

UNITED CORPORATIONS LIMITED

THIRD QUARTER REPORT
December 31, 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

February 1, 2005

UNITED CORPORATIONS LIMITED

Incorporated under the Laws of Canada



THE PERIOD AT A GLANCE (Unaudited)

	As at Dec. 31 2004 ⁽¹⁾	As at March 31 2004 ⁽¹⁾
Net assets (Market value)	\$ 800,701	\$ 755,491
Net equity value per common share	\$ 65.03	\$ 61.32
Number of common shares outstanding at period end	12,194,193	12,194,193

	Nine months ended December 31	
	2004 ⁽¹⁾	2003 ⁽¹⁾
Investment income	\$ 15,155	\$ 13,017
Net investment income	\$ 9,861	\$ 8,703
Net investment income per common share	\$ 0.79	\$ 0.69
Regular dividends per common share	\$ 0.60	\$ 0.60

⁽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 third quarter of fiscal 2005 was \$2,971,000 compared to fiscal 2004 net investment income of \$2,418,000. On a year to date basis, the net investment income increased to \$9,861,000 in fiscal 2005 from \$8,703,000 in fiscal 2004. On a per common share basis, net investment income for the quarter increased to \$0.24 in fiscal 2005 from \$0.19 in fiscal 2004 and on a year to date basis to \$0.79 in fiscal 2005 from \$0.69 in fiscal 2004.

Foreign dividend income in the third quarter increased to \$2,662,000 in fiscal 2005 from \$1,661,000 in fiscal 2004 and to \$9,682,000 in fiscal 2005 from \$7,402,000 in fiscal 2004 on a year to date basis. The Company received special dividends from both InterContinental Hotels Group plc of \$585,000 and Microsoft Corporation of \$514,000 in the third quarter of fiscal 2005. Canadian dividend income in the third quarter increased to \$1,758,000 in fiscal 2005 from \$1,623,000 in fiscal 2004 and to \$4,936,000 in fiscal 2005 from \$4,565,000 in fiscal 2004 on a year to date basis. Interest income in the third quarter amounted to \$129,000 in fiscal 2005, compared to \$297,000 in fiscal 2004 and decreased to \$537,000 in fiscal 2005 from \$1,050,000 in fiscal 2004 on a year to date basis. The reduction in interest income reflects both the decrease in short-term investments held and the decrease in interest rates during the period.

Operating expenses in the quarter amounted to \$784,000 (2004 - \$632,000) and to \$2,400,000 (2004 - \$1,843,000) 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 December 31, 2004 was a net gain of \$40,361,000 compared with a net gain of \$56,234,000 in fiscal 2004. On a year to date basis, the Company earned a net gain of \$42,948,000 in fiscal 2005 compared to a net gain of \$123,958,000 in fiscal 2004. The performance of the investment portfolio has been led by the Canadian equities in both the third quarter and on a year to date basis. Investments in foreign markets generally performed positively in the third quarter with increases in European, Japanese and U.S. equities being most prominent. During the quarter, the continued appreciation of the Canadian dollar relative to the U.S. dollar had a negative impact on the investment portfolio. On a year to date basis, the Canadian dollar has appreciated relative to the U.S. dollar, British Pound and Japanese Yen. The Company continued to mitigate its exposure to U.S. dollar denominated investments by utilizing forward currency contracts. The use of forward currency contracts resulted in a gain of approximately \$4,126,000 in the third quarter of fiscal 2005 and a gain of approximately \$6,348,000 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.

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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):

	Dec. 31 2004	Sept. 30 2004	June 30 2004	March 31 2004	Dec. 31 2003	Sept. 30 2003	June 30 2003	March 31 2003
Investment income	\$ 4,549	\$ 4,039	\$ 6,567	\$ 4,260	\$ 3,581	\$ 3,809	\$ 5,627	\$ 3,903
Increase (decrease) in net assets from operations	\$ 43,332	\$ (8,272)	\$ 17,749	\$ 23,695	\$ 58,652	\$ 21,444	\$ 52,565	\$ (36,629)
Increase (decrease) in net assets from operations per share ¹	\$ 3.55	\$ (0.69)	\$ 1.45	\$ 1.94	\$ 4.80	\$ 1.75	\$ 4.30	\$ (3.01)

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 \$0.37 per share on the preferred shares. The year to date dividends paid were \$0.60 per share on the common shares and \$1.12 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 third quarter of fiscal 2005, total assets increased to \$830,481,000 at December 31, 2004 from \$788,640,000 at September 30, 2004, an increase of 5.3%. The cost of investments in foreign equities at December 31, 2004 was \$470,988,000 compared to \$458,443,000 at September 30, 2004. The market value of foreign equities increased to \$479,420,000 at December 31, 2004 from \$442,378,000 at September 30, 2004. The cost of Canadian equities at December 31, 2004 was \$171,855,000 compared to \$179,807,000 at September 30, 2004. The market value of the Canadian equities increased to \$323,734,000 at December 31, 2004 from \$319,369,000 at September 30, 2004.

