

Resource Fund

July 2010 Newsletter

Net Asset Value Per Share

July 31, 2010:

Series A	-	\$3.9072
Series B	-	\$3.9045
Series 2010-1	-	\$3.9066
Series 2010-2	-	\$3.9066

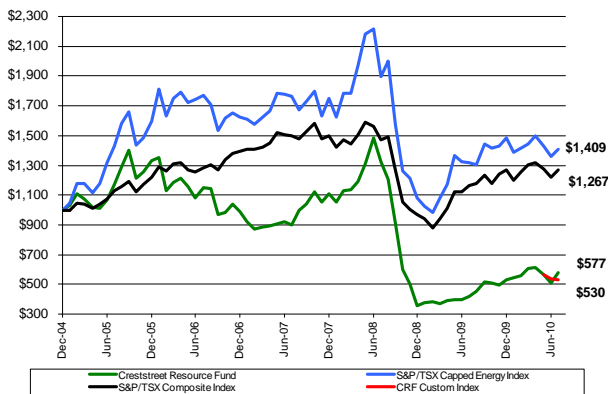
Fund Description

The Creststreet Resource Fund (the "Fund" or "CRF") provides Canadian investors with exposure to a broad spectrum of investments in the natural resource sectors. 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.

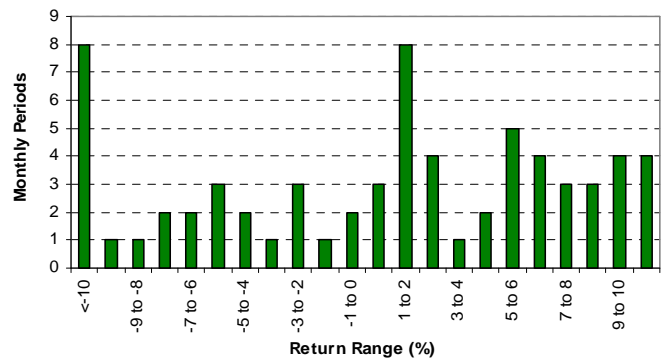
Historical Performance (1)

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%	-3.9%	6.3%	1.7%	0.5%	5.0%	8.4%	13.0%	-1.2%	-2.5%	7.4%	48.6%
2010	2.5%	2.0%	9.2%	0.7%	-7.9%	-9.0%	12.6%						8.6%

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 3.

Statistics (1)(2)

	S&P/TSX CRF	S&P/TSX Capped Energy Index	S&P/TSX Composite Index
Compounded Annual Return (since inception)	-9.4%	6.3%	4.3%
1 Year Return	37.6%	7.2%	8.6%
Standard Deviation	9.5%	7.7%	4.8%
R-Squared		0.53	0.46
Correlation		0.73	0.68
Beta		0.90	1.36
Monthly Alpha		-1.0%	-1.0%
Largest Month Gain	13.4%	16.7%	11.2%
Largest Month Loss	-34.3%	-21.4%	-16.9%

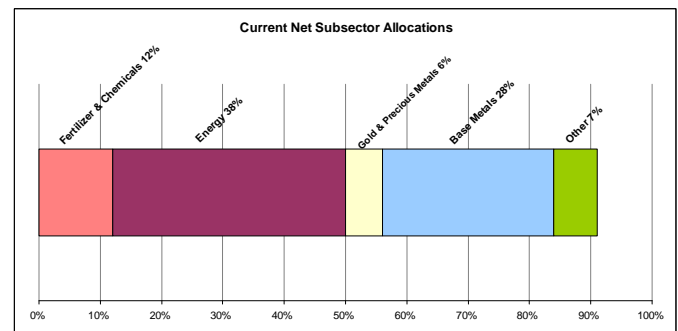
Top 5 Holdings *long positions only

Athabasca Oil Sands Corp.
Hudbay Minerals Inc.
Orleans Energy Ltd.
Potash Corp. of Sask. Inc.
Tourmaline Oil Corp.

Terms

Fund AUM	\$30.3 M	Minimum Initial Subscription	\$1,000
Performance Fee	20% over Custom Benchmark (CAM151 and CAM152 only)	Year End	December 31
Management Fee	CAM100 – 2.0% CAM151 – 1.5% <i>New</i> CAM152 – 1.5% <i>New</i>	Redemption and Contributions	Weekly
Administrator	RBC Dexia Investor Services	Pricing	Weekly
Type	North American Equity	Auditors	KPMG LLP
Fund Code	CAM100 – FE 0-5% CAM151 – FE 0-5% <i>New</i> CAM152 – F Class <i>New</i>	RRSP/TFSA Eligible	Yes

Sub-Sector Allocation



Performance. Service. Integrity.



Performance & Market Commentary

The Creststreet Resource Fund returned +12.6% for the month of July versus the S&P/TSX Capped Energy Index of 3.9% and the S&P TSX Materials Index of 1.5%, while the broader market S&P TSX Composite Index posted a strong 3.7% for the month. The Fund has returned 8.6% year to date compared to the S&P/TSX Capped Energy Index and the S&P/TSX Materials Index returns of -5.1% and -0.7%, respectively. Our underweight position in precious metals and overweight base metals and energy are responsible for the short-term out-performance during the month.

Crude oil had a solid move during the month, rising by 4.4% for the month while natural gas price jumped 5.8% for the month however is down 11% year to date. In the Materials sectors, base metal prices broke the downward trajectory with copper as the bellwether leading the charge rising by an impressive 12%. Gold finally had its sizzle simmer down and declined by 5% to close the month at US\$1,183 / oz.

Fund Strategy

We were aggressively overweight the base metals coming into the start of the month and were vindicated with strong performance across a number of our core positions. We did, however, reduce the allocation from the 38% we held at the end of June. We trimmed a number of core positions to close the month with a more comfortable weight of 28% towards the base metal equities. We also took the opportunity during the month to reduce the Energy sector exposure to 38% of the portfolio while in the Fertilizer and Chemicals allocation within the portfolio continues to be a core 12%. Notably, we added some gold exposure as the equities retreated during the month, initiating a 6% weight in select small cap gold equities.

The Creststreet Resource Fund is an All-Cap fund with the target guidance of 1/3rd to each of small, mid and large cap equities, however, this will change with market dynamics. At the end of last month, we were overweight large caps and had several individual positions greater than the 5% allocation that we typically adhere to. Through July we kept the small cap allocation essentially the same and reduced the weights in a number of positions that exceeded 5% in the large caps. Our allocation to the large caps dropped from 61% last month to 48% while the cash increased to a more comfortable 9%.

In the near-term, we expect similar choppy markets to what we've seen over the past couple of months, with summertime volumes and markets to be susceptible to noise in both directions; currently favouring the upside. We're still bullish, still diversified and have been more active than normal given the increased volatility and our ability to respond quickly to changing markets.

Use of Benchmarks - The S&P/TSX Capped Energy Index, S&P/TSX Paper & Forest Products Index, S&P/TSX Global Gold Index and the S&P/TSX Capped Materials Index are comprised of shares of companies involved in exploration, development and/or production of energy, paper & forest products, gold, basic materials and chemicals and fertilizer companies resources and are designed to track the performance of the broader resource sub sectors. They are used as a benchmark to show how the Fund is performing in relation the Canadian resource sectors 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 an independent, employee-owned, performance driven asset Management Company. Founded by our strength and expertise in energy, we have built a diversified award-winning investment management team. Creststreet brings to its Fund's investors unique core and specialty products by combining our superior research with our active management style.

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