



# Creststreet Alternative Energy Fund

## 2010 > Interim Report

### Management Report of Fund Performance

For the six months ended June 30, 2010

THIS INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE CONTAINS FINANCIAL HIGHLIGHTS AND IS PART OF THE INTERIM REPORT OF CRESTSTREET ALTERNATIVE ENERGY FUND (THE "FUND").

SHAREHOLDERS MAY OBTAIN A COPY OF THE INTERIM OR ANNUAL FINANCIAL STATEMENTS AT NO COST BY CALLING 1-866-864-6330, BY WRITING TO CRESTSTREET MUTUAL FUNDS LIMITED, 70 UNIVERSITY AVE., SUITE 1450, TORONTO, ON, M5J 2M4, OR BY VISITING OUR WEBSITE AT WWW.CRESTSTREET.COM. SHAREHOLDERS MAY ALSO CONTACT CRESTSTREET USING ONE OF THESE METHODS TO REQUEST A COPY OF THE FUND'S PROXY VOTING POLICIES, PROXY VOTING DISCLOSURE RECORD, OR QUARTERLY PORTFOLIO DISCLOSURE.

THE ACCOMPANYING INTERIM FINANCIAL STATEMENTS HAVE NOT BEEN REVIEWED BY THE EXTERNAL AUDITORS OF THE FUND. THE EXTERNAL AUDITORS WILL BE AUDITING THE ANNUAL FINANCIAL STATEMENTS OF THE FUND IN ACCORDANCE WITH CANADIAN GENERALLY ACCEPTED AUDITING STANDARDS.

### Results of Operations

#### Investment Performance

The Creststreet Alternative Energy Fund seeks to capitalize on the growth in rapidly expanding sectors of the energy market that have emerged to reduce society's dependence on traditional carbon dioxide-emitting sources of energy. In doing this, the Fund employs a strategy of identifying companies in high-growth sectors that are best positioned within the value chain to capture the economic rent generated by that growth.

During the first half of 2010 the Fund was down 12.7% compared to the WilderHill Clean Energy Index, which was down 24.8%, and the S&P 500 Index, which was down 7.6%. Since inception the Fund has generated a compounded annual return of +62.2% outperforming both of its benchmarks as the WilderHill Clean Energy Index and the S&P 500 Index were down 31.8% and 11.5%, respectively, on a compounded annual basis since the Fund's inception.

In late 2009 the Fund began building its cash position by selectively trimming certain long positions which had been successful investments for the Fund but were reaching the high end of our targeted valuation ranges. This resulted in a cash position of 30% of Fund assets. During the first half of the year we had begun to see a reduced appetite for risk assets as concerns over the European sovereign debt crisis and the Chinese property market increased investor uncertainty. This negative sentiment particularly impacted the less liquid and smaller capitalization stocks that are characteristic in the alternative energy sector, resulting in a 24.8% year-to-date decline in the WilderHill Clean Energy Index. Because of the cautious stance adopted in late 2009, and the Fund's cash reserves, the Fund has been significantly but not completely shielded from the sharp sell-off experienced in the renewable energy sector so far this year.

After continuing to rally during the first quarter of 2010, broad equity markets sold off aggressively during the second quarter as investors became increasingly concerned about the global economy and the risks of a double-dip recession. We believe the broader equity markets have entered a period of consolidation as underlying economic fundamentals catch up to a "valuation hang over" in the market and the sustainability of the global economic recovery is assessed.

The long-term outlook for the alternative energy sector, however, remains very positive and we believe the sector will outperform broad North American equity markets over the next decade. All 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 under-perform the broader equity markets for short periods of time, as it has so far in 2010. 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.

We believe that the sell-off in equity markets is starting to generate attractive entry points for some of our favorite alternative energy companies as valuations are starting to look compelling. Given the Fund's cash position and market hedges, we believe that the Fund is well positioned to take advantage of these opportunities going forward.

In light of our concerns about the broader markets and our belief in the long-term outlook for the alternative energy sector, we continue to position the Fund with a net long exposure of 20% to 40% while maintaining exposure to what we perceive to be the best alternative energy companies. We will look to increase this exposure over the summer months as we take advantage of the equity market sell-off by adding long positions. We believe that investors will benefit from this strategy in the long-term as increasing energy prices, energy security issues, and environmental concerns – as highlighted by the recent oil spill in the Gulf of Mexico – will result in the continued flow of capital to the alternative energy sector.

### Revenues and Expenses

For the six months ended June 30, 2010, the Fund earned \$53,609 in dividend income compared to the \$104,459 earned in 2009. This is due to investing more in dividend paying securities and increase in the size of the Fund during 2009. The Fund did not earn any interest for the six months period ended in June 30, 2010 as opposed to the \$71,572 earned in 2009. This is because the Fund reduced its net exposure to the weakened market during the first half of 2009 and held a larger cash balance invested in a money market fund and hence earned interest. For the first half of 2010, the Fund has been almost fully invested in the portfolio mostly and only the required minimum cash was held for operational purposes.

The Fund incurred expenses totalling \$574,658 in 2010 compared to \$1,417,691 in 2009 for the six months ended in June 30 of the respective fiscal years. Significant shifts in the expenses between the 2010 and 2009 were in performance fee, management fee, marketing expense, and legal fee. The Fund had accrued \$558,073 in performance fees for the first six month in 2009 compared to nil in 2010. In early 2009, the Fund offered two more series providing more flexibility to investors and their advisors. Hence, for the six months period, the higher legal fees in 2009 of \$84,321, compared to \$26,245 in 2010. Along with the higher legal fees, this restructuring of the Fund, incurred a higher marketing expense of \$105,828 in 2009 compared to the \$12,666 incurred in 2010 for the six months period of the respective fiscal years. The Fund saw a slight increase in various essential costs for the administration of the Fund from 284,341 to \$325,593 for the six months period.

### Investment Objectives and Strategies

The Fund's 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 seek out opportunities to generate energy beyond what traditional dependence on carbon-emitting sources supply. The Fund will establish core-holdings by employing a Growth at a Reasonable Price ("GARP") approach with an emphasis on long-term commercial viability, growth, and value creation. This will be achieved by following a top-down approach whereby macro-economic fundamental factors will be thoroughly analyzed to assess relative economics and determine emerging trends in alternative energy sub-sectors. The entire value chain and competitive landscape will be reviewed to identify companies best positioned to profit from those trends. Company-specific investment decisions will be made on the basis of management, valuation, and financial strength including access to capital. Valuation criteria will emphasize earnings before interest, depreciation, taxes, and amortization ("EBITDA") and sales multiples, as well as discounted cash flow analyses. Portfolio holdings will be typically concentrated within a limited number of companies, usually 15 to 30, to maintain awareness of corporate developments and communication with each company's management.

### Risk

The investment philosophy, style and method for the Fund remain unchanged in the long-term. The Fund's objective is to provide stable, long-term growth of capital while conservatively managing value at risk. The Fund invests primarily in the securities of North American companies seeking to capitalize on opportunities in the production of energy using alternative methods beyond traditional, carbon-based sources. The Fund is therefore subject to the risks associated with investing in an emerging market sector for which no benchmark index yet exists. A more detailed discussion of the Fund's risk exposures can be found in the Fund's prospectus and in the notes of the 2010 semi-annual financial statements.

