

Creststreet Alternative Energy Fund

2009 > Annual Report

Management Report of Fund Performance

For the year ended December 31, 2009

THIS ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE CONTAINS FINANCIAL HIGHLIGHTS AND IS PART OF THE ANNUAL 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.

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.

In 2009, the Fund continued to build on its strong performance from 2008 finishing the year with an annual return of 23.7% for Series A. This compares to a return of 142.1% in 2008. The Fund's strategy worked well during 2009, matching the appreciation of the S&P500 while having provided downside protection to our investors through the market neutral bias employed by the Fund.

For the first two months of the year global equity markets steadily declined, reaching multi-year lows near the beginning of March out of fears that the magnitude of the current economic downturn would rival the Great Depression and lead to the nationalization of the U.S. banking system. This sentiment began to shift in March as national governments across the globe responded to such fears by implementing substantial fiscal stimulus packages and central banks shifted to a monetary policy of quantitative easing. The combined efforts of governments and central banks led the global rate of economic contraction to subside. As the softening of this contraction became increasingly visible and credit markets began to loosen, an appetite for risk returned amongst investors resulting in a substantial equity market rebound from March through to the end of the year.

For the first half of 2009 the Fund added gross exposure while remaining neutral to the market as a result of continued financial market uncertainty. This allowed the Fund to maintain liquidity and position itself to profit from market volatility. As sentiment began to shift and risk appetite returned in the second half of the year, the Fund increased its net market exposure to between 30% and 50% through investments in those companies best positioned to benefit from the economic recovery and the substantial fiscal stimulus allocated to the alternative energy sector. This allowed the Fund to participate in the global equity market rally while continuing to maintain liquidity and some downside protection.

The Fund has taken positions in companies exposed to the solar, wind, geothermal, energy efficiency, smart grid, uranium, hydro, advanced batteries, and biofuel sectors. For 2010, the Fund expects to continue strategically taking positions in these areas and may also invest in companies exploring other emerging technologies such as tidal, carbon sequestration and storage, and clean coal. The Fund maintains a broad coverage universe, and will actively rotate capital into those companies and sectors that are best positioned for sustained profitability.

With the new Obama administration and increased concerns over the environment and energy security, the Fund expects government policy in the United States and elsewhere to become more and more supportive of alternative

energy by increasing public-sector spending on the sector and eventually implementing nationwide renewable portfolio standards and an economy-wide cap-and-trade program. The Fund believes these policies will make renewable energy an attractive investment area despite continued overall global economy uncertainty in 2010.

Revenues and Expenses

For the year ended December 31, 2009, the Fund earned \$150,094 in dividend income compared to the \$35,230 earned in 2008. This was due to the investing more in dividend paying securities as well as the increase in the size of the Fund during 2009. In contrast, however, even with the increase in size of the Fund and higher cash balances held in Fund during the first few months of 2009, the Fund only earned \$86,850 in interest income for the 2009 fiscal year as opposed to the \$265,995 earned in 2008. This is directly attributed to the very low interest rate that prevailed in the weakened economy throughout 2009.

The Fund incurred expenses totalling \$1,774,700 in 2009 compared to \$2,356,555 in 2008. Significant shifts in the expenses between 2009 and 2008 were in performance fees, management fees, service fees, legal fees and operating expenses. The Fund paid \$1,835,484 in performance fee in 2008 compared to nil in 2009. As the performance fee payment is based on the Fund's performance compared to return of the S&P 500 Index (explained in more detail in the Related Party section of this report) the Fund earned higher returns during 2008, which was a successful year up until the market crash. In 2009, the Fund reduced net market exposure in response to the economic conditions and held most of the Fund's assets in cash until the market showed signs of recovery. This resulted in comparatively lower returns in 2009 resulting in no performance fee being paid out by the Fund. Management fees, which are calculated at 2.0 percent per annum of the Fund's net asset value, are calculated monthly and paid in arrears. The increase from \$223,126 to \$827,986 was directly related to the increase in the net asset value of the Fund. In 2009, the Fund was restructured to offer two more series that offered more flexibility to investors and their advisors. Increased legal and filing fees from \$17,927 to \$170,460 are directly related to this event. The Fund also pays service fees which increased from \$43,825 to \$164,586. Service fees for the relevant series are based on the net asset value of each series and hence as the Fund grew, service fees incurred by the Fund increased as well. As the Fund experienced an increase in its net as value due to high subscriptions early in 2009 and through modest returns in a weakened economy, the Fund also concurrently saw an increase in operating and other expenses that were essential for the administration of the Fund, from \$236,193 to \$611,668.

