



Creststreet



Semi-Annual Report
2003

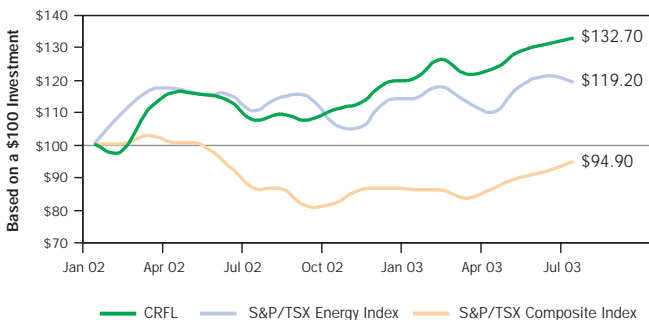
Creststreet Resource
Fund Limited

Dear Mutual Fund Shareholder:

We are pleased to present the June 30, 2003 interim report for the Creststreet Resource Fund Limited (the "Fund").

As of August 15, 2003 the net asset value of the Fund was \$12.73 per unit. This net asset value represents a year to date return of 18.42%.

Relative Performance to the S&P/TSX and S&P/TSX Energy Indices
(January 31, 2002 – July 31, 2003)



The Fund's investment portfolio continues to be strongly weighted to Canadian natural gas producers. Record low levels of North American natural gas storage earlier this year have resulted in strong natural gas prices thus far in 2003. We expect present constrained levels of natural gas production combined with stronger demand from an improving economic environment in North America will support strong natural gas prices for the foreseeable future. With the Fund's solid portfolio of high quality natural gas producers, the fund is extremely well positioned to continue to outperform the market for its shareholders.

Creststreet is planning several new investment fund offerings for the Fall of 2003. Creststreet will ensure you and your investment advisor are informed of these investment opportunities when they are available.

We encourage you to visit our website at www.creststreet.com for timely updates on your investments with Creststreet and details on new investment fund offerings.

Respectfully submitted,

Robert J. Toole

Managing Director

August 26, 2003

Statement of Net Assets*As at June 30, 2003 and December 31, 2002*

	Unaudited June 30 2003	Audited December 31 2002
Assets:		
Investments at Market Value	\$16,099,316	\$ 3,119,236
Cash and Cash Equivalents	3,824,594	625,533
Interest and Income Receivable	17,597	6,588
	\$19,941,507	\$ 3,751,357
Liabilities:		
Accounts Payable and Accrued Liabilities	504,485	39,762
Redemptions Payable	525,369	37,415
	1,029,854	77,177
Net Assets	\$18,911,653	\$ 3,674,180
Shares Outstanding	1,613,646	323,189
Net Asset Value Per Share	\$ 11.72	\$ 11.37

*See accompanying notes to financial statements***Statement of Changes in Net Assets***For the Periods Ended June 30, 2003 and 2002*

	June 30 2003	June 30 2002
Net Increase in Net Assets Resulting from Operations	\$ 2,214,217	\$ 617,274
Dividends to Shareholders:		
Capital gain dividend	(2,083,968)	-
Share Capital Transactions:		
Proceeds from issue of shares	29,607,240	7,286,890
Reinvested Dividends	2,083,968	-
Redemptions	(16,583,984)	(2,789,143)
	15,107,224	4,497,747
Net Increase in Net Assets	\$15,237,473	\$ 5,115,021
Net Assets at Beginning of Year	3,674,180	10
Net Assets at End of Year	\$18,911,653	\$ 5,115,031

See accompanying notes to financial statements

Approved by Creststreet Resource Fund Limited



Director



Director

Statement of Operations

For the Periods Ended June 30, 2003 and 2002

Unaudited	June 30 2003	June 30 2002
Investment Income:		
Dividend Income	\$ 56,597	\$ 12,400
Interest Income	94,262	19,870
	150,859	32,270
Expenses:		
Management Fees (Note 4)	308,635	70,604
Transfer Agent and Custodian Fees	124,155	50,547
Legal and Filing Fees	226,072	44,376
Operating Expenses	30,423	42,128
Shareholder Reporting	2,000	3,510
	691,285	211,165
Net Loss	(540,426)	(178,895)
Realized and Unrealized Gain on Investments:		
Proceeds of Investments Sold	22,007,703	6,038,955
Cost of Investments Sold	19,894,202	5,420,750
Net Realized Gain on Sale of Investments	2,113,501	618,205
Change in Unrealized Appreciation of Investments	641,142	177,964
Net Gain on Investments	2,754,643	796,169
Net Increase in Net Assets Resulting from Operations	\$2,214,217	\$ 617,274

