the second quarter of fiscal 2005 was \$2,651,000 compared to fiscal 2004 net investment income of \$2,530,000. On a year to date basis, the net investment income increased to \$6,890,000 in fiscal 2005 from \$6,285,000 in fiscal 2004. On a per common share basis, net investment income for the quarter increased to \$0.21 in fiscal 2005 from \$0.20 in fiscal 2004 and on a year to date basis to \$0.55 in fiscal 2005 from \$0.50 in fiscal 2004.

Foreign dividend income in the second quarter increased to \$2,286,000 in fiscal 2005 from \$2,056,000 in fiscal 2004 and to \$7,020,000 in fiscal 2005 from \$5,741,000 in fiscal 2004 on a year to date basis. Canadian dividend income in the second quarter increased to \$1,581,000 in fiscal 2005 from \$1,325,000 in fiscal 2004 and to \$3,178,000 in fiscal 2005 from \$2,942,000 in fiscal 2004 on a year to date basis. Interest income in the second quarter amounted to \$172,000 in fiscal 2005, compared to \$428,000 in fiscal 2004 and decreased to \$408,000 in fiscal 2005 from \$753,000 in fiscal 2004 on a year to date basis. The reduction in interest income reflects the decrease in short-term investments to \$9,449,000 at September 30, 2004 from \$23,806,000 at June 30, 2004.

Operating expenses in the quarter amounted to \$782,000 (2004 - \$610,000) and to \$1,616,000 (2004 - \$1,211,000) on a year to date basis. The rise in expenses from the prior periods is mainly due to an increase in administration fees, management fees and custody fees.

Net gain on investments

The Company's realized gain and change in unrealized appreciation of investments for the quarter ended September 30, 2004 was a net loss of \$10,923,000 compared with a net gain of \$18,914,000 in fiscal 2004. On a year to date basis, the Company earned a net gain of \$2,587,000 in fiscal 2005 compared to a net gain of \$67,724,000 in fiscal 2004. The performance of the investment portfolio has been led by the Canadian equities in both the second quarter and on a year to date basis. Investments in foreign markets generally performed negatively in the second quarter, with declines in U.S., European and Japanese equities being most prominent. On a year to date basis, foreign equities have posted negative returns mainly due to U.S. and Japanese investments. The performance of the investment portfolio was adversely effected by the strengthening of the Canadian dollar relative to most currencies in the quarter and on a year to date basis.

The loss from currency movements was somewhat mitigated by the use of forward currency contracts to minimize the exposure to the U.S. dollar. The use of forward currency contracts resulted in a gain of approximately \$2,947,000 in the second quarter of fiscal 2005 and a gain of approximately \$2,222,000 on a year to date basis.

The investment portfolio of the Company is comprised of a mix of high and low yielding global investments. Net investment income, net realized gains (losses) on investments, net change in unrealized appreciation of investments and net asset value per share will vary significantly from period to period depending on the investment mix which moves with the constantly changing economic environment.

UNITED CORPORATIONS LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

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

	Sept. 30 2004	June 30 2004	March 31 2004	Dec. 31 2003	Sept. 30 2003	June 30 2003	March 31 2003	Dec. 31 2002
Investment income	\$ 4,039	\$ 6,567	\$ 4,260	\$ 3,581	\$ 3,809	\$ 5,627	\$ 3,903	\$ 4,645
Increase (decrease) in net assets from operations	\$ (8,272)	\$ 17,749	\$ 23,695	\$ 58,652	\$ 21,444	\$ 52,565	\$ (36,629)	\$ 31,665
Increase (decrease) in net assets from operations per share ¹	\$ (0.69)	\$ 1.45	\$ 1.94	\$ 4.80	\$ 1.75	\$ 4.30	\$ (3.01)	\$ 2.59

¹ Net of dividends on preferred shares

Dividends

Regular quarterly dividends were paid on our common and preferred shares. Dividends paid in the current quarter were \$0.20 per share on the common shares and \$0.38 per share on the preferred shares. The year to date dividends paid were \$0.40 per share on the common shares and \$0.75 per share on the preferred shares. The dividends paid in fiscal 2005 are the same as the dividends paid in fiscal 2004.

