

**INDEPENDENT REVIEW COMMITTEE
OF
THE DIMENSIONAL FUNDS
REPORT TO SECURITYHOLDERS
FOR THE PERIOD FROM
MAY 1, 2007 TO DECEMBER 31, 2007**

Dimensional Fund Advisors Canada Inc. (DFA Canada) as manager of the Dimensional Funds, appointed six individuals to act as the independent review committee for the Dimensional Funds as of and from May 1, 2007. All members of the Independent Review Committee are independent from DFA Canada and persons and companies related to DFA Canada. The Independent Review Committee carries out the mandate for independent review committees of publicly offered mutual funds required by securities regulators.

The members of the Independent Review Committee are:

Abbie J. Smith (Chair)

George M. Constantinides

John P. Gould

Roger G. Ibbotson

Robert C. Merton

Myron S. Scholes

Each member of the Independent Review Committee also acts as a “disinterested” director on the Board of Directors of the U.S. mutual funds managed by Dimensional Fund Advisors LP, the sub-advisor to the Dimensional Funds and parent company to DFA Canada.

Compensation and Indemnities Paid to the Independent Review Committee

The compensation paid to the members of the Independent Review Committee since their appointment was set by DFA Canada, in its capacity as manager of the Dimensional Funds and not by the members of the Independent Review Committee.

The aggregate compensation paid to the members of the Independent Review Committee, in their capacity as the independent review committee for the Dimensional Funds, for the period from

May 1, 2007 to December 31, 2007 was \$83,333. Each Dimensional Fund paid a pro rata share of this compensation.

No payments were made to a member of the Independent Review Committee under any indemnity granted in their favour during the year ended December 31, 2007.

Ownership of Securities by the Independent Review Committee

As at December 31, 2007, the members of the Independent Review Committee owned beneficially, directly or indirectly, in aggregate no interest in any of the following securities:

- Any series or class of any Dimensional Fund;
- Any series or class of DFA Canada or Dimensional Fund Advisors LP, the manager and sub-advisor, respectively, of the Dimensional Funds; or
- Any securities of any person or company that provides services to any of the Dimensional Funds or DFA Canada.

Duties of Independent Review Committee

As of and from November 1, 2007, the Independent Review Committee carried out the mandate prescribed by the Canadian securities regulators for independent review committees of publicly offered investment funds. It considers conflict of interest matters that DFA Canada refers to it for its recommendations, and where applicable, its approval. The Independent Review Committee considers conflicts of interest matters referred to it and makes recommendations back to DFA Canada on whether or not the Independent Review Committee believes the proposed action of DFA Canada will achieve a fair and reasonable result for the Dimensional Funds. Where appropriate, the Independent Review Committee gives DFA Canada standing instructions to comply with its policies and procedures established to manage any conflict of interest matter and to report periodically to the Independent Review Committee on the matter.

Under the applicable securities rules, DFA Canada and the Independent Review Committee were required to fully comply with the rules as of November 1, 2007.

During the period from November 1, 2007 to December 31, 2007, DFA Canada relied on positive recommendations granted by the Independent Review Committee relating to conflicts of interest matters referred to the Independent Review Committee. In all cases, the Independent Review Committee gave DFA Canada standing instructions to follow its policies and procedures related to the applicable conflict of interest matter in all material respects and to report to the Independent Review Committee on a periodic basis. Below is a list of conflicts identified to the Independent Review Committee as of December 31, 2007 and the name of the policy the Independent Review Committee recommended DFA Canada follow or the recommended action the Independent Review Committee recommended DFA Canada take.

Conflict of Interest Matter	Related Policy and/ or Procedure
1. Conflicts of interest potentially arising from the sub-advisors to the Dimensional Funds being affiliated with DFA Canada (Dimensional Fund Advisors LP, Dimensional Fund Advisors Limited, DFA Australia Limited)	Monitoring of Services Provided by Portfolio Managers Policy The following policies of its affiliated Sub-Advisors: Brokerage Policy, Soft Dollar and Directed Brokerage Policy, Trade Aggregation and Allocation Policy, Proxy Voting Policy and Procedures, Code of Ethics and Insider Trading Policies, Trading Error Policy
2. Personal trading by Employees of DFA Canada	Code of Ethics and Insider Trading Policy
3. Resolution of Client and Dealer Complaints	Policy regarding Unitholder and Dealer Complaints
4. Error Correction	Procedures for Correction of Portfolio NAV Errors
5. Excessive or Short-Term Trading and Large Unitholder Redemptions	Policy regarding Excessive or Short-Term Trading and Large Unitholder Redemptions
6. Charging and allocating operating costs to the Dimensional Funds	Fund Operating Costs and Allocation Policy
7. Acceptance of gifts and business entertainment by DFA Canada employees	Gift and Business Entertainment Policy
8. Investments by Dimensional Funds in other Dimensional Funds	Policy regarding Investments by Dimensional Funds in Other Dimensional Funds
9. Establishment of DFA Global Real Estate Securities Fund	Proceed with the establishment of the DFA Global Real Estate Securities Fund in the manner proposed by DFA Canada to the IRC and in accordance with policies previously adopted.

The Independent Review Committee is aware of no instance where DFA Canada acted contrary to its recommendations or did not follow the policies and procedures in all material respects.

This Report to Securityholders for the year ended December 31, 2007 made by the Independent Review Committee for the Dimensional Funds is dated as of April 21, 2008 and is addressed to the Securityholders of:

DFA Global Real Estate Securities Fund

DFA Canadian Core Equity Fund

DFA U.S. Core Equity Fund

DFA U.S. Value Fund

DFA U.S. Small Cap Fund

DFA International Core Equity Fund

DFA International Value Fund

DFA International Small Cap Fund

DFA Five-Year Global Fixed Income Fund