On a year to date basis, total assets increased to \$830,481,000 at December 31, 2004 from \$783,752,000 at March 31, 2004, an increase of 6.0%. The cost of investments in foreign equities at December 31, 2004 was \$470,988,000, an increase from \$435,204,000 at March 31, 2004. The market value of foreign equities at December 31, 2004 was \$479,420,000 compared to \$437,728,000 at March 31, 2004. The cost of investments in Canadian equities decreased in the first three quarters of fiscal 2005 to \$171,855,000 from \$180,671,000 at March 31, 2004. The market value of Canadian equities at December 31, 2004 was \$323,734,000 compared to \$308,174,000 at March 31, 2004.

Performance

The net equity value of the Company's common shares is determined by deducting the outstanding preferred shares at their cost of redemption from the net assets. Net equity value per common share is the net equity value divided by the number of common shares outstanding. For the quarter ended December 31, 2004, the Company's net equity value per share increased to \$65.03 from \$61.68 at September 30, 2004, an increase of 5.8% (based on the reinvestment of distributions at month-end net asset values). For the comparable period, the S&P/TSX Composite Index increased 7.2%, the MSCI World Index (C\$) increased 6.6% and the S&P 500 Index (C\$) increased 4.0%.

UNITED CORPORATIONS LIMITED

On a year to date basis, the net equity value per share of the Company increased to \$65.03 at December 31, 2004 from \$61.32 at March 31, 2004, an increase of 7.0% (based on the reinvestment of distributions at month-end net asset values). For the first nine months of fiscal 2005 the S&P/TSX Composite Index increased 9.2%, the MSCI World Index (C\$) increased 2.7% and the S&P 500 Index (C\$) increased 0.1%.

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.

February 1, 2005

Duncan N.R. Jackman
Chairman of the Board

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF NET ASSETS (Unaudited)

	December 31 2004	March 31 2004
	(thousands of dollars)	
ASSETS		
Investments, at indicated market value (cost - \$642,843; March 31, 2004 - \$615,875)	\$ 803,863	\$ 746,771
Cash	4,196	8,144
Short-term investments	20,631	25,796
Receivable in respect of investments sold	—	865
Accrued income on investments	1,330	1,833
Other assets	461	343
	<u>830,481</u>	<u>783,752</u>
LIABILITIES		
Accounts payable and accrued liabilities	638	572
Payable in respect of investments purchased	—	1,384
Income taxes payable	161	2,441
Future income taxes on unrealized net capital gains	28,981	23,864
	<u>29,780</u>	<u>28,261</u>
Net assets, at indicated market value	<u>\$ 800,701</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	<u>534,881</u>	<u>534,881</u>
	541,000	541,000
Retained earnings	127,662	107,459
Unrealized appreciation of investments	<u>132,039</u>	<u>107,032</u>
Total shareholders' equity	<u>\$ 800,701</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 Dec. 31		Nine months ended Dec. 31	
	2004	2003	2004	2003
	(thousands of dollars)			
INVESTMENT INCOME				
Dividends:				
Foreign	\$ 2,662	\$ 1,661	\$ 9,682	\$ 7,402
Canadian	1,758	1,623	4,936	4,565
	4,420	3,284	14,618	11,967
Interest	129	297	537	1,050
	4,549	3,581	15,155	13,017
Expenses:				
Operating	784	632	2,400	1,843
Income taxes	794	531	2,894	2,471
	1,578	1,163	5,294	4,314
NET INVESTMENT INCOME	2,971	2,418	9,861	8,703
REALIZED AND UNREALIZED GAIN ON INVESTMENTS				
Net realized gain on investments	10,608	1,930	17,941	5,687
Net change in unrealized appreciation of investments	29,753	54,304	25,007	118,271
NET GAIN ON INVESTMENTS	40,361	56,234	42,948	123,958
INCREASE IN NET ASSETS FROM OPERATIONS	\$ 43,332	\$ 58,652	\$ 52,809	\$ 132,661

CONSOLIDATED STATEMENT OF NET REALIZED GAIN (Unaudited)