Assets

In the second quarter of fiscal 2005, total assets decreased to \$788,640,000 at September 30, 2004 from \$800,502,000 at June 30, 2004, a decrease of 1.5%. The cost of investments in foreign equities at September 30, 2004 was \$458,443,000 compared to \$450,784,000 at June 30, 2004. The market value of foreign equities decreased to \$442,378,000 at September 30, 2004 from \$462,728,000 at June 30, 2004. The cost of Canadian equities at September 30, 2004 was \$179,807,000 compared to \$177,475,000 at June 30, 2004. The market value of the Canadian equities increased to \$319,369,000 at September 30, 2004 from \$305,520,000 at June 30, 2004.

On a year to date basis, total assets increased to \$788,640,000 at September 30, 2004 from \$783,752,000 at March 31, 2004, an increase of 0.6%. The cost of investments in foreign equities at September 30, 2004 was \$458,443,000, an increase from \$435,204,000 at March 31, 2004. The market value of foreign equities at September 30, 2004 was \$442,378,000 compared to \$437,728,000 at March 31, 2004. The cost of investments in Canadian equities decreased in the first two quarters of fiscal 2005 to \$179,807,000 from \$180,671,000 at March 31, 2004. The market value of Canadian equities at September 30, 2004 was \$319,369,000 compared to \$308,174,000 at March 31, 2004.

Performance

The net asset value return of the Company is determined by combining the investment portfolio with both the change in future income taxes and expenses of the Company. For the quarter ended September 30, 2004, the Company's net asset value per share decreased to \$61.68 from \$62.57 at June 30, 2004, a decrease of 1.1% (based on the reinvestment of distributions at month-end net asset values). For the comparable period, the S&P/TSX Composite Index increased 1.9%, the MSCI World Index (C\$) decreased 6.7% and the S&P 500 Index (C\$) decreased 7.5%.

UNITED CORPORATIONS LIMITED

On a year to date basis, the net asset value per share of the Company increased to \$61.68 at September 30, 2004 from \$61.32 at March 31, 2004, an increase of 1.2% (based on the reinvestment of distributions at month-end net asset values). For the first six months of fiscal 2005 the S&P/TSX Composite Index increased 1.9%, the MSCI World Index (C\$) decreased 3.7% and the S&P 500 Index (C\$) decreased 3.7%.

Risks

The Company faces a broad range of risks and uncertainties in managing a global equity portfolio. The market risk refers to the risk of loss from the investment and trading activities of the Company due to changes in equity prices, foreign currency rates, interest rates and market volatility.

The external investment portfolio of the Company is managed by Jarislowsky Fraser Limited (“Jarislowsky”) and Sanford C. Bernstein & Co. Inc., LLC (“Bernstein”), a wholly owned subsidiary of Alliance Capital Management L.P. Jarislowsky commenced operations in 1955 while Bernstein was founded in 1967. Each of the managers has a global equity mandate and is allowed to hedge the foreign currency exposure of any non-Canadian investments.

The Company also manages a portion of the investments in the portfolio. The securities managed by the Company are investments in Algoma Central Corporation and the Emerging Markets Investors Fund.

Liquidity and Capital Resources

Liquidity refers to the Company’s ability to maintain a cash flow adequate to fund operations and capital investments on a timely and cost efficient basis. The objective of the Company is to earn an above average rate of return primarily through long-term capital appreciation and dividend income. The investment portfolio will be invested principally in equities. From time to time, however, assets of the Company may be invested in interest bearing short-term securities pending the selection of suitable equity investments. The Company’s income from operations after payment of taxable dividends is used to fund operating costs as well as provide resources for additional investments.

United Corporations Limited has always been a vehicle for long term growth through investment in common equities. Management believes that over long periods of time, common equities as an asset class will outperform fixed income instruments or balanced funds.

As the fund’s investment philosophy is of a long-term nature, short-term volatility is expected and tolerated. We remain confident that our investment strategy will reward our shareholders over the long-term.