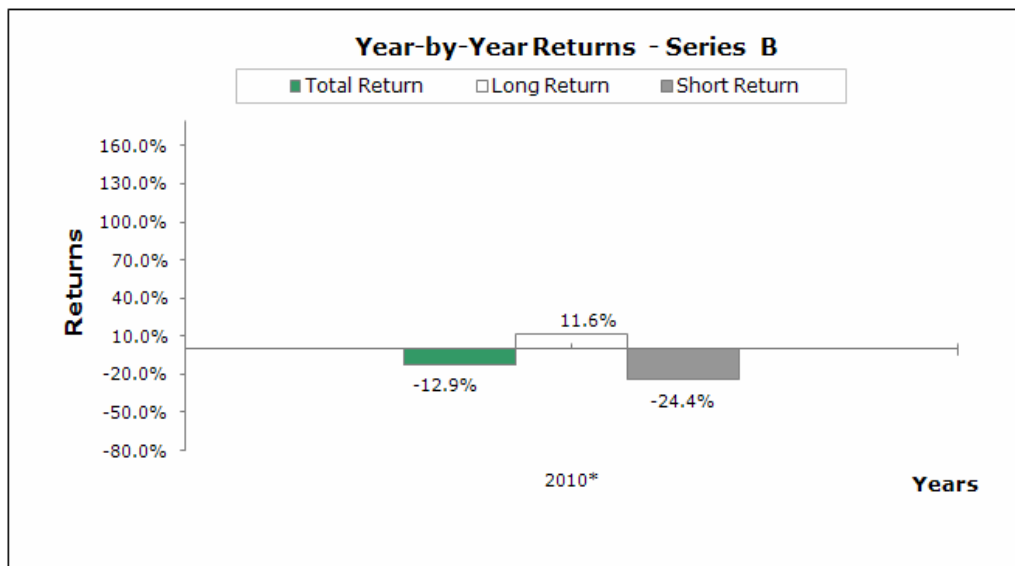
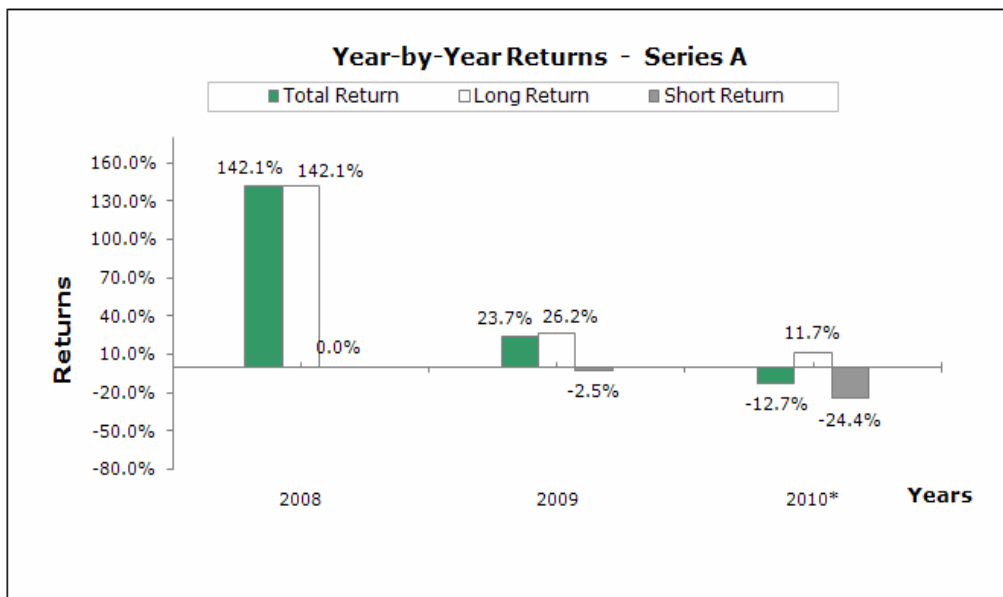
## Past Performance

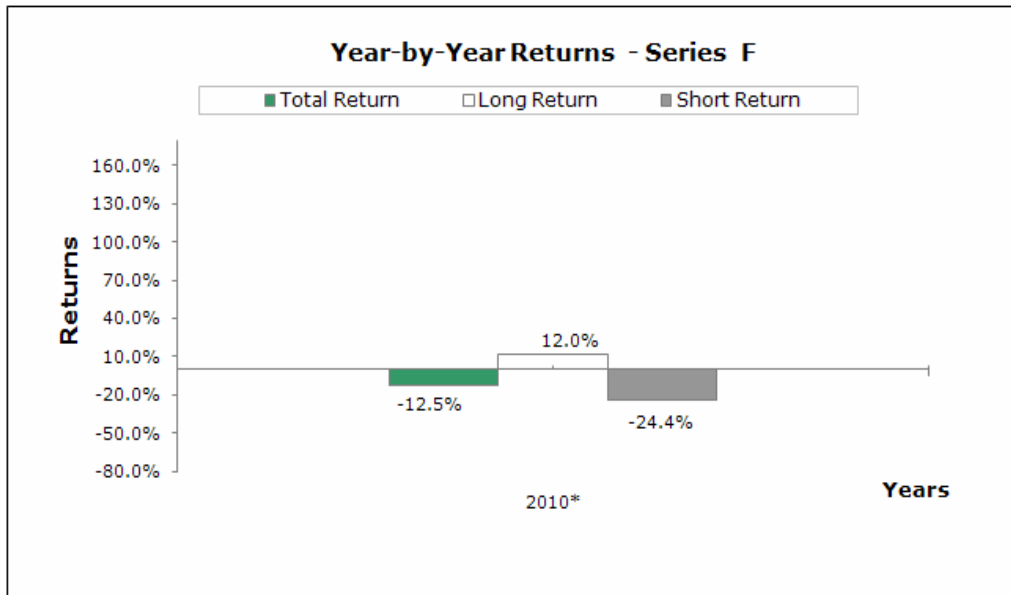
The past performance of the Fund is presented below showing the Year-by-Year returns charts. It should be noted that the performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. The performance information shown also assumes that distributions made by the Fund were reinvested in additional securities of the Fund. Performance of the Fund set out below was calculated net of all fees and expenses. Lastly, the Fund's past performance is not necessarily indicative of its future performance.

There are three Series of this Fund as of June 30, 2010. Series A became a reporting issuer on November 21, 2007 while inception date for Series B and Series F are January 30, 2009.

## Year-by-Year Returns

The following bar charts show the annual return from 2008 to the period ended June 30, 2010 of the applicable Series of the Fund. In percentage terms, the bar chart shows how much an investment made on the first day of each financial year would have grown or decreased by the last day of the financial year.





Note:

The performance shown for short positions is based on the pure performance of the short positions, while the performance shown for long positions and the overall total performance of Series A is comprehensive of all fees and expenses.