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

Although economic conditions had a negative impact on the overall risk level of investments in the Fund in 2008 and early 2009, the reduction in net market exposure beginning in 2008 allowed the fund to maintain liquidity and profit from market volatility. The Fund has slowly begun to increase market exposure in 2009 as the markets slowly begin to recover. 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 2009 semi-annual and annual financial statements.

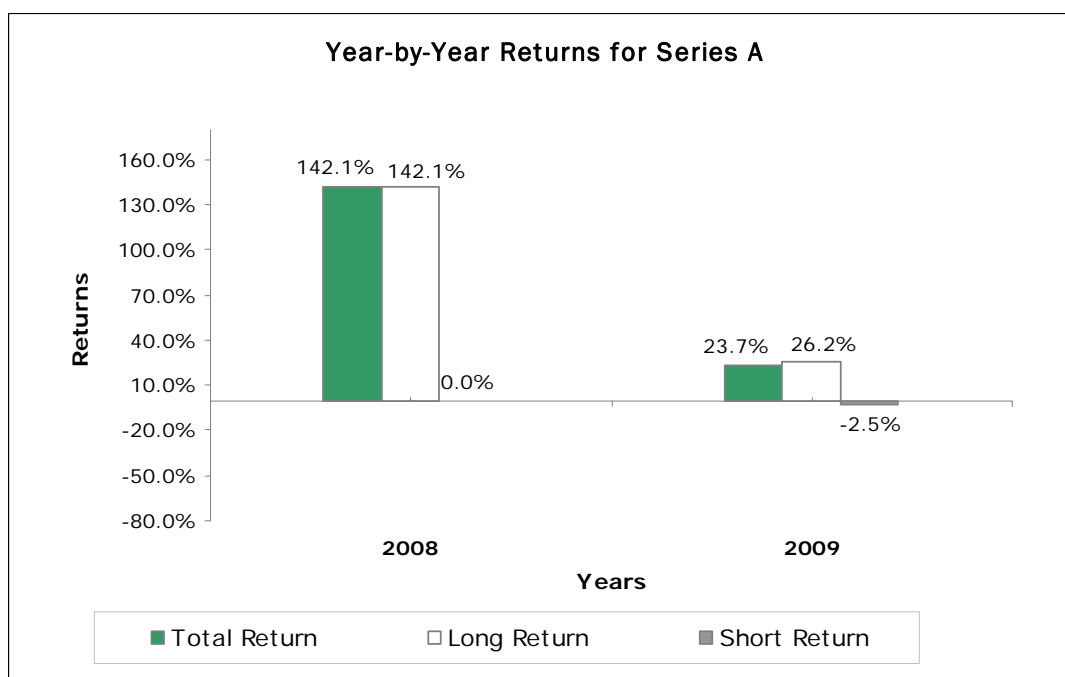
Past Performance

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 assumes that distributions made by the Fund were reinvested in additional securities of the Fund. Performance is calculated net of all fees and expenses. Fund's past performance is not necessarily indicative of its future performance.

There are three Series of this Fund as of December 31, 2009. Series A became a reporting issuer on November 21, 2007 while inception date for Series B and Series F are January 30, 2009. Historical performance for Series B and Series F are not presented in this report as these have not been in operation for a full financial fiscal year.

Year-by-Year Returns

The following bar chart shows Series A's annual return for 2009 and 2008, two complete financial periods. 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.

Annual Compound Returns

The following table shows the Fund's historical annual compound total returns for the periods indicated, compared with the S&P 500 Index and Wilderhill Clean Energy Index.

	Creststreet Alternative Energy Fund - Series A	S&P 500 Index	Wilderhill Clean Energy Index
1 Year	23.7%	23.5%	28.9%
Since Inception *	93.8%	-10.7%	-28.7%

* Series A became a reporting issuer on November 21, 2007.