Statement of Financial Highlights

For the Periods Ended June 30, 2003 and 2002

Unaudited	June 30 2003	June 30 2002
Data per Share		
Net Asset Value at Beginning of Period	\$ 11.37	\$ 10.00
Net Asset Value at End of Period	\$ 11.72	\$ 10.83
Capital Gain Dividend	\$ 0.73	\$ –
Ratio/Supplemental Data		
Net Assets – End of Period (\$ millions)	\$ 18.91	\$ 5.12
Weighted Average Net Assets (\$ millions)	\$ 28.78	\$ 7.24
Management Expense Ratio (MER)	4.81%	6.61%
Portfolio Turnover Rate	76.46%	127.29%
Annual Rate of Return	9.54%	8.30%

See accompanying notes to financial statements

Statement of Investment Portfolio

As at June 30, 2003

Unaudited

Description	Number of Shares	Cost	Market Value
Atlas Energy Ltd.	180,000	\$ 585,000	\$ 585,000
Canadian Hydro Developers Inc.	394,500	954,690	769,275
Canadian Superior Energy Inc.	525,800	895,576	836,022
Cavell Energy Corp.	200,000	275,625	530,000
Celtic Exploration Ltd.	125,000	493,795	650,000
Compton Petroleum Corporation	270,000	1,316,285	1,587,600
Cougar Hydrocarbons Inc.	800,000	1,000,000	1,000,000
Devlan Exploration Ltd.	300,000	582,581	645,000
Esprit Exploration Ltd.	250,000	605,000	600,000
Hawker Resources Inc.	161,500	508,770	629,850
High Point Resources Inc.	610,750	931,328	977,200
Lexxor Energy Inc.	222,500	480,600	278,125
Luke Energy Ltd. – Special Warrants	350,000	507,545	766,500
Mount Copper Wind Power Energy Inc.	358,900	370,000	370,000
Progress Energy	60,000	483,018	594,000
Provident Acquisitions – Exchangeable Shares	38,730	392,749	419,061
Provident Energy Trust – Trust Units	7,830	86,600	84,721
Real Resources Inc.	335,000	1,639,999	1,507,500
Tempest Energy Corp.	266,667	1,373,335	1,466,669
Triloch Resources Inc.	210,000	462,045	577,500
True Energy Inc.	973,000	914,030	885,430
Viracocha Energy Inc.	143,100	268,489	339,863
Total Investment Portfolio		\$ 15,127,060	\$ 16,099,316

See accompanying notes to financial statements

Notes to Financial Statements

For the periods ended June 30, 2003 and 2002

1. Creststreet Resource Fund Limited

CRESTSTREET RESOURCE FUND LIMITED (the "Fund") is a mutual fund incorporated under the Canada Business Corporations Act and is registered to carry on business under the name of Creststreet Resource Fund Limited. The Fund's investment objective is the long-term growth of capital through investment in equity and some debt securities and investment in derivative products. Creststreet Asset Management Limited (the "Manager") is the Manager of the Fund. On January 15, 2002 the Fund commenced operations with the transfer of Creststreet 2000 Limited Partnership net assets amounting to \$7,286,890, in exchange for 728,689 shares of the Fund. The Limited Partners received 0.728689 shares of the shares of the Fund for each unit of the Partnership they held. Upon this transfer the Partnership was dissolved at which time the net assets were allocated 99.99% to the Limited Partners and 0.01% to the General Partner. On January 17, 2003, Creststreet 2001 Limited Partnership and Creststreet 2001 (II) Limited Partnership each transferred their net assets which amounted to \$29,607,260 to Creststreet Resource Fund Limited. Limited partners of Creststreet 2001 Limited Partnership received 0.7380438067 shares for each unit held and limited partners of Creststreet 2001 (II) Limited Partnership received 0.8170036810 shares for each unit held. Upon this transfer each Partnership was dissolved at which time the net assets were allocated 99.99% to the Limited Partners and 0.01% to the General Partner.