\* Total Return for the six months period ended June 30, 2010

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2010, the years ended December 31, 2009, 2008, and for the period from the date of inception on October 24 to December 31, 2007. This information is derived from the Fund's annual financial statements.

### The Fund's Net Asset Value (NAV) per Share:

<b>SERIES A</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>
<b>Net assets, beginning of period<sup>(1)</sup></b>	<b>\$ 41.68</b>	<b>\$ 33.99</b>	<b>\$ 15.56</b>	<b>\$ 10.00</b>
<b>Increase (decrease) from operations:</b>				
Total revenue	0.09	0.22	0.74	0.06
Total expenses	(0.97)	(1.71)	(5.79)	(0.93)
Realized gains (losses) on investments	0.29	8.30	24.06	4.70
Unrealized gains (losses) on investments	(4.00)	1.44	0.11	2.12
Transaction costs	(0.54)	(1.01)	(2.37)	(0.62)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>\$ (5.13)</b>	<b>\$ 7.24</b>	<b>\$ 16.75</b>	<b>\$ 5.33</b>
<b>Distributions:</b>				
From capital gains	-	-	2.17	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>-</b>	<b>-</b>	<b>2.17</b>	<b>-</b>
<b>Net assets, end of period<sup>(4)</sup></b>	<b>\$ 36.49</b>	<b>\$ 41.68</b>	<b>\$ 33.99</b>	<b>\$ 15.56</b>
<b>SERIES B</b>				
	<b>2010</b>	<b>2009</b>		
<b>Net assets, beginning of period<sup>(1)</sup></b>	<b>\$ 41.38</b>	<b>\$ 34.04</b>		
<b>Increase (decrease) from operations:</b>				
Total revenue	0.09	0.22		
Total expenses	(1.05)	(1.81)		
Realized gains (losses) on investments	0.28	8.40		
Unrealized gains (losses) on investments	(4.14)	0.75		
Transaction costs	(0.53)	(1.02)		
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>\$ (5.35)</b>	<b>\$ 6.54</b>		
<b>Net assets, end of period<sup>(4)</sup></b>	<b>\$ 36.17</b>	<b>\$ 41.38</b>		
<b>SERIES F</b>				
	<b>2010</b>	<b>2009</b>		
<b>Net assets, beginning of period<sup>(1)</sup></b>	<b>\$ 41.61</b>	<b>\$ 34.04</b>		
<b>Increase (decrease) from operations:</b>				
Total revenue	0.10	0.23		
Total expenses	(0.92)	(1.48)		
Realized gains (losses) on investments	0.31	8.48		
Unrealized gains (losses) on investments	(3.58)	0.66		
Transaction costs	(0.58)	(1.03)		
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>\$ (4.67)</b>	<b>\$ 6.86</b>		
<b>Net assets, end of period<sup>(4)</sup></b>	<b>\$ 36.53</b>	<b>\$ 41.61</b>		

(1) This information is derived from the Fund's annual financial statements. Series A became a reporting issuer on November 21, 2007. The inception date of Series B and Series F was Jan 30, 2009 at which time they were offered for sale at \$34.04 per share.

- (2) Net asset value is based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of shares outstanding over the financial period.
- (3) Distributions were paid in cash or reinvested into additional shares of the Fund.
- (4) These calculations are prescribed by securities regulators and are not intended to be a reconciliation between the opening and closing net assets per share.

## Ratios and Supplemental Data

<b>SERIES A</b>	<b>June 30, 2010</b>	<b>Dec 31, 2009</b>	<b>Dec 31, 2008</b>	<b>Dec 31, 2007</b>
Total Net assets (GAAP NAV) (\$) (000's) <sup>(1)</sup>	10,575	22,338	23,703	379
Number of shares outstanding <sup>(1)</sup>	289,837	535,901	697,291	24,376
Management expense ratio(MER) <sup>(2)</sup>				
Expenses	4.85%	4.55%	4.42%	25.15%
Performance fee	-	-	15.57%	18.59%
Total MER	4.85%	4.55%	19.99%	43.74%
Trading expense ratio <sup>(3)</sup>	2.70%	2.68%	8.19%	43.67%
Portfolio turnover rate <sup>(4)</sup>	262.93%	1892.20%	12403.17%	2428.03%
Net asset value per share (Pricing NAV) (\$)	36.71	42.06	34.01	15.66
<b>SERIES B</b>	<b>June 30, 2010</b>	<b>Dec 31, 2009</b>		
Total Net assets (GAAP NAV) (\$) (000's) <sup>(1)</sup>	2,529	3,676		
Number of shares outstanding <sup>(1)</sup>	69,926	88,834		
Management expense ratio(MER) <sup>(2)</sup>				
Expenses	5.37%	5.19%		
Performance fee	-	-		
Total MER	5.37%	5.19%		
Trading expense ratio <sup>(3)</sup>	2.70%	2.68%		
Portfolio turnover rate <sup>(4)</sup>	262.93%	1892.20%		
Net asset value per share (Pricing NAV) (\$)	36.39	41.76		
<b>SERIES F</b>	<b>June 30, 2010</b>	<b>Dec 31, 2009</b>		
Total Net assets (GAAP NAV) (\$) (000's) <sup>(1)</sup>	991	8,899		
Number of shares outstanding <sup>(1)</sup>	27,120	213,832		
Management expense ratio(MER) <sup>(2)</sup>				
Expenses	4.33%	4.21%		
Performance fee	-	-		
Total MER	4.33%	4.21%		
Trading expense ratio <sup>(3)</sup>	2.70%	2.68%		
Portfolio turnover rate <sup>(4)</sup>	262.93%	1892.20%		
Net asset value per share (Pricing NAV) (\$)	36.75	41.99		

(1) This information is provided as at June 30, 2010 and December 31 for the years shown.

(2) The management expense ratio has been split into two components: the Fund's normal operating expenses and the change in the accrued performance fee for the periods. The portion of the MER based on the change in the accrued performance fee amount will depend on the performance of the Fund and the criteria used to calculate the performance fee. The performance fee is discussed in detail under "Related Party Transactions".

- (3) The trading expense ratio represents the total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.
- (4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100 percent is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of a year. The higher a fund's portfolio turnover rate, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

## Recent Developments

### Adoption of New Accounting Standards

Effective January 1, 2009, the Fund adopted CICA issued Emerging Issues Committee Abstract 173, Credit Risk and the Fair Value of the Financial Assets and Financial Liabilities ("EIC-173"). EIC-173 provides guidance on the determination of the fair value of financial assets and liabilities under Section 3855, Financial Instruments – Recognition and Measurement. It states that the entity's own credit risk and the credit risk of the counterparty should be considered in determining the value of financial instruments. The Fund adopted EIC-173 retrospectively without restatement of prior periods to all financial assets and liabilities. The adoption of the EIC-173 did not have an impact on the financial statements.