About the Indices and Fund Performance

The S&P 500 includes a representative sample of 500 leading companies in leading industries of the U.S. economy. Industries comprising the largest components of the index include financials, industrials, health care, energy, consumer staples, and information technology. The index focuses on the large cap segment of the market and has approximately 75% coverage of U.S. equities. Wilderhill Clean Energy Index 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 increased 23.5% over the year as equity markets declined to multi-year lows in the first quarter and subsequently rallied through to the end of the year. The Wilderhill Clean Energy Index was up 28.9% in 2009. The Fund increased 23.7% over the period by investing in selected names while maintaining reduced net market exposure.

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 year ended December 31, 2009, the year ended December 31, 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:

SERIES A	2009	2008	2007
Net assets, beginning of period ⁽¹⁾	\$ 33.99	\$ 15.56	\$ 10.00
Increase (decrease) from operations:			
Total revenue	0.22	0.74	0.06
Total expenses	(1.71)	(5.79)	(0.93)
Realized gains on investments	8.30	24.06	4.70
Unrealized gains on investments	1.44	0.11	2.12
Transaction costs	(1.01)	(2.37)	(0.62)
Total increase from operations ⁽²⁾	\$ 7.24	\$ 16.75	\$ 5.33
Distributions:			
From capital gains	-	2.17	-
Total annual distributions ⁽³⁾	-	2.17	-
Net assets, end of period ⁽⁴⁾	\$ 41.68	\$ 33.99	\$ 15.56
<hr/>			
SERIES B	2009		
Net assets, beginning of period ⁽¹⁾	\$ 34.04		
Increase (decrease) from operations:			
Total revenue	0.22		
Total expenses	(1.81)		
Realized gains on investments	8.40		
Unrealized gains on investments	0.75		
Transaction costs	(1.02)		
Total increase from operations ⁽²⁾	\$ 6.54		
Net assets, end of period ⁽⁴⁾	\$ 41.38		
<hr/>			
SERIES F	2009		
Net assets, beginning of period ⁽¹⁾	\$ 34.04		
Increase (decrease) from operations:			
Total revenue	0.23		
Total expenses	(1.48)		
Realized gains on investments	8.48		
Unrealized gains on investments	0.66		
Transaction costs	(1.03)		
Total increase from operations ⁽²⁾	\$ 6.86		
Net assets, end of period ⁽⁴⁾	\$ 41.61		

(1) This information is derived from the Fund's annual financial statements. 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 from operations is based on the weighted average number of shares outstanding over the financial period.

(3) Distributions were reinvested into additional shares of the Fund.

(4) These calculations are prescribed by securities regulators and are not to act as a continuity of the opening and closing net assets per share.

Ratios and Supplemental Data

SERIES A	2009	2008	2007
Total net assets (GAAP NAV) (\$) (000's) ⁽¹⁾	22,338	23,703	379
Number of shares outstanding ⁽¹⁾	535,901	697,291	24,376
Management expense ratio(MER) ⁽²⁾			
Expenses	4.55%	4.42%	25.15%
Performance fee	-	15.57%	18.59%
Total MER	4.55%	19.99%	43.74%
Trading expense ratio ⁽³⁾	2.68%	8.19%	43.67%
Portfolio turnover rate ⁽⁴⁾	1892.20%	12403.17%	2428.03%
Net asset value per share (Pricing NAV) (\$)	42.06	34.01	15.66
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SERIES B	2009		
Total net assets (GAAP NAV) (\$) (000's) ⁽¹⁾	3,676		
Number of shares outstanding ⁽¹⁾	88,834		
Management expense ratio(MER) ⁽²⁾			
Expenses	5.19%		
Performance fee	-		
Total MER	5.19%		
Trading expense ratio ⁽³⁾	2.68%		
Portfolio turnover rate ⁽⁴⁾	1892.20%		
Net asset value per share (Pricing NAV) (\$)	41.76		
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SERIES F	2009		
Total net assets (GAAP NAV) (\$) (000's) ⁽¹⁾	8,899		
Number of shares outstanding ⁽¹⁾	213,832		
Management expense ratio(MER) ⁽²⁾			
Expenses	4.21%		
Performance fee	-		
Total MER	4.21%		
Trading expense ratio ⁽³⁾	2.68%		
Portfolio turnover rate ⁽⁴⁾	1892.20%		
Net asset value per share (Pricing NAV) (\$)	41.99		

(1) This information is provided as at 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”)

For the period beginning January 1, 2011, the Fund will have to adopt IFRS. The Manager of the Fund has developed a changeover plan and continues to assess the impact of the implementation as new IFRS guidance become available. The key elements of the plan include disclosures of the qualitative impact on the December 31, 2008, 2009 and 2010 financial statements, disclosures of the quantitative impact, if any, in the December 31, 2010 financial statements and the preparation of the December 31, 2011 financial statements in accordance with IFRS.