	Three months ended Dec. 31		Nine months ended Dec. 31	
	2004	2003	2004	2003
	(thousands of dollars)			
Proceeds on sales of investments	\$ 41,890	\$ 20,772	\$ 105,516	\$ 84,839
Cost of investments, beginning of period	638,250	597,582	615,875	592,698
Cost of investments purchased during the period	33,512	28,028	110,155	92,237
	671,762	625,610	726,030	684,935
Cost of investments, end of period	642,843	607,039	642,843	607,039
Cost of investments sold during the period	28,919	18,571	83,187	77,896
Realized gain on investments sold before taxes	12,971	2,201	22,329	6,943
Provision for taxes on net realized capital gains	2,363	271	4,388	1,256
Net realized gain on investments	\$ 10,608	\$ 1,930	\$ 17,941	\$ 5,687

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

(Unaudited)

	Three months ended Dec. 31		Nine months ended Dec. 31	
	2004	2003	2004	2003
	(thousands of dollars)			
INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 43,332	\$ 58,652	\$ 52,809	\$ 132,661
DISTRIBUTIONS TO SHAREHOLDERS				
Common shareholders	(2,438)	(2,438)	(7,316)	(7,316)
Preferred shareholders	(94)	(94)	(283)	(283)
	(2,532)	(2,532)	(7,599)	(7,599)
INCREASE IN NET ASSETS	40,800	56,120	45,210	125,062
NET ASSETS, BEGINNING OF PERIOD	759,901	678,211	755,491	609,269
NET ASSETS, END OF PERIOD	\$ 800,701	\$ 734,331	\$ 800,701	\$ 734,331

CONSOLIDATED STATEMENT OF RETAINED EARNINGS

(Unaudited)

	Nine months ended Dec. 31	
	2004	2003
	(thousands of dollars)	
RETAINED EARNINGS, BEGINNING OF PERIOD	\$ 107,459	\$ 92,262
Add:		
Net investment income	9,861	8,703
Net realized gain on investments	17,941	5,687
Refundable taxes recovered	1,556	1,590
	136,817	108,242
Deduct:		
Dividends from net investment income		
First preferred shares	59	59
Second preferred shares	224	224
Common shares	7,316	7,316
Provision for refundable taxes	1,556	1,590
	9,155	9,189
RETAINED EARNINGS, END OF PERIOD	\$ 127,662	\$ 99,053

(See accompanying note)

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT DECEMBER 31, 2004 (Unaudited)

Number of Shares		Cost	Market Value	% of Market
		(000's)		
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	2,452	
362,568	Algoma Central Corporation	6,201	25,924	
616,604	Bank of Nova Scotia	10,630	25,096	
104,100	Cameco Corporation	725	4,367	
176,800	Canadian Tire Corp. Ltd. Class A	5,041	9,938	
50,900	Canadian National Railway	3,004	3,719	
90,000	Canadian Utilities Class A	4,405	5,429	
412,702	Canfor Corporation	3,081	6,459	
176,913	Enbridge Inc.	4,825	10,562	
107,200	Encana Corporation	3,728	7,332	
405,000	Great-West Lifeco Inc.	5,787	10,814	
118,480	Imperial Oil Limited	3,560	8,430	
255,676	Jean Coutu Group Inc.	2,366	4,372	
120,000	Loblaw Cos. Limited	5,967	8,642	
21,553	Magna International Inc. Class A	1,315	2,124	
329,200	Manulife Financial Corporation	10,895	18,237	
400,000	Metro Inc.	3,729	9,648	
60,400	Molson Cos. Inc. Class A	1,835	2,143	
251,655	Nexen Inc.	7,991	12,256	
66,600	Nova Chemicals Corporation	1,895	3,776	
71,000	Potash Corp. of Saskatchewan	3,097	7,082	
219,000	Power Financial Corporation	1,260	7,006	
200,000	Quebecor Inc.	7,279	5,178	
124,900	Rogers Communications Inc. Class B	2,562	3,927	
105,100	Rothmans Inc.	2,263	4,193	
298,428	Royal Bank of Canada	8,676	19,174	
219,200	Shaw Communications Inc. Class B	6,987	4,807	
136,420	Shell Canada Ltd. Class A	4,487	10,912	
138,550	SNC-Lavalin Group Inc. Class A	1,752	8,036	
116,305	Sun Life Financial Services of Canada	2,651	4,670	
415,910	Talisman Energy Inc.	6,220	13,455	
220,575	Thomson Corporation (The)	10,001	9,324	
294,208	Toronto-Dominion Bank	5,569	14,687	
344,700	TransCanada Corporation	5,236	10,272	
240,000	TVA Group Inc. Class B	3,202	4,882	
120,600	West Fraser Timber Co. Ltd.	2,752	5,813	
55,000	Weston (George) Limited	5,071	6,034	
		168,343	321,172	40.0
United States				
64,000	Abbott Laboratories	3,891	3,593	
134,000	Altria Group, Inc.	10,690	9,854	
65,100	American International Group Inc.	5,342	5,146	
116,760	Aramark Corporation Class B	4,198	3,726	
86,600	Bank of America Corporation	4,466	4,898	
50,000	Cardinal Health, Inc.	3,949	3,499	
80,000	Chevrontexaco Corporation	4,888	5,056	
30,500	The Chubb Corporation	2,784	2,823	
96,400	Citigroup Inc.	6,123	5,590	
80,500	Colgate Palmolive Company	5,752	4,957	
108,300	Comcast Corporation Special Class A	4,286	4,281	
73,900	ConocoPhillips	5,551	7,723	
100,000	CVS Corporation	4,706	5,425	
126,000	Disney (Walt) Company	4,644	4,216	
50,000	Emerson Electric Company	4,279	4,219	
59,800	Exxon Mobile Corporation	3,621	3,689	
82,600	Fannie Mae	8,649	7,080	
84,000	Fifth Third Bancorp	6,009	4,782	
34,800	Freddie Mac	2,774	3,087	

