



CRESTSTREET

Excellence

in Flow-through Investing



Q1 2005

Creststreet 2005 Limited Partnership

Message to Limited Partners

We are pleased to present the March 31, 2005 interim report for the Creststreet 2005 Limited Partnership.

On March 30, 2005 Creststreet closed the initial public offering of Creststreet 2005 Limited Partnership units, raising a total of \$54,281,650 for investment in flow-through shares of Canadian resource companies. Given the large volume of flow-through partnerships raised during the first quarter of 2005, Creststreet limited the size of the offering to ensure that funds will be allocated towards natural gas focused issuers with larger market capitalizations and good trading liquidity, while maintaining strong premium discipline.

The Partnership's investment focus is primarily on Canadian companies involved in natural gas exploration and production. Since being founded in 2000, it has been Creststreet's view that natural gas production in North America is becoming increasingly constrained. Historical long-life reserves are being depleted and it is becoming increasingly difficult for natural gas producers to offset this falling production with new high-decline, shorter life production.

Natural gas prices remained strong throughout the first quarter, with additional support from high crude oil prices making energy substitution less economic. Average crude oil prices rose from the fourth quarter of 2004, from \$48.20 USD per barrel to \$49.80 USD per barrel in the first quarter of 2005. AECO natural gas prices also rose 3% from the fourth quarter of 2004, to average \$6.44 CAD (14% higher than the first quarter of 2004). The equity markets have reacted very favourably to these higher commodity prices with the TSX energy index returning over 17% in the quarter. Creststreet will continue to focus the Partnership's investments on natural gas weighted producers due to the strong supply and demand fundamentals as we anticipate that natural gas prices will remain strong for the remainder of 2005 and into the years beyond.

As of April 30, 2005, the Partnership had invested \$8.487 million in five oil and gas companies. As of March 31, 2004, the net asset value of the Partnership was \$8.97 per unit.

Respectfully submitted,



Robert J. Toole
Managing Director

May 16, 2005

Management Discussion and Analysis

Overview

The principal purpose of Creststreet 2005 Limited Partnership ("the Partnership") is to invest in flow-through shares of resource companies involved in oil and gas exploration in Canada. The Partnership closed its initial public offering on March 30, 2005 and raised total proceeds of \$54,281,650. The Partnership paid Agents' Fees of \$3,644,011 being 6.75% of the gross proceeds raised and incurred \$474,175 in issue costs to complete the offering. The Partnership intends to transfer all of its assets to Creststreet Mutual Funds Limited on or about January 19, 2007 and limited partners will receive shares of Creststreet Resource Fund in exchange. Immediately following this transfer, the Partnership will be dissolved. The shares of the mutual fund that will be acquired on this transfer can be redeemed beginning May 25, 2007.

Results of Operations

At March 31, 2005, the Partnership had unrealized depreciation of investments of \$1,431,000 related to the acquisition of tax benefits associated with the investment in flow through shares.

For the period of March 30, 2005 to March 31, 2005 the Partnership earned \$7,300 in interest income, paid management fees of \$5,602 being 1/12 of 2% of the net assets of the Partnership, calculated and paid monthly, and incurred administrative costs of \$25,855 related to the operation of the Partnership.

Financial Condition

At March 31, 2005, Creststreet 2005 Limited Partnership had net assets of \$48,681,007 including investments in flow through shares of resource companies of \$5,214,000 and working capital (excluding the loan payable) of \$47,611,530. The Partnership expects to invest its remaining funds prior to the end of the year. The loan payable of \$4,138,187 was used to finance the agents fee and expenses related to the initial public offering which allowed the Partnership to maximize the allocation of the gross proceeds of the offering towards the purchase of flow-through shares. The loan will be repaid in January 2007 prior to the rollover to Creststreet Mutual Funds Limited using proceeds from the sales of investments. The net asset value per unit at December 31, 2004 was \$8.97.

No comparison to prior periods has been provided, as this is the first year of operation of the Partnership.

Statement of Net Assets

As at March 31, 2005

	(Unaudited) March 31, 2005
Assets:	
Investments in Resource Companies	\$ 5,214,000
Cash and Cash Equivalents	54,250,194
Interest and Dividend Receivables	7,300
	59,471,494
Liabilities:	
Loan Payable (Note 3)	4,138,187
Accounts Payable and Accrued Liabilities	6,645,964
Net Assets	\$ 48,687,343
Limited Partnership Units Outstanding	5,428,165
Net Asset Value Per Unit	\$ 8.97

See accompanying notes to financial statements

Approved by Creststreet 2005 General Partner Limited on behalf of
Creststreet 2005 Limited Partnership



Director



Director

Statement of Operations

For the Period March 30 to March 31, 2005

	(Unaudited) Period ended March 31, 2005
Investment Income:	
Interest and other Income	\$ 7,300
Expenses:	
Management Fees (Note 4)	5,602
Administrative Costs	25,855
Interest Expense	964
	32,421
Net Loss	25,121
Realized and Unrealized Gain (Loss) on Investments:	
Proceeds of Investment Sold	-
Cost of Investments at the Beginning of Period	-
Purchases during the period	6,645,000
Cost of Investments at End of Period	6,645,000
Cost of Investment Sold	-
Net Realized Loss on Sale of Investments	-
Unrealized depreciation of Investments	(1,431,000)
Net Loss on Investments	(1,431,000)
Net Decrease in Net Assets Resulting from Operations	\$ (1,456,121)
Net Decrease in Net Assets Resulting from Operations per Unit	\$ (0.27)

See accompanying notes to financial statements

Directors of the General Partner

J. Paul Charron
President and Chief Executive Officer
Acclaim Energy Trust

Stuart P. Hensman
Corporate Director

Larry J. Macdonald
Chairman
Point Energy Inc.