November 4, 2004

Duncan N.R. Jackman
Chairman of the Board

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF NET ASSETS (Unaudited)

	September 30 2004	March 31 2004
	(thousands of dollars)	
ASSETS		
Investments, at indicated market value (cost - \$638,250; March 31, 2004 - \$615,875)	\$ 762,985	\$ 746,771
Cash	6,976	8,144
Short-term investments	9,449	25,796
Receivable in respect of investments sold	4,940	865
Accrued income on investments	1,173	1,833
Income taxes receivable	2,724	—
Other assets	393	343
	<u>788,640</u>	<u>783,752</u>
LIABILITIES		
Accounts payable and accrued liabilities	630	572
Payable in respect of investments purchased	5,660	1,384
Income taxes payable	—	2,441
Future income taxes on unrealized net capital gains	22,449	23,864
	<u>28,739</u>	<u>28,261</u>
Net assets, at indicated market value	<u>\$ 759,901</u>	<u>\$ 755,491</u>
SHAREHOLDERS' EQUITY		
Stated 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	116,615	107,459
Unrealized appreciation of investments	102,286	107,032
Total shareholders' equity	<u>\$ 759,901</u>	<u>\$ 755,491</u>

APPROVED BY THE BOARD:

DUNCANN.R. JACKMAN Director

J. CHRISTOPHER WANSBROUGH Director

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF OPERATIONS (Unaudited)

	Three months ended Sept. 30		Six months ended Sept. 30	
	2004	2003	2004	2003
	(thousands of dollars)			
INVESTMENT INCOME				
Dividends:				
Foreign	\$ 2,286	\$ 2,056	\$ 7,020	\$ 5,741
Canadian	1,581	1,325	3,178	2,942
	3,867	3,381	10,198	8,683
Interest	172	428	408	753
	4,039	3,809	10,606	9,436
Expenses:				
Operating	782	610	1,616	1,211
Income taxes	606	669	2,100	1,940
	1,388	1,279	3,716	3,151
NET INVESTMENT INCOME	2,651	2,530	6,890	6,285
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS				
Net realized gain on investments	1,347	748	7,333	3,757
Net change in unrealized appreciation of investments	(12,270)	18,166	(4,746)	63,967
NET GAIN (LOSS) ON INVESTMENTS	(10,923)	18,914	2,587	67,724
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	\$ (8,272)	\$ 21,444	\$ 9,477	\$ 74,009

CONSOLIDATED STATEMENT OF NET REALIZED GAIN (Unaudited)

	Three months ended Sept. 30		Six months ended Sept. 30	
	2004	2003	2004	2003
	(thousands of dollars)			
Proceeds on sales of investments	\$ 34,079	\$ 35,549	\$ 63,626	\$ 64,067
Cost of investments, beginning of period	628,259	599,424	615,875	592,698
Cost of investments purchased during the period	41,729	32,703	76,643	64,209
	669,988	632,127	692,518	656,907
Cost of investments, end of period	638,250	597,582	638,250	597,582
Cost of investments sold during the period	31,738	34,545	54,268	59,325
Realized gain on investments sold before taxes	2,341	1,004	9,358	4,742
Provision for taxes on realized net taxable capital gains	994	256	2,025	985
Net realized gain on investments	\$ 1,347	\$ 748	\$ 7,333	\$ 3,757

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

(Unaudited)

	Three months ended Sept. 30		Six months ended Sept. 30	
	2004	2003	2004	2003
	(thousands of dollars)			
INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (8,272)	\$ 21,444	\$ 9,477	\$ 74,009
DISTRIBUTIONS TO SHAREHOLDERS				
Common shareholders	(2,439)	(2,439)	(4,878)	(4,878)
Preferred shareholders	(96)	(96)	(189)	(189)
	<u>(2,535)</u>	<u>(2,535)</u>	<u>(5,067)</u>	<u>(5,067)</u>
INCREASE (DECREASE) IN NET ASSETS ..	(10,807)	18,909	4,410	68,942
NET ASSETS, BEGINNING OF PERIOD	<u>770,708</u>	<u>659,302</u>	<u>755,491</u>	<u>609,269</u>
NET ASSETS, END OF PERIOD	<u>\$ 759,901</u>	<u>\$ 678,211</u>	<u>\$ 759,901</u>	<u>\$ 678,211</u>

CONSOLIDATED STATEMENT OF RETAINED EARNINGS

(Unaudited)