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT DECEMBER 31, 2004 (Continued) (Unaudited)

Number of Shares		Cost	Market Value	% of Market
		(000's)		
United States (continued)				
195,500	General Electric Company	8,603	8,589	
45,000	Gillette Company	2,120	2,425	
95,400	Hartford Financial Services Group, Inc.	8,066	7,958	
90,000	HCA Inc.	5,170	4,329	
282,900	Hewlett-Packard Company	8,081	7,140	
80,000	IMS Health Inc.	2,477	2,235	
50,000	Jefferson-Pilot Corp.	3,616	3,127	
74,700	Johnson & Johnson	5,298	5,702	
173,800	JP Morgan Chase & Co.	9,332	8,160	
67,000	Kimberly Clark Corporation	5,719	5,307	
170,600	Kroger Co.	4,009	3,602	
40,000	Medtronic Inc.	2,402	2,391	
50,000	Merck & Co. Inc.	4,650	1,934	
39,100	Metlife, Inc.	1,383	1,906	
174,800	Microsoft Corporation	6,718	5,622	
2,030	Neenah Paper Inc.	93	80	
7,000	Occidental Petroleum	456	492	
77,000	Pepsico	5,041	4,838	
235,600	Pfizer Inc.	12,825	7,625	
35,000	Proctor & Gamble Co.	2,225	2,320	
153,500	Safeway Inc.	3,959	3,647	
42,400	Smurfit-Stone Container Corp.	1,011	953	
33,632	St. Paul Travelers	1,832	1,501	
15,700	Textron Inc.	1,185	1,395	
375	Time Warner Inc.	9,463	8,766	
68,600	Wal-Mart Stores Inc.	5,131	4,361	
62,000	Wells Fargo & Company	4,112	4,638	
14,300	XL Capital Ltd Class A	1,812	1,336	
		<u>223,391</u>	<u>206,023</u>	<u>25.6</u>
	Total North America	395,246	529,757	65.9
Latin America				
91,200	Petroleo Brasileiro S.A. ADR	2,851	3,975	
90,000	Votorantim Celulose e Papel SA ADR	1,587	1,755	
		<u>4,438</u>	<u>5,730</u>	<u>0.7</u>
Europe, excluding United Kingdom				
30,167	L'Air Liquide SA	5,636	6,684	
200,760	Arcelor	4,005	5,551	
58,700	Assurances Générales de France	4,438	5,255	
195,000	Banco Santander Central SA	2,413	2,901	
68,600	Continental AG	2,832	5,223	
104,800	Credit Suisse Group	5,002	5,283	
16,600	Delhaize Group	1,048	1,513	
141,000	ENI S.P.A.	3,238	4,231	
637,000	Ericsson LM - B	2,191	2,436	
61,620	Essilor International	3,834	5,818	
54,100	Flextronics International Ltd.	1,020	890	
160,000	Fresenius Medical Care AG ADR	5,172	5,161	
42,000	Groupe Danone	4,522	4,650	
39,687	Heidelbergcement AG	2,140	2,864	
127,500	Heineken NV	6,103	5,095	
110,000	ING Groep N.V. ADR	4,093	4,005	
88,600	ING Groep N.V.	3,227	3,213	
52,000	L'Oreal	4,990	4,732	
240,000	Luxtottica Group ADR	5,944	5,890	
41,300	Man AG	1,926	1,907	
23,600	Mol Magyar OLAJ - ES Gazipari	984	1,994	
62,000	Nestlé S.A. ADR	5,126	4,925	
50,000	Novartis AG ADR	2,630	3,041	
40,300	Partnerre Ltd.	3,103	3,004	
42,000	Renault SA	4,562	4,212	
169,300	Repsol YPF, SA	4,717	5,285	
32,000	Roche Holdings	4,261	4,418	
88,000	Royal Dutch Petroleum Company	5,987	6,083	

