



CRESTSTREET



Q3
2003

Creststreet 2003
Limited Partnership

Dear Unitholder:

We are pleased to present the September 30, 2003 interim report for Creststreet 2003 Limited Partnership.

On June 26, 2003 the Partnership completed its initial public offering raising a total of \$34,829,210 for investment in flow-through shares of Canadian resource companies. To date the Partnership has made flow through investments in the following Companies:

Company	Sector	Market Cap (MM)	% of Fund
Tempest Energy Corp.	Oil & Gas	88	9.2%
Lightning Energy Ltd., Special Warrants	Oil & Gas	Private	7.6%
Hawker Resources Inc.	Oil & Gas	120	6.8%
Mount Copper Wind Power Energy Inc.	Wind Power	Private	6.8%
E3 Energy Inc.	Oil & Gas	32	5.1%
Pubnico Point Wind Farm Inc.	Wind Power	Private	5.1%
Sentra Resources Corporation	Oil & Gas	66	4.8%
True Energy Inc.	Oil & Gas	71	3.9%
Devlan Exploration Inc.	Oil & Gas	52	3.6%
StarPoint Energy Ltd.	Oil & Gas	166	3.3%
High Point Resources Inc.	Oil & Gas	72	3.0%
Canadian Superior Energy Inc.	Oil & Gas	209	3.0%
Ketch Resources Ltd.	Oil & Gas	189	2.9%
Atlas Energy Ltd.	Oil & Gas	141	2.9%
Clear Energy Inc.	Oil & Gas	101	2.8%
Galleon Energy Inc., Class A	Oil & Gas	19	2.7%
Rider Resources Ltd.	Oil & Gas	136	2.6%
Veteran Resources Inc.	Oil & Gas	34	1.8%
Great Northern Exploration Ltd.	Oil & Gas	168	1.7%
Defiant Energy Corporation	Oil & Gas	107	1.7%
Storm Energy Ltd.	Oil & Gas	149	1.6%
Val Vista Energy Ltd.	Oil & Gas	21	1.5%
Exalta Energy	Oil & Gas	Private	1.4%
Espoir Exploration Corp., Class A	Oil & Gas	19	1.3%
Galleon Energy Inc., Class B	Oil & Gas	19	1.3%
Rival Energy Ltd.	Oil & Gas	22	1.2%
Kensington Energy Ltd.	Oil & Gas	54	0.9%
Mustang Resources Inc.	Oil & Gas	48	0.9%
Metalex Ventures Inc.	Mining	66	0.9%
Espoir Exploration Corp., Class B	Oil & Gas	19	0.6%
Luke Energy Ltd.	Oil & Gas	62	0.3%
Cash, Net of Working Capital		2	6.8%
Total			100.0%

As at November 24, 2003, the Partnership has invested 87% of available funds. We are very pleased with the flow-through portfolio that has been structured by the Partnership thus far and anticipate the Partnership will continue to access high quality flow through investment opportunities for the balance of its uncommitted funds. The Partnership's investment strategy is to focus primarily on Canadian natural gas producers. Natural gas storage levels have recently risen above average levels, placing short-term downward pressure on natural gas weighted equities. We view this soft period as an opportunity to increase our investment in natural gas weighted equities at reasonable equity prices. 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.

As of October 17, 2003 the net asset value of the partnership was \$8.60 per unit. This net asset value represents an attractive 29% after-tax total return since inception for an Ontario investor at the highest marginal tax rate.

Creststreet has recently launched Canada's first Windpower flow-through fund offered to investors in the Canadian capital markets. For further information on this offering please contact Anita Bell, Vice President Windpower Marketing at (416) 864-3125 or Mike Grmek, Manager Marketing at (416) 864-3117.

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

November 24, 2003

Management Discussion and Analysis

No comparison to prior periods has been provided, as the Partnership was not in operation during the third quarter of 2002.

Financial Condition – At September 30, 2003 the Partnership had net assets of \$29,230,613 including investments in flow-through shares of resource companies of \$16,529,248 and net working capital of \$12,701,365 consisting mainly of cash invested in short-term money market instruments.