	Six months ended Sept. 30	
	2004	2003
	(thousands of dollars)	
RETAINED EARNINGS, BEGINNING OF PERIOD	\$ 107,459	\$ 92,262
Add:		
Net investment income	6,890	6,285
Net realized gain on investments	7,333	3,757
Refundable taxes recovered	1,059	1,040
	<u>122,741</u>	<u>103,344</u>
Deduct:		
Dividends from net investment income		
First preferred shares	39	39
Second preferred shares	150	150
Common shares	4,878	4,878
Provision for refundable taxes	1,059	1,040
	<u>6,126</u>	<u>6,107</u>
RETAINED EARNINGS, END OF PERIOD	<u>\$ 116,615</u>	<u>\$ 97,237</u>

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT SEPTEMBER 30, 2004 (Unaudited)

Number of Shares		Cost	Market Value	% of Market
		(thousands of dollars)		
North America				
Canada				
Preferred				
140,000	Nortel Networks Limited \$1.275 Series F	\$ 3,512	\$ 2,562	0.3
Common				
41,700	Alcan Inc.	2,299	2,523	
362,568	Algoma Central Corporation	6,201	26,467	
662,504	Bank of Nova Scotia	11,422	24,480	
39,000	Cameco Corporation	815	3,914	
50,900	Canadian National Railway Company	3,004	3,147	
206,800	Canadian Tire Corp. Ltd. Class A	5,897	10,272	
90,000	Canadian Utilities Class A	4,405	4,964	
452,702	Canfor Corporation	3,379	7,221	
186,913	Enbridge Inc.	5,098	9,860	
117,200	Encana Corporation	4,075	6,839	
215,000	Great-West Lifeco Inc.	6,144	10,933	
118,480	Imperial Oil Limited	3,560	7,758	
255,676	Jean Coutu Group Inc.	2,366	4,295	
120,000	Loblaw Cos. Limited	5,967	7,770	
21,553	Magna International Inc. Class A	1,315	2,019	
344,200	Manulife Financial Corporation	11,392	19,067	
460,000	Metro Inc.	4,289	8,809	
60,400	Molson Inc. Class A	1,835	1,939	
251,655	Nexen Inc.	7,991	13,275	
97,000	Nova Chemicals Corporation	2,759	4,730	
84,000	Potash Corp. of Saskatchewan	3,664	6,804	
234,000	Power Financial Corporation	1,346	6,919	
200,000	Quebecor Inc.	7,279	5,318	
124,900	Rogers Communications Inc. Class B	2,562	3,196	
115,100	Rothmans Inc.	2,478	4,033	
308,428	Royal Bank of Canada	8,966	18,490	
219,200	Shaw Communications Inc. Class B	6,987	4,627	
140,420	Shell Canada Ltd. Class A	4,619	9,689	
138,550	SNC-Lavalin Group Inc. Class A	1,752	6,699	
116,305	Sun Life Financial Services of Canada	2,651	4,442	
480,910	Talisman Energy Inc.	6,594	14,457	
200,435	Thomson Corporation (The)	9,564	9,236	
343,208	Toronto-Dominion Bank	6,497	15,818	
359,700	TransCanada Corporation	5,464	9,946	
240,000	TVA Group Inc. Class B	3,202	4,579	
120,600	West Fraser Timber Co. Ltd.	2,751	6,391	
61,900	Weston (George) Limited	5,706	5,881	
		176,295	316,807	41.5
United States				
71,000	Abbott Laboratories	4,592	3,806	
121,000	Albertsons Inc.	4,875	3,664	
157,000	Altria Group, Inc.	12,524	9,346	
65,100	American Int'l Group Inc.	5,342	5,602	
116,760	Aramark Corporation Class B	4,198	3,567	
86,600	Bank of America Corporation	4,466	4,749	
50,000	Cardinal Health Inc.	3,949	2,770	
80,000	Chevrontexaco Corporation	4,888	5,431	
30,500	The Chubb Corporation	2,784	2,713	
88,200	Citigroup Inc.	5,670	4,925	
67,800	Colgate Palmolive Company	5,040	3,877	
76,900	Comcast Corporation Special Class A	3,169	2,717	
73,900	ConocoPhillips	5,551	7,748	
100,000	CVS Corporation	4,706	5,332	
126,000	Disney (Walt) Company	4,644	3,596	
50,000	Emerson Electric Company	4,279	3,916	
59,800	Exxon Mobile Corporation	3,621	3,658	
68,700	Fannie Mae	7,448	5,512	
84,000	Fifth Third Bancorp	6,009	5,232	
34,800	Freddie Mac	2,774	2,873	

