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NEWS RELEASE

CMFL-PR19

CRESTSTREET MUTUAL FUNDS LIMITED TERMINATES CRESTSTREET MANAGED INCOME FUND AND FILES APPLICATION REGARDING PRIVATE INVESTMENTS OF CRESTSTREET RESOURCE FUND

Toronto, Canada – (August 20, 2008) Creststreet Mutual Funds Limited (CMFL) today announces that it has terminated the Creststreet Managed Income Fund, a class of shares of CMFL. Notice will be given to holders of shares of the Creststreet Managed Income Fund that their shares will be redeemed on October 24, 2008 for an amount equal to the net asset value of the Creststreet Managed Income Fund as determined on October 24, 2008. No new purchases of, or switches into, the Creststreet Managed Income Fund will be accepted.

CMFL also today announces that it has filed an application with the Canadian securities administrators to extend the period the Creststreet Resource Fund (the Fund), another class of shares of CMFL, has to reduce the amount of private investments held by the Fund to below 15% of the net assets of the Fund by an additional 90 days from August 20, 2008 to November 18, 2008 as required by applicable securities legislation. There can be no assurance that such extension will be granted.

On May 23, 2008, the Fund exceeded the 15% illiquid security threshold when it increased the mark-to-market valuation on a private company investment held by it based on a verified arm's length third party transaction. The Fund has been using reasonable commercial efforts to reduce its investments in private companies but, as of August 20, 2008, such investments remain in excess of the 15% limit on illiquid securities in the Fund. As at August 15, 2008, illiquid securities comprise 23.7% of the Fund's net assets, of which 18.9% is securities of Athabasca Oil Sands Corp, a private Canadian oil sands development company. The Fund is confident the illiquid security component of the Fund's portfolio can be reduced below the required 15% threshold within an additional 90 days.

Creststreet Resource Fund invests primarily in companies in the Canadian energy industry with a focus on Canadian natural gas producers, employing a value-oriented "bottom-up" approach with an emphasis on low-cost production, excellent reserve base and potential for exploration success.

About Creststreet

Creststreet is an investment management firm specializing in structuring and managing high-quality energy focused investment products for Canadian and international institutional and high-net worth investors. Since inception in 2000, Creststreet has raised over \$970 million for investment in resource and renewable energy companies.

-30-

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