2. Summary of Significant Accounting Policies

These financial statements should be read in conjunction with the Fund's financial statements for the year ended December 31, 2002. The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and follow the same accounting policies and methods of application as the Fund's financial statements for the year ended December 31, 2002.

3. Statement of Financial Highlights

The information disclosed in these statements is calculated as follows:

- a. Net asset value per Security is computed by dividing the net asset value of the Fund by the total number of Securities outstanding, as at the beginning or end of the period.
- b. Weighted average net assets during the period is calculated as the average of the monthly net asset value of the Fund for each valuation day during the period.
- c. Management expense ratio (the "MER") is calculated based on the total management expenses of the Fund, as a percentage of the weighted average net assets of the Fund for the period ended June 30, 2003. This MER is inclusive of the Goods and Services Tax ("GST") in accordance with National Instrument 81-102.

- d. Portfolio turnover rate is calculated based on the lesser of purchases or sales of investments, excluding securities with maturity dates at acquisition of one year or less, divided by the weighted average net assets.
- e. The annual rate of return represents the historical annual return on an investment for the period, assuming reinvestment of all distributions, at net asset value. For periods less than one year, the total return has been calculated based on the period presented.

4. Management Fee and Operating Expenses

The Manager provides investment and administrative services to the Fund. In consideration for such services the Manager receives a fee equal to 2.0% per annum of the net value of the Fund, calculated and payable monthly in arrears. In the six months ended June 30, 2003 the management fee amounted to \$308,635. The Fund is responsible for the payment of all expenses relating to the operation of the Fund and the carrying on of its business.

5. Brokerage Commissions

Brokerage commissions paid during the six months ended June 30, 2003 amounted to \$176,598.

6. Dividends to Shareholders

On February 28, 2003, the Fund paid a capital gain dividend totaling \$2,083,968 or \$0.7344 per share to Resource Class shareholders of record as at February 28, 2003. The dividend was automatically reinvested in additional Resource Class shares leaving the total value of a shareholder's investment unchanged.

7. Statement of Portfolio Transactions

An unaudited Statement of Portfolio Transactions for the period ended June 30, 2003 will be provided, without charge, by contacting:

Creststreet Resource Fund Limited
c/o Creststreet Asset Management Limited
Suite 2320, 130 Adelaide Street West
Toronto, Ontario M5H 3P5

8. Redemption of Securities

Securities of the Fund may be redeemed at the Net Asset Value per Share next determined after receipt of a redemption request at the registered office of the Fund or its Transfer Agent. Requests received before 4:00 p.m. EST on a valuation day will receive the Net Asset Value per Share on that valuation day. Redemption requests received after 4:00 p.m. EST will receive the Net Asset Value per Share on the next valuation day. Redemption requests may be provided electronically or in written form, provided that all documentation is in good order and has been signature guaranteed as necessary. Appropriate signature guarantors include Canadian Chartered Banks and Trust Companies a Dealer, a member of a recognized Stock Exchange in Canada or any Guarantor acceptable to the Fund.

Directors of the General Partner

Gordon J. Bogden
Managing Director
Beacon Group Advisors Inc.

John P. A. Budreski
Managing Director
Scotia Capital Inc.

Larry J. Macdonald
Chairman
Pointwest Energy Inc.

Robert J. Toole
Managing Director
Creststreet Asset Management Limited

Officers of the General Partner

Robert J. Toole, President
Donna Shea, Vice-President, Finance
Sheryl Chiddenton, Secretary Treasurer

Legal Counsel

Fasken Martineau DuMoulin LLP, Toronto, Ontario
McCarthy Tétrault LLP, Toronto, Ontario

Auditors

KPMG LLP, Toronto, Ontario

Transfer Agent & Registrar

International Financial Data Services (Canada) Limited

Custodian

National Bank Correspondent Network

Clearing & Settlement Services

FundSERV Inc.

Fund Symbols

CAM 100 and CAM 101

Registered Address

Creststreet Resource Fund Limited
c/o Creststreet Asset Management Limited
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