Robert J. Toole
Managing Director
Creststreet Capital Corporation

Officers of the General Partner

Robert J. Toole, President
Donna Shea, Vice-President, Finance
Sheryl Chiddenton, Secretary Treasurer
Aaron C.B. Maybin, Associate

Legal Counsel

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Auditors

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Statement of Changes in Net Assets

For the Period March 30 to March 31, 2005

	(Unaudited) Period Ended March 31, 2005
Operations:	
Net Decrease in Net Assets	
Resulting from Operations	\$ (1,456,121)
Unitholder Transactions:	
Proceeds from issue of Units	54,281,650
Payment of Agents' Fees	(3,664,011)
Payment of Costs of Issue	(474,175)
Net Increase in Net Assets	48,687,343
Net Assets at Beginning of Period	-
Net Assets at End of Period	\$ 48,687,343

See accompanying notes to financial statements

Statement of Investment Portfolio

As at March 31, 2005

(Unaudited)

Description	Number of Shares	Market Value
Duvernay Oil Corp.	180,000	\$ 4,959,000
Ridgeback Exploration Ltd.	170,000	255,000
Total Investment Portfolio		\$ 5,214,000

See accompanying notes to financial statements

Notes to Financial Statements

For the period ended March 31, 2005

(Unaudited)

1. Creststreet 2005 Limited Partnership

CRESTSTREET 2005 LIMITED PARTNERSHIP (the "Partnership") was formed as a limited partnership under the laws of the Province of Ontario on December 22, 2004. The principal purpose of the Partnership is to invest in flow-through shares of resource companies involved in oil and gas, mining or renewable energy exploration and development in Canada. Pursuant to a prospectus dated March 8, 2005, Limited Partners subscribed for 5,428,165 units of limited partnership interest. The General Partner of the Partnership is CRESTSTREET 2005 GENERAL PARTNER LIMITED (the "General Partner").

2. Summary of Significant Accounting Policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and the following is a summary of significant accounting policies followed by the Partnership.

a. Cash and Cash Equivalents

Cash equivalents are comprised of highly liquid investments having original terms to maturity of 90 days or less when acquired. Cash equivalents are valued at cost plus accrued interest which approximates market value.

b. Valuation of Investments in Resource Companies

Investments are recorded at market value. Securities listed on a recognized public securities exchange are valued at their closing sale price. Securities not traded on a valuation date are valued at the average of the closing bid and ask prices, or the latest available sale price. Securities for which no published market exists are valued at cost unless a different fair market value is determined by the General Partner. The difference between the current market value and the original cost is treated as an unrealized gain or loss and is included in Net Assets. The change from period to period is reflected in operations as a change in unrealized appreciation (depreciation) of investments. Since these securities benefited from exemption from prospectus requirements, they are generally subject to resale restrictions for four months from the date of purchase.

c. Investment Transactions and Income Recognition

Investment transactions are accounted for as of the trade date and any realized gains or losses from such transactions are calculated on an average cost basis. Dividend income is recognized on the record date and interest income is accrued as earned.

d. Allocation of Partnership Income and Loss

The net income of the Partnership for each fiscal period is allocated 0.01% to the General Partner and the balance, along with 100% of the net loss of the Partnership, among the Limited Partners in proportion to the number of units held by each of them at the end of each period. The Partnership is not itself a taxable entity. Accordingly, no provision for income taxes is required.

e. Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingencies at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

3. Investment in Resource Companies

The cost of investments at March 31, 2005 was \$6,645,000.

4. Loan Payable

A term facility for up to \$7.5 million matures on the earlier of March 30, 2007 and the dissolution date of the partnership. The facility is secured by a general security agreement and interest is calculated at prime. At March 31, 2005, the total loan payable was \$4,138,187. The loan is subject to certain financial covenants.

5. Related Party Transactions

The General Partner is entitled to receive a fee equal to 2.0% per annum of the net value of the Partnership, calculated and payable monthly in arrears. In the period ended March 31, 2005, the management fee amounted to \$5,602. The General Partner also has a 0.01% beneficial interest in the Partnership.

6. Liquidity of Partnership Units and Termination of the Partnership

On or about January 19, 2007, the Partnership is scheduled to transfer all of its assets to Creststreet Resource Fund, an open end mutual fund (the "Mutual Fund") in exchange for shares of the Mutual Fund. Upon this transfer the Partnership will be dissolved at which time the net assets will be allocated 99.99% to the Limited Partners and 0.01% to the General Partner. Upon dissolution, the Limited Partners will receive their pro rata share of the shares of the Mutual Fund.

7. Tax Shelter Identification Number – TS 070391

The identification number issued for this tax shelter Partnership shall be included in any income tax return filed by the Limited Partners. Issuance of the identification number is for administration purposes only and does not in any way confirm the entitlement of an investor to claim any tax benefits associated with the tax shelter.