Based on the Manager’s current evaluation of the differences between Canadian GAAP and IFRS, the Manager does not expect that net assets attributable to shareholders or net asset value per share will be impacted by the changeover to IFRS. Currently, the Manager expects that the impact of IFRS on the Fund’s financial statements will result in additional disclosures and potentially different presentation of shareholder interests and certain other items.

Harmonized Sales Tax

Effective July 1, 2010, Ontario will replace 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 an investment counsel and portfolio management company in Ontario is the Manager and the Investment Adviser 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.

In order to issue a prospectus to offer mutual fund securities for sale to the public, an investment of at least \$150,000 in the securities of the mutual fund must be made and those securities beneficially owned by the Manager or sponsor of the mutual fund. To meet this criterion, Creststreet Capital Corporation, a related corporation of the Manager, provided \$150,000 of seed capital upon the commencement of operations of the Fund in November, 2007. The seed capital must remain invested in the Fund until the Fund has received subscriptions of at least \$500,000 from persons unrelated to the Fund. The Fund has exceeded this amount, however, some of the seed capital remains invested in the Fund.

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 fiscal year ending December 31, 2009:

1. Expense Allocation
2. Fee Allocation
3. Standards of Fairness
4. Trade Errors and Trade Modifications
5. Trade Management and Best Execution
6. Investment Suitability
7. Proxy Voting
8. Amending the Constating and/or Offering Documents of a Fund
9. 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 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 year ended December 31, 2009 and 2008:

	2009		2008	
Management Fees	827,986	83.4%	223,126	83.6%
Service Fees Paid to Dealers	164,586	16.6%	43,825	16.4%
	<u>\$ 992,572</u>	<u>100.0%</u>	<u>\$ 266,951</u>	<u>100.0%</u>

Summary of Investment Portfolio

As at December 31, 2009

Sector Mix	% of net assets
Long Positions:	
Energy Efficiency	16.9%
Unconventional Gas	15.0%
Unconventional Oil	15.0%
Geothermal	8.1%
Index	7.3%
Solar	6.2%
Carbon	5.2%
Other	3.2%
Batteries	1.4%
Infrastructure	1.4%
<i>Total Long Positions</i>	<i>79.7%</i>
Short Positions:	
Unconventional Gas	-11.9%
Index	-1.7%
<i>Total Short Positions</i>	<i>-13.6%</i>
Total Investments	66.1%
Cash and cash equivalents*	35.6%
Other net assets	-1.7%
	100.0%

Summary of Investment Portfolio (continued)

Top 25 Positions	% of net assets
Long Positions:	
RuggedCom Inc.	12.6%
Advantage Oil & Gas Ltd.	9.7%
Horizons BetaPro S&P/TSX 60 Inverse ETF	7.3%
5N Plus Inc.	6.3%
RAM Power Corp.	4.0%
Sea Dragon Energy Inc.	3.2%
HTC Pureenergy Inc.	3.1%
TransAtlantic Petroleum Ltd.	3.1%
Aztek Energy Ltd.	3.1%
Xinergy Ltd.	2.9%
Aastra Technologies Ltd.	2.5%
Orleans Energy Ltd.	2.4%
Wild Stream Exploration Inc.	2.3%
Sierra Geothermal Power Corp.	2.3%
Pure Technologies Ltd.	1.9%
Colonia Energy Corp.	1.6%
Peyto Energy Trust	1.6%
World Energy Solutions Inc.	1.4%
Tonbridge Power Inc.	1.4%
Eaglewood Energy Inc.	1.3%
U.S. Geothermal Inc .	1.0%
Short Positions:	
SPDR S&P 500 ETF	-1.7%
Crew Energy Inc.	-2.1%
Progress Energy Resources Corp.	-2.2%
Birchcliff Energy Ltd.	-7.6%
Total Net Asset Value	\$ 34,913,061

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

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.