The Fund has also adopted the recent amendments to Section 3862, Financial Instruments – Disclosures, which became effective for fiscal years ending after September 30, 2009. The purpose of the amendments is to provide users of the financial statement additional information as to how an entity determined the fair values of its financial instruments and how much of the fair values were based on estimations versus readily observable data. As a result, the Fund is to use a three-tiered hierarchy for disclosing fair value of its financial instruments based on the inputs used to value these financial instruments in its notes to financial statements.

### Changeover to International Financial Reporting Standards ("IFRS")

In February 2008, the Canadian Accounting Standards Board (the "AcSB") originally confirmed January 1, 2011 as the date International Financial Reporting Standards ("IFRS") would replace current Canadian standards and interpretations as Canadian generally accepted accounting principles ("GAAP") for publicly accountable enterprises such as investment funds and other reporting issuers.

The AcSB has recently proposed that the implementation of IFRS for investment funds be postponed for one year and instead be adopted for all fiscal years beginning on or after January 1, 2012, though earlier application is permitted. Changing from current Canadian GAAP to IFRS will be a significant undertaking that may materially affect the Fund's reporting requirements for the reported financial position and results of operations. It may also affect certain business functions. The Canadian Securities Administrators (the "CSA") has issued CSA Staff Notice 52-320, which requires the Manager to provide progress updates on the changeover plan to the new reporting standards at each interim and annual reporting period up until the changeover date. For the Fund, IFRS will be effective for the interim and annual periods starting January 1, 2012, including the preparation and reporting of one year of comparative figures.

In order to prepare for the transition to IFRS, the Manager has developed an implementation plan and has commenced assessing the impact of significant accounting differences between IFRS and Canadian GAAP. The Manager has presently determined that there will be no material impact to the net asset value per unit from the changeover to IFRS. As noted above it is, however, expected that the disclosure requirements will be impacted in the financial statements of the Fund.

Further updates on implementation progress and potential reporting impact from the adoption of IFRS will be provided during the implementation period. The current assessment is subject to change resulting from the issuance of new standards or new interpretations of existing standards.

### Harmonized Sales Tax

Effective July 1, 2010, Ontario replaced their Provincial Sales Tax ('PST') and Federal Goods and Service Tax ('GST') with a single Harmonized Sales Tax ("HST") of 13 percent. Management fees and other certain other expenses charged to the Fund are expected to increase as they will be subject to HST of 13 percent compared to currently being subject only to GST of 5%. This change is expected to have a negative impact to the Fund.

## Related Party Transactions

Creststreet Mutual Funds Limited (the 'Corporation'), of which the Fund is a class of shares, is a wholly owned subsidiary of Creststreet Asset Management Limited. Creststreet Asset Management Limited, a corporation registered as a portfolio manager and an investment fund manager in Ontario and is the Manager and the Investment Advisor of the Fund.

Management fees are paid to the Manager for the management of the Fund's day-to-day administration and for providing investment advice and portfolio management services. Series A and Series B of the Fund also pay a service fee to the Manager, which the Manager then remits to dealers as consideration for administering the Fund's assets for the dealers' clients.

The Manager is entitled to a performance fee of 20 percent of the amount of which the each Series' cumulative total return exceeds the cumulative total return of the S&P 500 Index multiplied by the increase in net assets from operations.

## Independent Review Committee

Further to the requirements in National Instruments 81-107 – Independent Review Committee for Investment Funds, which came into effect as of November 1, 2007, the Corporation, has appointed an Independent Review Committee ("IRC") with a mandate to provide impartial recommendation or judgement on conflict of interest matters with regard to the operations of the Fund and its respective portfolio. The IRC is composed of three members, all of whom are independent of the Corporation and its affiliates. The compensation and other reasonable expenses of the IRC is paid pro-rata amongst the investment funds for which the IRC has been appointed as the independent review committee, based on assets of each investment fund at the time the expenses are paid, and is paid as an expense of the Fund.

The Corporation received the following approvals and standing instructions from the IRC for the six months ending June 30, 2010:

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. Proxy Voting
9. Amending the Constatng and/or Offering Documents of a Fund
10. Access Person Trading

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

IRC is required to issue an annual report detailing its activities for the year, which is available to the shareholders on the website at [www.creststreet.com](http://www.creststreet.com) or at their request and at no cost by calling toll-free 1.866.864.6330.

## Management Fees

The Manager provides investment and administrative services to the Fund. In consideration of these services, each Series of the Fund pays the Manager a fee equal to 2.0 percent per annum of the net value of their respective Series, calculated and paid monthly in arrears. GST is paid on all management fees.

The Fund also pays a service fee to dealers as consideration for administering its assets held by those dealers. The service fee is calculated as a percentage of the assets each dealer has in place in Series A and Series B of the Fund and is based on the closing balance of client accounts at the end of each calendar month. Series A and Series B pay service fees on a quarterly basis at a rate of 0.5 and 1.0 percent of their respective Series' net asset value. The following amounts were paid to the Manager by the Fund as a whole for the six months periods ended June 30, 2010 and 2009:

	2010		2009	
Management Fees	251,406	80.6%	343,876	82.1%
Service Fees Paid to Dealers	60,675	19.4%	74,982	17.9%
	<u>\$ 312,081</u>	<u>100.0%</u>	<u>\$ 418,858</u>	<u>100.0%</u>

## Summary of Investment Portfolio

As at June 30, 2010

Sector Mix	% of net assets
<b>Long Positions:</b>	
Index	16.1%
Unconventional Gas	15.0%
Energy Efficiency	11.6%
Unconventional Oil	9.6%
Wind	6.8%
Hydro	6.5%
Batteries	4.2%
Carbon	4.1%
Renewable Energy - Transportation	1.5%
Geothermal	0.8%
Other	0.6%
<i>Total Long Positions</i>	76.8%
<b>Short Positions:</b>	
Unconventional Gas	-5.2%
Renewable Energy - Transportation	-3.1%
Wind	-0.9%
<i>Total Short Positions</i>	-9.2%
<b>Total Investments</b>	<b>67.6%</b>
Cash and cash equivalents*	37.3%
Other net assets	-4.9%
	<b>100.0%</b>

\* Cash and cash equivalents include cash received from securities sold short.

## Summary of Investment Portfolio (continued)

<b>Top Positions</b>	<b>% of net assets</b>
<b>Long Positions:</b>	
Orleans Energy Ltd.	8.7%
RuggedCom Inc.	8.6%
Wild Stream Exploration Inc.	7.4%
AltaGas Income Trust	7.2%
Advantage Oil & Gas Ltd.	6.3%
Horizons BetaPro S&P 500 Bear Plus ETF	5.9%
Horizons BetaPro NASDAQ-100 Bear Plus ETF	5.3%
Horizons BetaPro S&P/TSX 60 Inverse ETF	4.9%
Lithium One Inc.	4.2%
WindTronics, LLC	3.2%
Pure Technologies Ltd.	3.0%
Innergex Renewable Energy Inc.	2.9%
World Energy Solutions Inc.	2.8%
BIOX Corporation	1.5%
Antler Creek Energy Corp	1.3%
HTC Pureenergy Inc.	1.3%
Sea Dragon Energy Inc.	0.9%
Sierra Geothermal Power Corp.	0.7%
Avalon Rare Metals Inc.	0.3%
Xinergy Ltd.	0.3%
U.S. Geothermal Inc.	0.1%
<b>Short Positions:</b>	
Plutonic Power Corporation	-0.9%
Westport Innovations Incorporated	-3.1%
Birchcliff Energy Ltd.	-5.2%
<b>Total Net Asset Value</b>	<b>\$ 14,095,030</b>

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. A quarterly portfolio update is available to the investor at no cost by calling 1-866-864-6330, by writing to Creststreet Mutual Funds Limited, Suite 1450, 70 University Avenue, Toronto ON M5J 2M4 or by visiting the website at [www.creststreet.com](http://www.creststreet.com).