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT SEPTEMBER 30, 2004 (Continued) (Unaudited)

Number of Shares		Cost	Market Value	% of Net Assets
		(thousands of dollars)		
United States (continued)				
170,000	General Electric Company	7,487	7,224	
45,000	Gillette Company	2,120	2,377	
85,400	Hartford Financial Services Group, Inc.	7,253	6,693	
90,000	HCA Inc.	5,170	4,345	
282,900	Hewlett-Packard Company	8,081	6,713	
7,100	Hospira Inc.	275	275	
80,000	IMS Health Inc.	2,477	2,422	
57,000	Jefferson-Pilot Corporation	4,123	3,582	
74,700	Johnson & Johnson	5,298	5,325	
137,400	JPMorgan Chase & Co.	7,610	6,909	
67,000	Kimberly Clark Corporation	5,812	5,477	
170,600	Kroger Co.	4,009	3,351	
27,000	Lehman Brothers Holdings Inc.	2,773	2,724	
50,000	Merck & Co. Inc.	4,650	2,088	
39,100	Metlife, Inc.	1,383	1,913	
113,500	Microsoft Corporation	4,667	3,972	
7,000	Occidental Petroleum Corporation	456	495	
40,300	PartnerRe Ltd.	3,103	2,789	
77,000	Pepsico	5,041	4,741	
225,600	Pfizer Inc.	12,500	8,737	
83,700	Safeway Inc.	2,308	2,045	
32,800	Smurfit-Stone Container Corp.	777	804	
33,632	St. Paul Travelers Companies Inc.	1,832	1,407	
15,700	Textron Inc.	1,185	1,277	
170,850	Time Warner Inc.	4,902	3,490	
68,600	Wal-Mart Stores Inc.	5,131	4,619	
69,000	Wells Fargo & Company	4,577	5,207	
25,100	Whirlpool Corporation	2,959	1,909	
14,300	XL Capital Ltd Class A	1,809	1,339	
		<u>220,297</u>	<u>195,283</u>	<u>25.6</u>
	Total North America	400,104	514,652	67.4
Latin America				
91,200	Petroleo Brasileiro S.A. ADR	2,851	3,684	
36,000	Votorantim Celulose e Papel S.A. ADR	1,588	1,574	
		<u>4,439</u>	<u>5,258</u>	<u>0.7</u>
Europe, excluding United Kingdom				
30,167	L'Air Liquide SA	5,636	5,989	
257,160	Arcelor	5,131	6,015	
58,700	Assurances Générales de France	4,438	4,655	
195,000	Banco Santander Central Hispano S.A.	2,413	2,409	
68,600	Continental AG	2,832	4,712	
104,800	Credit Suisse Group	5,002	4,233	
16,600	Delhaize Group	1,048	1,335	
13,300	DSMNV	867	878	
197,400	ENI S.P.A.	4,533	5,600	
637,000	Telefonaktiebolaget LM Ericsson	2,191	2,503	
68,620	Essilor International SA	4,269	5,582	
160,000	Fresenius Medical Care AG ADR	5,172	5,165	
40,000	Groupe Danone	4,315	3,980	
39,687	Heidelbergcement AG	2,140	2,339	
127,500	Heineken NV	6,103	4,858	
110,000	ING Groep N.V. ADR	4,093	3,519	
10,000	ING Groep N.V.	408	319	
44,000	L'Oreal SA	4,302	3,648	
240,000	Luxottica Group SPA ADR	5,944	5,422	
41,300	Man AG	1,926	1,783	
61,500	MOL Magyar Olaj - Es Gazipari Rt	2,564	3,802	
62,000	Nestlé S.A. ADR	5,126	4,515	
50,000	Novartis AG ADR	2,630	2,953	
42,000	Renault SA	4,562	4,347	
169,300	Repsol YPF, S.A.	4,717	4,705	
32,000	Roche Holdings AG	4,261	4,182	
88,000	Royal Dutch Petroleum Company	5,987	5,747	

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT SEPTEMBER 30, 2004 (Continued) (Unaudited)

