

## REPORT FROM THE INDEPENDENT REVIEW COMMITTEE

On October 29, 2007, Creststreet Asset Management Limited ("CAML") or an affiliate of CAML or any general partner that is the general partner of a Creststreet limited partnership managed by CAML (collectively, the "Manager") appointed the first members of their independent review committee ("IRC") of the Funds (as described below under the heading The Funds), as required under National Instrument 81-107 - Independent Review Committee for Investment Funds ("NI 81107").

Pursuant to NI 81-107, the IRC is required to provide securityholders of the Funds a report describing the IRC and its activities for the year. The following report describes the IRC, its compensation and indemnities, its shareholdings in the Funds and conflict of interest matters for the annual period ending December 31, 2008 (the "Period").

### Membership and Composition

The IRC consists of 3 members as initially appointed by the Manager. No member of the IRC has a material relationship with the Funds, the Manager or an entity related to the Manager that could reasonably be perceived to interfere with the member's judgment regarding a conflict of interest matter.

The following is a list of the current members of the IRC as at the Period:

Name	Residence	Date of Appointment	Other IRC Memberships
Stuart Hensman	Toronto, ON	October 29, 2007	Chair of CI Funds Inc. Board of Governors
John Thompson	Calgary, AB	October 29, 2007	None
Jeffrey Boyce	Calgary, AB	October 29, 2007	None

There have been no changes to the composition or membership of the IRC during the Period.

### Compensation and Indemnities

As compensation for their role on the IRC and subject to their annual assessment of compensation, the IRC, in consultation with the Manager, has determined that each member of the IRC, except the Chairman, will receive compensation in the amount of \$25,000 per annum, payable annually. The Chairman will receive \$30,000 per annum, payable annually. All IRC members will be entitled to reimbursement of certain costs associated with the performance of their duties as IRC members. These amounts will be allocated by the Manager in a fair and equitable manner payable as an operating expense of the Funds.

At least annually, the IRC will review its compensation giving consideration to the following:

1. the number, nature and complexity of the Funds;
2. the nature and extent of the workload of each member of the IRC, including the commitment of time and energy of each member;
3. industry best practices;
4. the best interests of the Funds;
5. the results of its annual assessment of compensation and effectiveness; and
6. the recommendations of the Manager for compensation payable to the IRC, if any.

The aggregate compensation paid to the IRC members was \$80,000 for the Period and was allocated among the Funds. No amounts were paid to the IRC members by the Funds under indemnities in their favour during Period.

### **Share Ownership**

The members of the IRC currently do not own any shares of the Funds, the Manager or Service Providers that provide services to the Funds and the Manager.

### **Conflict of Interest Matters**

For the Period, the IRC is not aware of any instances where the Manager acted in a conflict of interest matter referred to the IRC for which the IRC did not give a positive recommendation or where the Manager acted in a conflict of interest matter where the Manager did not meet a condition imposed by the IRC in its recommendations.

The Manager received the following approvals and standing instructions from the IRC during the Period.

1. Expense Allocation
2. Fee Allocation
3. Start-up/Organizational Expenses
4. Standards of Fairness
5. Trade Errors and Trade Modifications
6. Trade Management and Best Execution
7. Investment Suitability
8. Related Party Transactions
9. Proxy Voting
10. Fundamental Changes to a Fund
11. Matters requiring Shareholder Approval
12. Seeking Discretionary Relief under Securities Regulations
13. Amending the Constating and/or Offering Documents of a Fund
14. Access Person Trading

In each case, the standing instructions require the Manager to comply with its related policy and procedures and to report periodically to the IRC.


### **The Funds**

- Creststreet Resource Class\*
  - Creststreet Managed Income Class\* (to October 24, 2008)
  - Creststreet Managed Equity Index Class\*
  - Creststreet Alternative Energy Class\*
- \* classes of shares of Creststreet Mutual Funds Limited.

- Creststreet 2007 Limited Partnership
- Creststreet 2008 Limited Partnership

This report is respectfully submitted to you on behalf of the Independent Review Committee of the Funds.

Toronto, Ontario  
Date: March 24, 2009



Stuart P. Hensman  
Chair of the Independent Review Committee