## Statements of Net Assets

	As at June 30, 2010 (unaudited)	As at December 31, 2009
<b>Assets</b>		
Investments at market value	\$ 10,822,103	\$ 27,837,055
Cash and cash equivalents	5,257,329	12,446,318
Due from broker	246,400	504,437
Subscription receivable	14,856	81,106
Accounts receivables	36,723	36,723
Dividend receivable	7,409	4,800
	<b>16,384,820</b>	<b>40,910,439</b>
<b>Liabilities</b>		
Securities sold short at market value	1,303,767	4,789,850
Accounts payable and accrued liabilities	198,972	247,300
Redemptions payable	563,851	366,519
Due to broker	223,200	593,709
	<b>2,289,790</b>	<b>5,997,378</b>
<b>Net assets - GAAP NAV (note 2)</b>	<b>\$ 14,095,030</b>	<b>\$ 34,913,061</b>
Adjustment from bid market prices to last traded market prices	85,773	316,346
<b>Net asset value - Pricing NAV (note 2)</b>	<b>14,180,803</b>	<b>35,229,407</b>
<b>Series A</b>		
Net assets- GAAP NAV (note 2)	\$ 10,575,334	\$ 22,338,110
Adjustment from bid market prices to last traded market prices	64,354	202,408
Net asset value - Pricing NAV (note 2)	<b>\$ 10,639,688</b>	<b>\$ 22,540,518</b>
<b>Shares outstanding</b>	<b>289,837</b>	<b>535,901</b>
Net assets per share - GAAP NAV (note 2)	\$ 36.49	\$ 41.68
Adjustment from bid market prices to last traded market prices	0.22	0.38
Net asset value per share - Pricing NAV (note 2)	<b>\$ 36.71</b>	<b>\$ 42.06</b>
<b>Series B</b>		
Net assets - GAAP NAV (note 2)	\$ 2,529,087	3,676,376
Adjustment from bid market prices to last traded market prices	15,391	33,315
Net asset value - Pricing NAV (note 2)	<b>\$ 2,544,478</b>	<b>3,709,691</b>
<b>Shares outstanding</b>	<b>69,926</b>	<b>88,834</b>
Net assets per share - GAAP NAV (note 2)	\$ 36.17	41.38
Adjustment from bid market prices to last traded market prices	0.22	0.38
Net asset value per share - Pricing NAV (note 2)	<b>\$ 36.39</b>	<b>41.76</b>

## Statements of Net Assets (continued)

### Series F

Net assets - GAAP NAV (note 2)	\$	990,609	8,898,575
Adjustment from bid market prices to last traded market prices		6,028	80,623
Net asset value - Pricing NAV (note 2)	\$	996,637	8,979,198
<b>Shares outstanding</b>		<b>27,120</b>	<b>213,832</b>
Net assets per share - GAAP NAV (note 2)	\$	36.53	41.61
Adjustment from bid market prices to last traded market prices		0.22	0.38
Net asset value per share - Pricing NAV (note 2)	\$	36.75	41.99

See accompanying notes to financial statements

Approved by Creststreet Mutual Funds Limited



**Robert J. Toole**  
Director



**Stuart P. Hensman**  
Director

## Statements of Operations

For the six months ended June 30 (unaudited)	2010	2009
<b>Investment Income</b>		
Dividend revenue	\$ 53,609	\$ 104,459
Interest revenue	-	71,572
	<u>53,609</u>	<u>176,031</u>
<b>Expenses</b>		
Performance fees	-	558,073
Management fees (note 3)	251,406	343,876
Operating expenses	122,087	88,116
Legal and filing fees	26,245	84,321
Service fees	60,675	74,982
Audit fees	31,675	62,500
Dividend paid short	96	16,080
Custodial fees	1,055	20,484
Marketing Expense	12,666	105,828
Securityholder reporting costs	3,857	28,750
Independent Review Committee fees	34,606	34,681
Capital tax	30,290	-
	<u>574,658</u>	<u>1,417,691</u>
<b>Loss from investment operations</b>	<b>(521,049)</b>	<b>(1,241,660)</b>
Net realized gain on sale of investments	170,550	4,861,113
Change in unrealized appreciation (depreciation) of investments	(2,341,175)	595,830
Transaction costs (note 2)	(319,883)	(577,986)
<b>Net realized and unrealized gain (loss) on investments</b>	<b>(2,490,508)</b>	<b>4,878,957</b>
<b>Increase (decrease) in net assets from operations</b>	<b>\$ (3,011,557)</b>	<b>\$ 3,637,297</b>
<hr/>		
Increase (decrease) in net assets from operations, Series A	\$ (2,223,762)	\$ 3,007,271
Increase (decrease) in net assets from operations per share, Series A	<u>(5.13)</u>	<u>3.89</u>
<hr/>		
Increase (decrease) in net assets from operations, Series B	\$ (436,059)	\$ 149,113
Increase (decrease) in net assets from operations per share, Series B	<u>(5.35)</u>	<u>3.76</u>
<hr/>		
Increase (decrease) in net assets from operations, Series F	\$ (351,736)	\$ 480,913
Increase (decrease) in net assets from operations per share, Series F	<u>(4.67)</u>	<u>3.65</u>

See accompanying notes to financial statements

## Statements of Changes in Net Assets

For the six months ended June 30 (unaudited)	2010	2009
<b>Net assets at the beginning of period</b>	\$ 34,913,061	\$ 23,702,525
<b>Increase (Decrease) in net assets from operations</b>	(3,011,557)	3,637,297
<b>Capital transactions:</b>		
Proceeds from the issue of shares	2,396,972	27,878,785
Amounts paid on redemption of shares	(20,203,446)	(6,980,234)
<b>Net assets at the end of period - GAAP NAV (note 2)</b>	\$ 14,095,030	\$ 48,238,373
Adjustment from bid market prices to last traded market prices	85,773	113,798
<b>Net asset value per share at the end of period - Pricing NAV (note 2)</b>	\$ 14,180,803	\$ 48,352,171