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT DECEMBER 31, 2004 (Continued) (Unaudited)

Number of Shares		Cost	Market Value	% of Market
		(000's)		
Europe, excluding United Kingdom (continued)				
19,285	Sanofi-Aventis	1,137	1,847	
103,000	Svenska Cellulosa AB-B (SCA)	5,397	5,268	
25,000	Synthes-Stratec Inc.	2,848	3,362	
34,400	Total Fina Elf SA ADR	3,836	4,548	
51,000	Unilever NV	3,822	4,095	
140,000	Vestas Wind Systems A/S	4,282	2,085	
		126,466	137,469	17.1
United Kingdom				
195,541	Aviva PLC	1,911	2,832	
335,700	BP PLC	4,177	4,167	
75,000	Diageo PLC ADR	5,729	5,225	
85,290	GlaxoSmithKline PLC	2,329	2,404	
50,000	GlaxoSmithKline PLC ADR	3,548	2,852	
66,880	HSBC Holdings PLC ADR	6,182	6,853	
304,176	Intercontinental Hotels	2,883	4,542	
99,400	RMC Group PLC	1,515	1,946	
70,000	Royal Bank of Scotland	2,543	2,828	
175,000	Smith & Nephew PLC	1,993	2,151	
1,343,600	Vodafone Group PLC	3,704	4,377	
140,000	Vodafone Group PLC ADR	4,559	4,614	
114,000	Whitbread PLC	1,641	2,226	
129,000	Xstrata PLC	2,265	2,773	
		44,979	49,790	6.2
Asia				
33,550	Aiful Corporation	4,215	4,431	
76,000	Canon Inc.	4,317	4,925	
4,634,000	China Petroleum & Chemical Corporation	1,677	2,296	
562,395	Compal Electronics Inc.	3,422	3,364	
107,786	Emerging Markets Investors Fund	3,663	4,296	
80,000	Honda Motor Co., Ltd.	5,159	4,978	
35,000	Hyundai Motor Co. Ltd.	1,985	2,259	
65,800	JFE Holdings Inc.	2,257	2,255	
40,800	Kookmin Bank	1,727	1,922	
30,000	Kyocera Corp. Sons ADR	2,854	2,780	
317,600	Nissan Motor Co., Ltd.	3,299	4,146	
25,800	Posco	3,316	5,611	
14,500	Promise Co., Ltd.	654	1,244	
123,400	Shinhan Financial Group Co., Ltd.	1,589	3,358	
37,200	Siam Investment Fund	527	319	
1,464,360	Singapore Telecommunications	2,633	2,569	
92,820	Sony Corporation ADR	5,982	4,353	
4,000	Sony Corporation	580	186	
766	Sumitomo Mitsui Financial Group	4,815	6,687	
361,865	Taiwan Semiconductor-SP ADR	3,811	3,698	
530,000	Television Broadcasts Limited	3,268	2,963	
574	UFJ Holdings, Inc.	2,713	4,177	
		64,463	72,817	9.1
Australia				
176,000	National Australia Bank Limited	5,136	4,762	0.6
Israel				
697,000	Bank Hapoalim Limited	2,115	2,829	0.3
	Total equities		642,843	803,154
99.9				
Forward Currency Contracts, net - Schedule 1				
		—	709	0.1
	Total investments	\$ 642,843	\$ 803,863	100.0

UNITED CORPORATIONS LIMITED

CONSOLIDATED STATEMENT OF INVESTMENTS AS AT DECEMBER 31, 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>
57.3	USD	2	1.2103 - 1.2149	Mar. 15, 2005	\$ 709

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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AUDITORS PricewaterhouseCoopers LLP, Toronto

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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 EQUITY VALUE

The Company's Net Equity 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").

WEBSITE www.ucorp.ca