Management's Responsibility for Financial Reporting

These financial statements form the basis for all of the financial information that appears in this annual report. The financial statements and all of the information in this annual report are the responsibility of the management of Creststreet Mutual Funds Limited and have been reviewed and approved by its board of directors. The board of directors is responsible for ensuring that management fulfills its financial reporting responsibilities.

Management has prepared the financial statements according to Canadian generally accepted accounting principles ("GAAP"). Under these principles, management has made certain estimates and assumptions that are reflected in the financial statements and notes. Management believes that these financial statements fairly present the entity's financial position, results of operations and changes in net assets. Management has a system of internal controls designed to provide reasonable assurance that the financial statements are accurate and complete in all material respects. Management believes that the internal controls provide reasonable assurance that our financial records are reliable and form a proper basis for preparing the financial statements, and that our assets are properly accounted for and safeguarded.

KPMG LLP, the shareholders' external auditors, has audited the financial statements in accordance with Canadian generally accepted auditing standards and their report follows. KPMG LLP has free and full access to the board's audit committee.



Robert J. Toole
President
Chief Executive Officer
Creststreet Mutual Funds Limited



Donna Shea
Vice-President, Finance
Chief Financial Officer
Creststreet Mutual Funds Limited

February 26, 2010

Auditor's Report to the Shareholders

We have audited the statements of net assets of Creststreet Alternative Energy Fund (a class of shares of Creststreet Mutual Funds Limited) as at December 31, 2009 and 2008, the statement of investment portfolio as at December 31, 2009, and the statements of operations and changes in net assets for the years ended December 31, 2009 and 2008. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2009 and 2008, the investments held as at December 31, 2009, and the results of its operations and changes in net assets for the years ended December 31, 2009 and 2008, in accordance with Canadian generally accepted accounting principles.

A handwritten signature in black ink that reads "KPMG LLP". The letters are in a cursive, slightly slanted font. Below the signature is a single horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Accountants, Licensed Public Accountants

Toronto, Canada

February 26, 2010

Statements of Net Assets

As at December 31	2009	2008
Assets		
Investments at market value	\$ 27,837,055	\$ 1,607,283
Cash and cash equivalents	12,446,318	24,935,071
Due from broker	504,437	-
Subscriptions receivable	81,106	51,488
Accounts receivable	36,723	2,223
Dividends receivable	4,800	48,200
	40,910,439	26,644,265
Liabilities		
Securities sold short at market value	4,789,850	-
Accounts payable and accrued liabilities	247,300	120,005
Performance fee payable	-	1,843,613
Redemptions payable	366,519	22,103
Due to broker	593,709	956,019
	5,997,378	2,941,740
Net assets - GAAP NAV (note 2)	\$ 34,913,061	\$ 23,702,525
Adjustment from bid market prices to last traded market prices	316,346	10,727
Net asset value - Pricing NAV (note 2)	35,229,407	23,713,252
Series A		
Net assets- GAAP NAV (note 2)	\$ 22,338,110	\$ 23,702,525
Adjustment from bid market prices to last traded market prices	202,408	10,727
Net asset value - Pricing NAV (note 2)	\$ 22,540,518	\$ 23,713,252
Shares outstanding	535,901	697,291
Net assets per share - GAAP NAV (note 2)	\$ 41.68	\$ 33.99
Adjustment from bid market prices to last traded market prices	0.38	0.02
Net asset value per share - Pricing NAV (note 2)	\$ 42.06	\$ 34.01
Series B		
Net assets - GAAP NAV (note 2)	\$ 3,676,376	-
Adjustment from bid market prices to last traded market prices	33,315	-
Net asset value - Pricing NAV (note 2)	\$ 3,709,691	-
Shares outstanding	88,834	-
Net assets per share - GAAP NAV (note 2)	\$ 41.38	-
Adjustment from bid market prices to last traded market prices	0.38	-
Net asset value per share - Pricing NAV (note 2)	\$ 41.76	-

Statements of Net Assets (continued)