### Series A

<b>Net assets at the beginning of period, Series A</b>	\$ 22,338,110	\$ 23,702,525
<b>Increase (Decrease) in net assets from operations, Series A</b>	(2,223,762)	3,007,271
<b>Capital transactions:</b>		
Proceeds from the issue of shares	1,549,541	12,170,774
Amounts paid on redemption of shares	(11,088,555)	(6,956,589)
<b>Net assets at the end of period - GAAP NAV, Series A (note 2)</b>	\$ 10,575,334	\$ 31,923,981
Adjustment from bid market prices to last traded market prices	64,354	75,310
<b>Net asset value per share at the end of period - Pricing NAV, Series A (note 2)</b>	\$ 10,639,688	\$ 31,999,291

### Series B

<b>Net assets at the beginning of period, Series B</b>	\$ 3,676,376	\$ -
<b>Increase (Decrease) in net assets from operations, Series B</b>	(436,059)	149,113
<b>Capital transactions:</b>		
Proceeds from the issue of shares	633,925	2,617,374
Amounts paid on redemption of shares	(1,345,155)	(142)
<b>Net assets at the end of period - GAAP NAV, Series B (note 2)</b>	\$ 2,529,087	\$ 2,766,345
Adjustment from bid market prices to last traded market prices	15,391	6,529
<b>Net asset value per share at the end of period - Pricing NAV, Series B (note 2)</b>	\$ 2,544,478	\$ 2,772,874

## Statements of Changes in Net Assets (continued)

### Series F

<b>Net assets at the beginning of period, Series F</b>	\$	8,898,575	\$	-
<b>Increase (decrease) in net assets from operations, Series F</b>		(351,736)		480,913
<b>Capital transactions:</b>				
Proceeds from the issue of shares		213,506		13,090,637
Amounts paid on redemption of shares		(7,769,736)		(23,503)
<b>Net assets at the end of period - GAAP NAV, Series F (note 2)</b>	\$	<b>990,609</b>	\$	<b>13,548,047</b>
Adjustment from bid market prices to last traded market prices		6,028		31,959
<b>Net asset value per share at the end of period - Pricing NAV, Series F (note 2)</b>	\$	<b>996,637</b>	\$	<b>13,580,006</b>

See accompanying notes to financial statements

## Statement of Investment Portfolio

As at June 30, 2010

Issuer	Number of Securities	Type of Security	Cost (Proceeds)	Fair Value
<b>Investment in securities held in long positions</b>				
Orleans Energy Ltd.	465,000	Common shares	\$ 1,242,748	\$ 1,232,250
RuggedCom Inc.	105,000	Common shares	1,742,242	1,218,000
Wild Stream Exploration Inc.	185,000	Common shares	1,148,568	1,045,250
AltaGas Income Trust	55,000	Common shares	991,286	1,014,750
Advantage Oil & Gas Ltd.	145,000	Common shares	937,211	893,200
Horizons BetaPro S&P 500 Bear Plus ETF	50,000	Index Units	743,770	835,000
Horizons BetaPro Nasdaq 100 Bear Plus ETF	55,000	Index Units	690,409	746,350
Horizons BetaPro S&P/TSX 60 Inverse ETF	55,000	Index Units	777,412	696,300
Lithium One Inc.	630,000	Common shares	812,635	598,500
Windtronics LLC	1,334	Common shares	411,284	425,274
Pure Technologies Ltd.	105,000	Common shares	396,132	420,000
Innergex Renewable Energy Inc.	50,000	Common shares	436,904	415,000
World Energy Solutions Inc.	131,400	Common shares	499,992	394,200
Biox Corp.	150,000	Common shares	228,168	211,500
Antler Creek Energy Corp.	133,334	Common shares	50,000	182,668
HTC Pureenergy Inc.	280,000	Common shares	569,339	182,000
Sea Dragon Energy Inc.	750,000	Warrants	-	130,682
Sierra Geothermal Power Corp.	1,555,000	Warrants	-	96,700
Avalon Rare Metals Inc.	65,000	Warrants	-	38,136
Xinergy Ltd.	142,750	Warrants	-	35,688
US Geothermal Inc.	90,000	Warrants	-	10,374
OPEL International Inc.	5,800	Warrants	-	157
Electric Metals Inc.	300,000	Warrants	-	124
Lion Energy Corp.	100,000	Warrants	-	-
			11,678,100	10,822,103
<b>Investment in securities held in short positions</b>				
Birchcliff Energy Ltd.	(75,000)	Common shares	(497,619)	(727,500)
Westport Innovations Inc.	(26,500)	Common shares	(511,063)	(443,875)
Plutonic Power Corp.	(53,600)	Common shares	(156,139)	(132,392)
			(1,164,821)	(1,303,767)
Transaction costs			(35,994)	
<b>Total investments</b>			<b>\$ 10,477,285</b>	<b>\$ 9,518,336</b>

See accompanying notes to financial statements

## Notes to Financial Statements

For the six months ended June 30, 2010 and 2009

### 1. Creststreet Mutual Funds Limited

Creststreet Alternative Energy Fund (“the Fund”), along with Creststreet Resource Fund, and Creststreet Dividend & Income Fund (formerly Creststreet Managed Equity Index Fund) (together the “Funds”) are share classes of Creststreet Mutual Funds Limited (the “Corporation”). The Corporation was formed under the Canada Business Corporations Act (the “CBCA”) by articles of incorporation (the “Articles”) dated October 13, 1999, as amended by articles of amendment dated July 18, 2000, May 16, 2001, December 11, 2001, January 11, 2002, December 5, 2002, May 15, 2003, April 26, 2004, September 2, 2004, December 22, 2004, March 29, 2005, February 10, 2006, January 29, 2007 and October 24, 2007, January 18, 2008, February 26, 2008, January 29, 2009 and November 6, 2009. The Fund became available for sale to the public upon the receipt of its simplified prospectus on November 21, 2007. Two additional series of shares Series B and Series F, were initially offered in the prospectus dated January 16, 2009. In order to conform to investment fund disclosure regulations, these financial statements present the financial position of the Fund as at June 30, 2010 and as at December 31, 2009, its investments held at June 30, 2010, and the statement of operations and the statement of changes in net assets for the six months period ended June 30, 2010 and June 30, 2009 and do not contain the financial statements of the Corporation. As the Funds are part of the Corporation, the Corporation as a whole is liable for the expenses and obligations of each of the Funds. There exists the possibility that the Fund could be liable for an expense or obligation of another of the Funds; however, the Manager is diligent to ensure that such a liability will not occur.

Creststreet Asset Management Limited is the investment fund manager (the “Manager”) of the Fund.

### 2. Summary of Significant Accounting Policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”) and the following is a summary of significant accounting policies followed by the Fund:

#### Adoption of New Accounting Standards

Effective January 1, 2009, the Fund adopted CICA issued Emerging Issues Committee Abstract 173, Credit Risk and the Fair Value of the Financial Assets and Financial Liabilities (“EIC-173”). EIC-173 provides guidance on the determination of the fair value of financial assets and liabilities under Section 3855, Financial Instruments – Recognition and Measurement. It states that the entity’s own credit risk and the credit risk of the counterparty should be considered in determining the value of financial instruments. The Fund adopted EIC-173 retrospectively without restatement of prior periods to all financial assets and liabilities. The adoption of the EIC-173 did not have an impact on the financial statements.