Number of Shares		Cost	Market Value	% of Market
		(thousands of dollars)		
Europe, excluding United Kingdom (continued)				
19,285	Sanofi-Aventis	1,137	1,770	
25,000	Synthes Inc.	2,848	3,446	
103,000	Svenska Cellulosa AB-B (SCA)	5,397	5,067	
34,400	Total Fina Elf SA ADR	3,836	4,448	
51,000	Unilever NV	3,822	3,731	
140,000	Vestas Wind Systems A/S	4,283	2,565	
		123,933	126,222	16.5
United Kingdom				
192,000	Aviva PLC	1,871	2,407	
355,700	BP PLC	4,177	4,297	
75,000	Diageo PLC ADR	5,729	4,787	
50,000	GlaxoSmithKline PLC ADR	3,548	2,767	
85,290	GlaxoSmithKline PLC	2,329	2,326	
64,880	HSBC Holdings PLC ADR	6,182	6,754	
340,677	Intercontinental Hotels Group PLC	2,883	4,903	
99,400	RMC Group PLC	1,515	1,934	
140,000	Vodafone Group PLC ADR	4,559	4,272	
1,343,600	Vodafone Group PLC	3,704	4,069	
114,000	Whitbread PLC	1,641	2,151	
129,000	Xstrata PLC	2,267	2,685	
		40,405	43,352	5.7
Asia				
76,000	Canon Inc.	4,317	4,521	
4,634,000	China Petroleum and Chemical Corporation (Sinopec)	1,677	2,388	
565,522	Compal Electronics Inc.	3,421	3,578	
107,786	Emerging Markets Investors Fund	3,663	3,823	
54,100	Flextronics International Ltd.	1,020	907	
80,000	Honda Motor Co., Ltd.	5,159	4,906	
35,000	Hyundai Motor Co. Ltd.	1,985	2,042	
65,800	JFE Holdings Inc.	2,257	2,373	
40,800	Kookmin Bank	1,727	1,634	
27,000	Kyocera Corporation	2,594	2,406	
317,600	Nissan Motor Co., Ltd.	3,299	4,376	
28,700	Posco	3,689	5,409	
14,500	Promise Co., Ltd.	654	1,200	
160,000	Shinhan Financial Group Co., Ltd.	2,061	3,499	
37,200	Siam Investment Fund	527	306	
1,464,360	Singapore Telecommunications Limited	2,633	2,576	
92,820	Sony Corporation ADR	5,982	4,040	
4,000	Sony Corporation	580	172	
600	Sumitomo Mitsui Financial Group Inc.	4,814	5,541	
361,865	Taiwan Semiconductor Manufacturing Company Ltd. ADR	3,811	3,270	
530,000	Television Broadcasts Limited	3,268	3,002	
675	UFJ Holdings, Inc.	2,981	3,501	
		62,119	65,470	8.6
Australia				
176,000	National Australia Bank Limited	5,135	4,353	0.6
Israel				
697,000	Bank Hapoalim Ltd.	2,115	2,440	0.3
	Total equities		638,250	761,747
99.8				
Forward Currency Contracts, net - Schedule 1				
		—	1,238	0.2
	Total investments	\$ 638,250	\$ 762,985	100.0

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT SEPTEMBER 30, 2004 (Continued) (Unaudited)

Schedule 1 - Forward Currency Contracts, net

Forward contracts to sell foreign currencies for Canadian dollars:

<u>Par value (in millions)</u>	<u>Currency</u>	<u>Number of Contracts</u>	<u>Contract Rates</u>	<u>Settlement Date</u>	<u>Unrealized gain</u>
50.8	USD	1	1.2914	Dec. 15, 2004	\$ 1,238

All counterparties have an approved credit rating equivalent to A-1+.

UNITED CORPORATIONS LIMITED

NOTE TO CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

Summary of significant accounting policies

Basis of presentation

The accompanying unaudited interim consolidated 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 and should be read in conjunction with the notes to the Company's audited financial statements for the year ended March 31, 2004.

UNITED CORPORATIONS LIMITED

CORPORATE INFORMATION

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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 ASSET VALUE

The Company's Net Asset Value per share is published every Saturday in the Mutual fund section of the Globe and Mail (under "Fund Asset Values") and in the National Post (under "Closed End Funds").

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