Series F

Net assets - GAAP NAV (note 2)	\$	8,898,575	-
Adjustment from bid market prices to last traded market prices		80,623	-
Net asset value - Pricing NAV (note 2)	\$	8,979,198	-
Shares outstanding		213,832	-
Net assets per share - GAAP NAV (note 2)	\$	41.61	-
Adjustment from bid market prices to last traded market prices		0.38	-
Net asset value per share - Pricing NAV (note 2)	\$	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 years ended December 31	2009		2008	
Investment Income				
Dividend revenue	\$	150,094	\$	35,230
Interest revenue		86,850		265,995
		236,944		301,225
Expenses				
Performance fees		-		1,835,484
Management fees (note 3)		827,986		223,126
Operating expenses		269,527		115,661
Legal and filing fees		170,460		17,927
Service fees		164,586		43,825
Audit fees		63,500		27,015
Dividend paid short		62,423		-
Custodial fees		38,848		12,532
Marketing expense		113,939		43,945
Securityholder reporting costs		28,750		27,372
Independent Review Committee fees		34,681		9,305
Capital tax		-		363
		1,774,700		2,356,555
Loss from investment operations		(1,537,756)		(2,055,330)
Net realized gain on sale of investments		8,912,437		9,791,691
Change in unrealized appreciation of investments		1,294,451		45,860
Transaction costs (note 2)		(1,080,083)		(965,985)
Net realized and unrealized gain on investments		9,126,805		8,871,566
Increase in net assets from operations	\$	7,589,049	\$	6,816,236
Increase in net assets from operations, Series A				
	\$	5,488,520	\$	6,816,236
Increase in net assets from operations per share, Series A		7.24		16.75
Increase in net assets from operations, Series B				
	\$	411,097	\$	-
Increase in net assets from operations per share, Series B		6.54		-
Increase in net assets from operations, Series F				
	\$	1,689,432	\$	-
Increase in net assets from operations per share, Series F		6.86		-

See accompanying notes to financial statements

Statements of Changes in Net Assets

For the years ended December 31	2009	2008
Net assets at the beginning of year	\$ 23,702,525	\$ 379,267
Increase in net assets from operations	7,589,049	6,816,236
Dividends to shareholders:		
Capital gain dividend (note 4)	-	(235,003)
Capital transactions:		
Proceeds from the issue of shares	34,556,158	20,662,054
Reinvested dividends	-	235,003
Redemptions	(30,934,671)	(4,155,032)
Net assets at the end of year - GAAP NAV (note 2)	\$ 34,913,061	\$ 23,702,525
Adjustment from bid market prices to last traded market prices	316,346	10,727
Net asset value at the end of year - Pricing NAV (note 2)	\$ 35,229,407	\$ 23,713,252
Series A		
Net assets at the beginning of year, Series A	\$ 23,702,525	\$ 379,267
Increase in net assets from operations, Series A	5,488,520	6,816,236
Dividends to shareholders:		
Capital gain dividend (note 4)	-	(235,003)
Capital transactions:		
Proceeds from the issue of shares	15,649,486	20,662,054
Reinvested dividends	-	235,003
Redemptions	(22,502,421)	(4,155,032)
Net assets at the end of year - GAAP NAV, Series A (note 2)	\$ 22,338,110	\$ 23,702,525
Adjustment from bid market prices to last traded market prices	202,408	10,727
Net asset value at the end of year - Pricing NAV (note 2)	\$ 22,540,518	\$ 23,713,252
Series B		
Net assets at the beginning of year, Series B	\$ -	\$ -
Increase in net assets from operations, Series B	411,097	-
Dividends to shareholders:		
Capital gain dividend (note 4)	-	-
Capital transactions:		
Proceeds from the issue of shares	3,515,211	-
Reinvested dividends	-	-
Redemptions	(249,932)	-
Net assets at the end of year - GAAP NAV, Series B (note 2)	\$ 3,676,376	\$ -
Adjustment from bid market prices to last traded market prices	33,315	-
Net asset value at the end of year - Pricing NAV (note 2)	\$ 3,709,691	\$ -

Statements of Changes in Net Assets (continued)