The Fund has also adopted the recent amendments to Section 3862, Financial Instruments – Disclosures (“Section 3862”), which became effective for fiscal years ending after September 30, 2009. The purpose of the amendments is to provide users of the financial statement additional information as to how an entity determined the fair values of its financial instruments and how much of the fair values were based on estimations versus readily observable data. As a result, the Fund is to use a three-tiered hierarchy for disclosing fair value of its financial instruments based on the inputs used to value these financial instruments. The adoption of these recent amendments to Section 3862 did not have an impact on the financial statements. See Note 6 for the details of this disclosure.

#### (a) Valuation of investments

Investments are deemed to be held for trading in accordance with Section 3855 and are therefore recorded at fair value.

Fair Value of securities held by the Fund that are listed on a recognized public securities exchange are valued at their closing bid price or the closing ask price for securities sold short. Securities that are not listed or traded on a public securities exchange or actively traded on an over-the-counter market, will be valued at its fair value determined Manager pursuant to the Manager’s established pricing policies. Acquisition cost may be used as a fair value proxy, particularly if the acquisition date of the investment was within the current fiscal year. For unlisted securities, the Manager’s policy is to use evidence of arm’s length third party transactions, where possible, in determining the fair value. The Black Scholes pricing methodology is used to price the warrants held by the Fund.

The adoption of Section 3855 impacts the valuation and the disclosure of the net assets of an investment fund for financial reporting purposes (“GAAP NAV” or “Net Assets”) as the Canadian GAAP requires securities traded on a public exchange be valued at bid price for long positions and ask price for securities sold short. The value used to determine the Fund’s daily price for subscriptions and redemptions of shares (“Pricing NAV” or “Net Asset Value”) is, however, not affected by the Section 3855 accounting policy change, as permitted by the recent amendment to NI 81-106. This will result in a difference between the Net Assets Value (Pricing NAV) and Net Assets (GAAP NAV), which is presented in the Statements of Net Assets.

(b) **Cash and cash equivalents**

Cash comprises of cash on deposit. These are deemed to be held for trading and are therefore carried at fair value.

(c) **Other assets and liabilities**

Accounts receivable, dividend receivable, due from broker and subscription receivable are designated as loans and receivable and are recorded at cost or amortized cost. Similarly, due to broker, redemption payables, and accounts payables and accrued liabilities are designated as other financial accrued liabilities and reported at cost or amortized cost. Cost or amortized cost approximates fair value for these assets and liabilities due to their short term

(d) **Brokerage commissions**

In accordance with Section 3855, transaction cost directly attributable to the acquisition or disposal of an investment are expensed in the period incurred and disclosed as “Transaction Costs” in the Statement of Operations.

(e) **Investment transactions and income and expense 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 and dividend expense on securities sold short are recognized on the record date and interest income is accrued as earned.

(f) **Income taxes**

The Fund qualifies as a mutual fund corporation as defined in the Income Tax Act (Canada). The Fund is subject to tax at the full corporate rate on its taxable income. Dividends received from taxable Canadian corporations are generally not included in the taxable income of the Fund but are subject to a special tax, refundable at a rate of 33 1/3 percent of taxable dividends distributed by the Fund to its shareholders. The Fund is eligible for a refund calculated on a formula basis when mutual fund shares are redeemed or when capital gains dividends are paid to shareholders. The Fund intends to distribute to its shareholders net income and net capital gains so that it will not be subject to income taxes. Accordingly, no provision for income taxes has been made.

(g) **Use of estimates**

The preparation of financial statements in accordance with GAAP requires management to make certain 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. Management Fee and Performance Fee**

The Manager provides investment and administrative services to the Fund. In consideration for these services, the Fund pays the Manager an annual fee of 2.0 percent for Series A, Series B and Series F, calculated and payable monthly in arrears. For the six months period ended June 30, 2010 the management fee amounted to \$251,406 (2009 - \$343,876). The Fund is responsible for the payment of all expenses relating to its operations and the carrying on of its business.

The Manager is entitled to a performance fee equal to 20 percent of the amount by which the Fund’s cumulative total return exceeds the cumulative total return of the S&P 500 Index in a calendar year multiplied by the increase in net asset value from operations. The performance fee is estimated and accrued weekly, calculated at calendar year-end and is paid within 15 days after calendar year-end if positive. The performance fee will be pro

rated for any period that the Fund exists that is less than a full calendar year except that the first performance period for purposes of the performance fee ended on December 31, 2009. No performance fee will be payable if the performance of both the Fund and the S&P 500 Index are negative during the period. The performance fee accrued as at June 30, 2010 was \$nil (2009 - \$558,073).

#### 4. Dividends Paid to Shareholders

As of June 30, 2010 and 2009, the Fund did not declare a capital gain dividend and hence there was no reinvestment into the Fund.

#### 5. Financial Instrument Risk

The Fund's objective is to provide stable, long-term growth of capital while conservatively managing value at risk. The Fund invests primarily in the securities of North American companies seeking to capitalize on opportunities in the production of energy using alternative methods beyond traditional, carbon-based sources. Accordingly, the Fund's portfolio is comprised mainly of equities issued by North American solar energy, alternative fuels, and wind energy companies. The Fund may invest in foreign securities up to a maximum of 50 percent of the Fund's NAV, although typically, the weighting of foreign securities does not exceed 30 percent of the Fund's NAV. The Fund's use of financial instruments gives rise to a number of risk factors.

##### Market Risk

Market risk is the risk that the fair value of a financial instrument will fluctuate because of volatility of market prices. Market risk is comprised of three types of risk: *currency risk*, *interest rate risk*, and *other price risk*.

##### Currency Risk

Currency risk is the risk that the fair value of a financial instrument could fluctuate due to changes in foreign currency exchange rates. The Fund's functional currency is Canadian dollars, and the Fund is exposed to foreign currency risk when it invests in securities denominated in another currency since the fair value of those securities is determined by converting the price of the security into Canadian dollars.

As at June 30, 2010, had the Canadian Dollar appreciated or depreciated by 5% in relation to the applicable foreign currency, the NAV of the Fund will be higher or lower as detailed below:

Currency	Investments	Cash & Cash Equivalents	Total	Impact on the NAV	Impact as a % of the NAV
US dollars	\$ 435,646	\$ -	\$ 435,646	\$ 21,782	0.15%

As at December 31, 2009:

Currency	Investments	Cash & Cash Equivalents	Total	Impact on the NAV	Impact as a % of the NAV
US dollars	\$ 88,471	\$ -	\$ 88,471	\$ 4,424	0.013%

##### Interest Rate Risk

Interest rate risk is the risk that the fair value of a financial instrument could fluctuate due to changes in market interest rates. The immediate impact of interest rate risk is greatest on debt and fixed income securities that have a relatively long duration (generally a year or more to maturity). The Fund did not hold any such securities as at June 30, 2010, or at any time during the period.

