

Alternative Energy Fund

December 2011 Update

Net Asset Value Per Share

December 31, 2011:
Series A (CAM400)- \$26.9056
Series B (CAM401)- \$26.4441
Series F (CAM402)- \$27.0977

Fund Description

The Creststreet Alternative Energy Fund (the "Fund" or "CAEF") provides Canadian investors with exposure to a broad array of investments in sub-sectors of the energy market outside of conventional oil and natural gas. The investment objective is to provide stable long-term growth of capital while conservatively managing value at risk. The Fund invests primarily in securities of North American issuers whose businesses exploit opportunities to generate energy beyond what traditional dependence on carbon-emitting sources supply.

Performance ⁽¹⁾

As at December 31, 2011

MTD	3 month	6 month	1 year	3 years	5 years	10 years	Since inception
3.0%	-1.8%	-26.2%	-30.8%	-7.5%	-	-	26.0%

Historical Annual Performance

2007	2008	2009	2010	YTD 2011
34.8%	142.1%	23.7%	-7.5%	-30.8%

(1) Inception date of the Fund is November 21, 2007. The indicated rates of return are historical annual compound total returns and do not take into account sales, redemption, distribution or operational charges or income taxes payable by any security holder that would have reduced returns. Performance is calculated net of fees. The performance and other statistics presented in this document are for Series A and may not be indicative of the performance or statistics of the specific series of shares held by a particular investor.

Key Features

- Only mutual fund in Canada focused exclusively on the burgeoning *Alternative Energy* sector.
- Specialist, renewable energy investment manager with renewable energy project development experience.
- Ability to engage in short selling as a complement to the Fund's primary discipline of buying securities with the expectation that they will appreciate in market value.

Top 5 Holdings ^{*long positions only}

AltaGas Ltd.
 Potash Corp. of Sask. Inc.
 Pure Technologies Ltd.
 RuggedCom Inc.
 WindTronics, Inc.

Fund Details

Type	▶ North American Equity
Sector	▶ Alternative Energy
Inception Date	▶ November 21, 2007
RRSP/TFSA eligible	▶ Yes
Distributions	▶ Annually – capital gains

Pricing	▶ Weekly
Minimum initial purchase	▶ \$1,000
Minimum subsequent purchase	▶ \$100
Switch fee	▶ None

Series	Fund Code	Load Type	Mgmt Fee	Performance Fee	Service Fee	Short-Term Trading Fee
A	CAM400	FE 0-5%	2.00%	20% over S&P 500	0.50%	2% within 90 days of purchase
B	CAM 401	FE 0-5%	2.00%	20% over S&P 500	1.00%	2% within 90 days of purchase
F	CAM 402	No Load	2.00%	20% over S&P 500	0.00%	2% within 90 days of purchase

Performance. Service. Integrity.

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Fund Commentary

The Creststreet Alternative Energy Fund (the "Fund") was down (1.8%) during Q4 2011 compared the S&P 500 Index, which was up +11.2%, and the WilderHill Clean Energy Index, which was down (6.3%). The Fund was down (30.9%) for the full year in 2011 compared to the S&P 500 Index, which was flat for the year, and the WilderHill Clean Energy Index, which was down (50.7%).

The Fund's performance during the fourth quarter benefited from its position in RuggedCom Inc., which received a hostile takeover bid from one of its competitors and was up +75.9% during the quarter.

The Fund continues to employ a strategy of investing the top renewable energy companies while hedging broader market equity exposure. This strategy has been very profitable for the Fund. Since inception the Fund has generated a compounded annual return of +26.0% outperforming both its benchmarks, as the S&P 500 and the Wilderhill Clean Energy Index were down (2.9%) and (30.2%), respectively, on a compounded annual basis since the Fund's inception.

Outlook and Strategy

Global financial markets exhibited significant volatility during the fourth quarter of 2011, but ultimately rallied off their early October lows with the S&P 500 Index rising +11.2% during the quarter to finish the year unchanged. Equity market investors remain concerned with the same issues that have been plaguing the markets for months, including: no announcement about additional easing measures by the Fed; risks of a "hard landing" in China; and continued concerns over the sovereign debt crisis in Europe. The alternative energy sector has been hit particularly hard with the WilderHill Clean Energy Index declining by (6.3%) during the quarter and (50.7%) for the full year in 2011. The underperformance of the sector is largely the result of the fact that many of the companies in the sector are early stage and therefore perceived as riskier. The sector also has exposure to Europe, which has caused investors to adopt a "shoot first, ask questions later" approach. Solar stocks in particular have been sold aggressively on the back of pricing concerns and the risk that various subsidy programs around the world will not be renewed. We believe that these market dynamics have presented a buying opportunity and believe that patience will eventually pay off handsomely for investors in the Fund.

In the second half of 2011, the Fund took advantage of the market correction to cover some of its short positions and some long positions. The Fund continues to focus on top tier alternative energy names – companies that have sold off with the sector but are somewhat insulated from the market's concerns because they have better business models. With a stable North American economy, robust growth in emerging markets, continued positive fundamentals in the oil market and global concerns over the nuclear industry in the aftermath of Japan's earthquake in March, we believe that the alternative energy sector is poised for increased attention and capital flows as the world looks for clean and secure sources of energy. As such, we believe that the sector will outperform broad North American equity markets over the next decade and that most equity investors should have exposure to the alternative energy sector as part of the energy component of their investment portfolio.

We recognize that the key risk to the Fund's strategy is that it could potentially underperform the broader equity markets for short periods of time, as it has recently. However, we believe continuing the Fund's conservative investment philosophy of having exposure to the highest quality alternative energy names while hedging broader market equity risk will result in superior risk-adjusted returns for our investors the long run.

Use of Benchmarks- The WilderHill Clean Energy Index (WCEI) is comprised of North American renewable energy companies and is used as a benchmark to show how the Fund is performing in relation to a basket of similar companies to those in which the Fund invests.

The S&P 500 Index is comprised of 500 U.S. large cap companies and is used as a benchmark to show how the Fund is performing in relation to the broader North American market on a relative basis.

About Creststreet - Creststreet is a performance driven, independent, asset management firm, founded on the premise that commodities are an increasingly scarce resource that will increase in value over time; providing attractive long-term investment opportunities.

Since its inception in 2000, Creststreet has raised over \$1 billion for resource investments. Creststreet has built a committed investment management team with more than 30 years of combined resource investment experience. Creststreet seeks to provide its investors superior, risk adjusted returns in unique core and specialty products by combining our rigorous internal research processes with our active portfolio management style.

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