Series F

Net assets at the beginning of year, Series F	\$	-	\$	-
Increase in net assets from operations, Series F		1,689,432		-
Dividends to shareholders:				
Capital gain dividend (note 4)		-		-
Capital transactions:				
Proceeds from the issue of shares		15,391,461		-
Reinvested dividends		-		-
Redemptions		(8,182,318)		-
Net assets at the end of year - GAAP NAV, Series F (note 2)	\$	8,898,575	\$	-
Adjustment from bid market prices to last traded market prices		80,623		-
Net asset value at the end of year - Pricing NAV (note 2)	\$	8,979,198	\$	-

See accompanying notes to financial statements

Statement of Investment Portfolio

As at December 31, 2009

Issuer	Number of Securities	Type of Security	Cost (Proceeds)	Fair Value
Investment in securities held in long positions				
RuggedCom Inc.	245,000	Common shares	\$ 4,961,563	\$ 4,400,199
Advantage Oil & Gas Ltd.	495,000	Common shares	3,040,745	3,390,749
Horizons BetaPro S&P/TSX 60 Inverse ETF	205,000	Index Units	2,897,625	2,554,300
5N Plus Inc.	370,000	Common shares	1,999,001	2,194,100
Ram Power Corp.	345,000	Common shares	1,063,163	1,393,800
HTC Pureenergy Inc.	695,000	Common shares	1,413,181	1,077,250
Transatlantic Petroleum Ltd	305,000	Common shares	797,506	1,076,650
Aztec Energy Ltd.	3,000,000	Subscription receipt	510,000	1,065,000
Xinergy Ltd	285,500	Common shares	999,250	984,975
Aastra Technologies Ltd.	25,000	Common shares	522,775	861,500
Orleans Energy Ltd.	350,000	Common shares	767,500	822,500
Wild Stream Exploration Inc.	185,000	Common shares	855,288	795,500
Sea Dragon Energy	1,500,000	Common shares	375,000	780,000
Pure Technologies Ltd.	155,000	Common shares	567,097	671,150
Colonia Energy Corp.	2,500,000	Subscription receipt	500,000	575,000
Peyto Energy Trust	40,000	Trust Units	505,363	558,800
World Energy Solutions Inc.	165,000	Common shares	647,118	503,250
Tonbridge Power Inc.	231,000	Common shares	585,638	475,860
Sierra Geothermal Power Corp.	1,555,000	Common shares	332,816	466,500
Eaglewood Energy Inc.	300,000	Common shares	358,500	438,000
Transglobe Energy Corp.	100,000	Common shares	365,913	346,000
Sierra Geothermal Power Corp.	1,555,000	Warrants	-	323,165
Sea Dragon Energy Inc.	750,000	Warrants	-	323,056
Greatbatch Inc.	15,000	Common shares	346,443	302,554
LSB Industries Inc.	20,000	Common shares	343,824	295,006
US Geothermal Inc.	180,000	Common shares	243,000	289,800
Fairborne Energy Ltd.	55,000	Common shares	262,211	260,700
Berens Energy Ltd.	100,000	Common shares	157,985	202,000
Electric Metals, Inc.	605,000	Common shares	152,725	139,150
Avalon Rare Metals Inc.	65,000	Warrants	-	109,732
US Geothermal Inc.	90,000	Warrants	-	75,262
Xinergy Ltd	142,750	Warrants	-	44,541
Electric Metals Inc.	300,000	Warrants	-	40,699
OPEL International Inc.	5,800	Warrants	-	302
Lion Energy Corp.	100,000	Warrants	-	5
			25,571,230	27,837,055
Investment in securities held in short positions				
Birchcliff Energy Ltd.	(285,000)	Common shares	(1,890,952)	(2,693,250)
Progress Energy Resources Corp.	(55,000)	Common shares	(778,319)	(778,250)
Crew Energy Inc.	(50,000)	Common shares	(655,750)	(734,000)
SPDR Trust Series 1	(5,000)	Index Units	(525,452)	(584,350)
			(3,850,473)	(4,789,850)
Transaction costs			(55,778)	-
Total investments			\$ 21,664,979	\$ 23,047,205

