



Creststreet Resource Fund

February 2009 Newsletter

Net Asset Value Per Share

February 28, 2009: \$2.5930

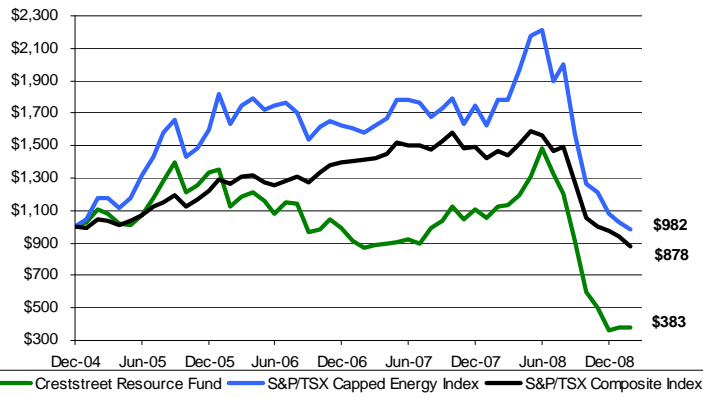
Fund Description

The Creststreet Resource Fund (the "Fund" or "CRF") provides Canadian investors with exposure to a broad array of investments in the conventional energy market in Canada. The Fund's investment objective is to provide the potential for long-term growth of capital and to a lesser extent, the production of income. The Fund invests primarily in equity securities of Canadian resource issuers. The Fund may also invest in international securities.

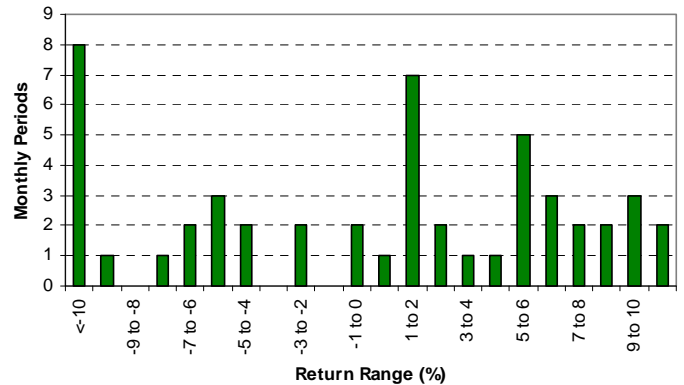
Historical Performance ⁽¹⁾

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2005	3.0%	7.5%	-2.8%	-5.6%	-0.5%	5.9%	9.7%	9.7%	8.9%	-13.5%	3.6%	6.3%	33.4%
2006	1.5%	-16.8%	5.4%	2.4%	-5.0%	-6.6%	6.2%	-0.4%	-15.3%	1.4%	6.2%	-4.8%	-25.6%
2007	-7.5%	-5.2%	1.6%	1.3%	1.5%	1.5%	-2.6%	10.9%	4.2%	8.3%	-6.6%	5.4%	11.6%
2008	-5.0%	7.2%	0.6%	5.2%	9.9%	13.4%	-10.9%	-9.2%	-24.1%	-34.3%	-16.0%	-29.0%	-67.7%
2009	5.4%	1.6%											7.1%

Performance ⁽¹⁾⁽²⁾



Distribution of Returns ⁽¹⁾



⁽¹⁾ Inception date of the Fund is December 31, 2004. The indicated rates of return are historical annual compound total returns and do not take into account sales, redemptions, distributions or operational charges, or income taxes payable by any security holder that would have reduced returns. Performance is calculated net of fees.

⁽²⁾ See Use of Benchmarks Disclaimer on page 2.

Statistics ⁽¹⁾⁽²⁾

	S&P/TSX Capped CRF	S&P/TSX Capped Energy Index	S&P/TSX Composite Index
Compounded Annual Return (since inception)	-20.6%	-0.4%	-3.1%
1 Year Return	-66.0%	-45.0%	-40.2%
Standard Deviation	10.2%	8.1%	4.7%
R-Squared		0.61	0.55
Correlation		0.78	0.74
Beta		0.98	1.60
Monthly Alpha		-1.6%	-1.1%
Largest Month Gain	13.4%	13.6%	6.0%
Largest Month Loss	-34.3%	-21.4%	-16.9%

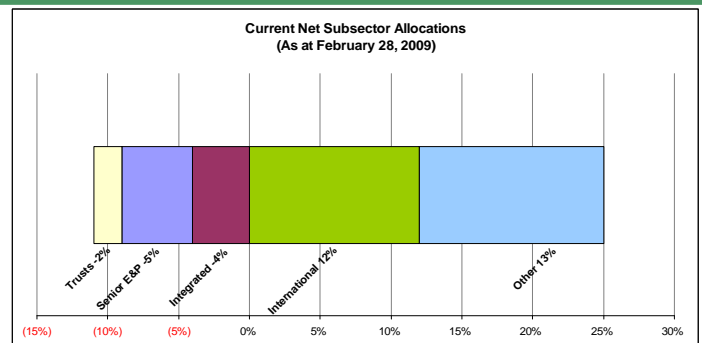
Top Holdings as at February 28, 2009 ⁽¹⁾⁽²⁾

Verenex Energy Inc.	Vero Energy Inc.
Athabasca Oil Sands Corp.	Pienza Petroleum Inc.
Progress Energy Resources Corp.	Ridgeback Exploration Ltd.
Gran Tierra Energy Inc.	
Laricina Energy Ltd.	