##### Other Price Risk

Other price risk is the risk that the fair value of a financial instrument could fluctuate due to changes in market conditions other than currency or interest rate risk. These changes could be due to a number of factors including,

but not limited to; changes in relation to a specific security or the issuer of a security, changes in the prices of a market sector's underlying commodity, or changes due to shifts in overall market sentiment. The Fund's Manager mitigates other price risk by managing and allocating the investment portfolio within the parameters of the Fund's investment objectives. As at June 30, 2010 and December 31, 2009 and assuming all other variables were held constant, had the general price level of the equities markets been 5 percent higher or lower, the NAV of the Fund may have been \$185,740 or 1.95% percent higher or lower (December 31, 2009 - \$347,350 or 1.51 percent). This estimation is based on statistical tools that measure the relationships between each security in the Fund's portfolio and how their returns relate to the return of the overall equities markets. In reality, results could differ from this estimate and the difference could be material.

#### Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge its obligations or commitments that it has entered into with the Fund. The Fund does not typically invest in debt securities, thereby minimizing the Fund's exposure to credit risk. The Fund is exposed to credit risk to the extent that the Fund's custodian may not be able to settle trades for cash. Canadian securities regulations require that the Fund employs a custodian that meets certain capital requirements. These regulations state that, among other things, a fund's custodian be either a bank listed in Schedule I, II, or III of the *Bank Act (Canada)*, or a company incorporated Canada affiliated with a bank with shareholders' equity of not less than \$10,000,000. The Fund's custodian, RBC Dexia Investor Services Trust, meets all Canadian Securities Administrators' requirements to act as custodian.

#### Liquidity Risk

The Fund is subject to the possibility of net redemptions on a weekly basis. The Fund invests the majority of its net assets in securities that are traded on a public exchange and can be readily liquidated if and as required in order to meet its redemption obligations. The Fund also retains sufficient cash and cash equivalents to maintain liquidity. The Fund is also permitted to borrow up to 5 percent of its net assets to fund redemptions; however the Manager is diligent to ensure such action is not required. No such borrowings occurred during the period.

## 6. Fair Value Measurement

The Fund's assets and liabilities recorded at fair value have been categorized based upon a fair value hierarchy in accordance with the amendment to Section 3862. See Note 2 for a discussion of the Fund's policies regarding this hierarchy. The three levels of the hierarchy are:

- Level 1:* Quoted prices (unadjusted) in active markets for identical assets or liabilities that are easily accessible.
- Level 2:* Inputs other than quoted prices that are observable for the asset or liability either directly (as prices) or indirectly (derived from prices).
- Level 3:* Inputs for assets or liabilities that are not based on observable data. There is little, if any, market activity and hence the requires significant management judgment or estimation.

As at June 30, 2010:

	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Equities	\$ 7,807,318	\$ -	\$ 425,274	\$ 8,232,592
Trust Units	2,277,650	-	-	2,277,650
Warrants	35,688	276,174	-	311,861
<b>Total Assets</b>	<b>10,120,655</b>	<b>276,174</b>	<b>425,274</b>	<b>10,822,103</b>
<b>Liabilities</b>				
Equities	(1,303,767)	-	-	(1,303,767)
Index Units	-	-	-	-
<b>Total Liabilities</b>	<b>(1,303,767)</b>	<b>-</b>	<b>-</b>	<b>(1,303,767)</b>
<b>Total</b>	<b>\$ 8,816,888</b>	<b>\$ 276,174</b>	<b>\$ 425,274</b>	<b>\$ 9,518,336</b>

The following table is a reconciliation of Level 3 fair value measurements from December 31, 2009 to June 30, 2010:

		Equities
Balance at December 31, 2009	\$	-
Purchases		411,284
Unrealized		13,990
Balance at June 30, 2010		425,274

## 7. Changeover to International Financial Reporting Standards (“IFRS”)

In February 2008, the Canadian Accounting Standards Board (the “AcSB”) originally confirmed January 1, 2011 as the date International Financial Reporting Standards (“IFRS”) would replace current Canadian standards and interpretations as Canadian generally accepted accounting principles (“GAAP”) for publicly accountable enterprises such as investment funds and other reporting issuers.

The AcSB has recently proposed that the implementation of IFRS for investment funds be postponed for one year and instead be adopted for all fiscal years beginning on or after January 1, 2012, though earlier application is permitted. Changing from current Canadian GAAP to IFRS will be a significant undertaking that may materially affect the Fund’s reporting requirements for the reported financial position and results of operations. It may also affect certain business functions. The Canadian Securities Administrators (the “CSA”) has issued CSA Staff Notice 52-320, which requires the Manager to provide progress updates on the changeover plan to the new reporting standards at each interim and annual reporting period up until the changeover date. For the Fund, IFRS will be effective for the interim and annual periods starting January 1, 2012, including the preparation and reporting of one year of comparative figures.

In order to prepare for the transition to IFRS, the Manager has developed an implementation plan and has commenced assessing the impact of significant accounting differences between IFRS and Canadian GAAP. The Manager has presently determined that there will be no material impact to the net asset value per unit from the changeover to IFRS. As noted above it is, however, expected that the disclosure requirements will be impacted in the financial statements of the Fund.

Further updates on implementation progress and potential reporting impact from the adoption of IFRS will be provided during the implementation period. The current assessment is subject to change resulting from the issuance of new standards or new interpretations of existing standards.

## 8. Comparative Balances

Comparative figures have been reclassified where necessary to afford a meaningful comparison with the current period.

## Creststreet Mutual Funds Limited

### Board of Directors

**Jeffrey S. Boyce\***

President and Chief Executive Officer  
SURE Energy Inc.

**Stuart P. Hensman\*\***

Corporate Director

**John E. Thompson\***

President and Chief Executive Officer  
Sirius Energy Inc.

**Robert J. Toole, C.A.**

Managing Director  
Creststreet Asset Management Limited

### Officers

**Robert J. Toole, C.A.**

President and Chief Executive Officer

**Donna E. Shea, C.A.**

Senior Vice-President, Finance and  
Chief Financial Officer

**Sheryl J. Chiddenton**

Vice-President, Compliance and  
Investment Services

\* Member of the Audit Committee and  
Independent Review Committee

\*\* Chair of the Audit Committee and  
Independent Review Committee

### Administrator and Custodian

RBC Dexia Investor Services Trust  
Toronto, Ontario

### Prime Broker

Scotia Capital Inc.  
Toronto, Ontario

### Investment Advisor and Investment Fund Manager

Creststreet Asset Management Limited  
Toronto, Ontario

### Clearing and Settlement Services

FundSERV Inc.

### Fund Symbols

CAM100, CAM151, CAM152  
CAM300, CAM301, CAM302  
CAM400, CAM401, CAM402

### Auditors

KPMG LLP  
Toronto, Ontario

### Registered Address

Creststreet Mutual Funds Limited  
70 University Avenue, Suite 1450  
Toronto, Ontario  
M5J 2M4

Tel: (416) 864-6330

Toll-free: 1 (866) 864-6330

Fax: (416) 862-8950

E-mail: [info@creststreet.com](mailto:info@creststreet.com)

[www.creststreet.com](http://www.creststreet.com)