See accompanying notes to financial statements

Notes to Financial Statements

For the years ended December 31, 2009 and 2008

1. Creststreet Mutual Funds Limited

Creststreet Alternative Energy Fund (“the Fund”), along with Creststreet Resource Fund, and 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, September 25, 2008 and December 17, 2008. 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 December 31, 2009 and 2008, its investments held at December 31, 2009, and the statement of operations and the statement of changes in net assets for the year ended December 31, 2009 and 2008 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 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

On January 1, 2008, the Fund adopted CICA Handbook Section 3862, Financial Instruments – Disclosures and Section 3863, Financial Instruments – Presentation. The new standards replaced CICA Handbook Section 3861, Financial Instruments – Disclosures and Presentation. The section required enhanced disclosure and presentation of the nature and the extent of the risks arising from financial instruments. These standards impacted the Fund’s disclosures but do not affect the Fund’s net assets. Refer to Note 5 for the disclosure relating to this requirement.

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 purchases 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 and cash equivalents comprise cash on deposit and short-term investments. 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, performance fee payable and accounts payables and 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 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 Fees and Performance Fees

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 year ended December 31, 2009 the management fee amounted to \$827,986 (2008 - \$223,126). 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 expensed as at December 31, 2009 was Nil (2008 - \$1,835,848).

4. Dividends Paid to Shareholders

As of December 31, 2009, the Fund did not declare a capital gain dividend and hence there was no reinvestment into the Fund.

For the year ended December 31, 2008, \$235,003 or 2.1686 per share of capital gain dividend was paid to the Fund's shareholders of record and \$235,003 of this distribution was reinvested 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 invests its cash balances in a short-term money market fund to maximize its yield on idle cash while maintaining a maximum amount of flexibility to ensure that sufficient cash is on hand to seize upon investment opportunities. 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 December 31, 2009, 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	\$ 88,471	\$ -	\$ 88,471	\$ 4,424	0.013%

As at December 31, 2008, the Fund did not hold any securities denominated in foreign currencies so there was no currency risk exposure to the Fund.

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 December 31, 2009 and 2008, or at any time during the year then ended. The Fund does invest excess cash balances in a short-term money market mutual fund and changes in interest rates would only increase or decrease future interest income and would have little, if any, impact on the Fund's NAV at December 31, 2009 and 2008.

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 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 \$347,350 or 1.51 percent higher or lower (2008 - \$18,927 or 0.1 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 in 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.

	Level 1	Level 2	Level 3	Total
Assets				
Equities	\$ 25,496,694	\$ 864,800	\$ -	\$ 26,361,494
Trust Units	558,800	-	-	558,800
Warrants	-	916,761	-	916,761
Total Assets	26,055,494	1,781,561	-	27,837,055
Liabilities				
Equities	(4,205,500)	-	-	(4,205,500)
Index Units	(584,350)	-	-	(584,350)
Total Liabilities	(4,789,850)	-	-	(4,789,850)
Total	\$ 21,265,644	\$ 1,781,561	\$ -	\$ 23,047,205

7. Changeover to International Financial Reporting Standards ("IFRS")

As at December 31, 2009 the Manager has developed a changeover plan to meet the timetable published by the CICA for changeover to IFRS. The key elements of the plan include disclosures of the qualitative impact on the 2009 and 2010 financial statements, disclosures of the quantitative impact, if any, in the 2010 financial statements and the preparation of the 2011 financial statements in accordance with IFRS.

Based on the Manager's current evaluation of the differences between Canadian GAAP and IFRS, the Manager does not expect that net assets or net assets per share will be impacted by the changeover to IFRS. Currently, the Manager expects that the impact of IFRS on the Fund's financial statements will result in additional disclosures and potentially different presentation of shareholder interests and certain other items.

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.

Vice-President, Finance and
Chief Financial Officer

Michael D. Clare, C.A., C.F.A.

Vice-President

Sheryl J. Chiddenton

Vice-President, Compliance and
Investment Services

Administrator and Custodian

RBC Dexia Investor Services Trust
Toronto, Ontario

Prime Broker

Scotia Capital Inc.
Toronto, Ontario

Investment Advisor

Creststreet Asset Management Limited
Toronto, Ontario

Clearing and Settlement Services

FundSERV Inc.

Fund Symbols

CAM100
CAM300
CAM400, CAM401, CAM402

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Independent Review Committee

** Chair of the Audit Committee and
Independent Review Committee