Terms

Fund AUM	\$22.8M	Minimum Initial Subscription	\$ 1,000
Performance Fee	None	Year End	December 31
Management Fee	2%	Redemptions and Contributions	Weekly
Administrator	RBC Dexia Investor Services	Pricing	Weekly
Type	North American Equity	Auditors	KPMG LLP
Fund Code	CAM 100	RRSP / TFSA eligible	Yes

Sub-Sector Allocation as at February 28, 2009



Fund Commentary

The Creststreet Resource Fund was up 1.6 percent during the month of February 2009 compared to the S&P/TSX Capped Energy Index, which was down 4.3 percent, and the S&P/TSX Composite Index, which was down 6.6 percent for the month.

Economic Weakness Remains

February saw continued weakness in world financial markets. Continued downturns in the employment and the housing market in the United States signaled a prolonged recession that will require significant structural adjustment to take place throughout the economy. Abroad, substantial contractions in GDP across Asia, continued uncertainty over the solvency of several Eastern European nations, and large reductions in international trade across the globe weighed heavily on financial markets and demonstrated the worldwide nature of the recession.

Weakness in Commodities Continues

During the month, NYMEX crude oil hit a low of US\$33.55 before closing the month at US\$44.76, an increase of 7.4 percent month-over-month. Despite the fact that the price of oil increased month-over-month, economic weakness is likely to continue keep oil prices at depressed levels in the near term as the demand destruction that caused the rapid declines in the price of oil in recent months exceeds any supply response resulting from announced OPEC production cuts. In the longer term, our view on oil remains that we will see a return to the upward trend in price as global economies begin to stabilize and the industrialization of emerging economies begins to reassert itself, leading to resumption of increasing demand for the commodity.

NYMEX natural gas prices declined from US\$4.42 per million British thermal units (mmbtu) to close the month at US\$4.20 per mmbtu after making a new 6-year low below US\$4.00 per mmbtu. The weakness was largely the result of continued demand declines in the industrial and power generation sectors despite the fact that North America continues to experience colder than normal temperatures. We expect soft natural gas prices to persist for most of the next year.

Fund Performance and Strategy

During the month, we realized a gain on our largest holding as Verenex Energy Ltd. announced that it had entered into an agreement with CNPC International Ltd. to be purchased for C\$10.00 per share in cash. We also saw gains on our short positions that exceeded losses on our long positions as equity markets continued to sell off. In the near term we plan to maintain selective exposure to well-funded, undervalued names as we believe that valuations will return to historical norms as energy market conditions stabilize. In each case we have hedged our exposure with short positions in those names that we believe are relatively overvalued and will likely have difficulty in the current soft commodity price environment.

We also continue to hold a number of private investments in the Fund. These investments, which are principally oil sands developers, have been highly successful investments for the Fund. In accordance with its private investment valuation policy, the Fund marks these investments to market based on third party transactions. These positions were marked down significantly in December, 2008 based off a number of distressed sales which occurred in that period. We believe that the net realizable value of these investments could be substantially higher as oil prices recover and recommend that investors retain their investment in the Fund at these levels.

Outlook

We continue to hold the view that the long-term supply/demand fundamentals of energy commodities have not changed, however, as poor global economic conditions drag demand for energy lower, prices will remain soft in the near-term. In this period of soft energy prices we will manage the Fund to preserve capital until evidence of lower volatility is seen and stronger energy fundamentals return to the market.

Use of Benchmarks The S&P/TSX Capped Energy Index is comprised of shares of Canadian companies involved in exploration and/or production of energy resources and is designed to track the performance of the entire energy sector and is used as a benchmark to show how the Fund is performing in relation to the Canadian conventional energy resource sector on a relative basis. The S&P/TSX Composite Index covers approximately 95% of the Canadian-based Toronto Stock Exchange-listed companies and is designed to track the performance of the Canadian equities market as a whole and is used as a benchmark to show how the Fund is performing in relation to the broader Canadian equity market on a relative basis.

About Creststreet

Creststreet is a performance-driven investment management firm focused exclusively on the energy sector. Founded in 2000, our mission is to achieve **excellence in energy investing** through strong and consistent investment performance across all of our energy investment products for our Canadian and international institutional and high net worth investors.

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