Change in Net Assets – In June 2003, the Partnership completed its initial public offering of limited partnership units raising gross proceeds of \$34,829,210. The Partnership paid Agents' Fees of \$2,350,972 being 6.75% of the gross proceeds raised and incurred \$522,498 in issue costs to complete the offering. At September 30, 2003, the Partnership had unrealized depreciation of investments of \$2,662,757 related to the acquisition of tax benefits associated with the investment in flow-through shares.

Results of Operations – For the period April 17, 2003 to September 30, 2003, the Partnership earned \$294,419 in interest income on short-term investments, paid management fees of \$233,570 being 1/12 of 2% of the net assets of the Partnership, calculated and paid monthly, and incurred administrative costs of \$79,373 and interest expense of \$43,856 related to the operation of the Partnership.

Outlook – The Partnership has a solid portfolio of high quality resource companies with a strong weighting to natural gas production. The Partnership is well positioned to take advantage of continuing improvement in natural gas prices.

Statement of Net Assets*As at September 30, 2003*

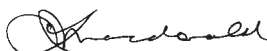
Unaudited	September 30 2003
Assets:	
Investments in Resource Companies	\$ 16,529,248
Cash and Cash Equivalents	21,736,718
	\$ 38,265,966
Liabilities:	
Loan Payable (Note 3)	\$ 2,873,470
Accounts Payable and Accrued Liabilities	6,161,883
	\$ 9,035,353
Net Assets	\$29,230,613
Limited Partnership Units Outstanding	3,482,921
Net Asset Value Per Unit	\$ 8.39

See accompanying notes to financial statements

Approved by Creststreet 2003 Management Limited as General Partner
on behalf of Creststreet 2003 Limited Partnership



Director



Director

Statement of Operations*For the Period Ended September 30, 2003*

Unaudited	Quarter Ended September 30 2003	Period Ended September 30 2003
Investment Income:		
Interest Income	\$ 222,886	\$ 294,419
Expenses:		
Management Fees (Note 4)	164,603	233,570
Interest Expense (Note 3)	33,678	43,856
Administrative Costs	43,122	79,373
	241,403	356,799
Net Loss	(18,517)	(62,380)
Unrealized Gain on Investments:		
Change in Unrealized Depreciation of Investments	(2,155,550)	(2,662,757)
Net Loss on of Investments	(2,155,550)	(2,662,757)
Net Decrease in Net Assets Resulting from Operations	\$(2,174,067)	\$(2,725,137)
Net Increase (Decrease) in Net Assets Resulting from Operations per Unit:		
Net Loss	\$ (0.00)	\$ (0.02)
Net Loss on Investments	(0.62)	(0.76)
Net Decrease in Net Assets Resulting from Operations per Unit	\$ (0.62)	\$ (0.78)

Statement of Changes in Net Assets*For the Period Ended September 30, 2003*

Unaudited	Quarter Ended September 30 2003	Period Ended September 30 2003
Operations:		
Net Decrease in Net Assets Resulting from Operations	\$(2,174,067)	\$ (2,725,137)
Unitholder Transactions:		
Proceeds from Issue of Units	—	34,829,220
Payment of Agents' Fees	—	(2,350,972)
Payment of Costs of Issue	(19,078)	(522,498)
Net Increase in Net Assets	(2,193,145)	29,230,613
Net Assets at Beginning of Period	31,423,758	—
Net Assets at End of Period	\$29,230,613	\$29,230,613

See accompanying notes to financial statements

Statement of Investment Portfolio

As at September 30, 2003

Unaudited

Description	Number of Shares	Market Value
E3 Energy Inc.	1,200,000	\$ 1,380,000
High Point Resources Inc.	500,000	795,000
Tempest Energy Corp.	520,000	2,704,000
Devlan Exploration Inc.	468,750	1,176,563
True Energy Inc.	915,000	1,107,150
Sentra Resources Corporation	392,600	1,079,650
Clear Energy Inc.	239,000	884,300
Rider Resources Ltd.	225,000	850,500
Galleon Energy Inc., Class B	82,350	823,500
Galleon Energy Inc., Class A	366,000	91,500
Atlas Energy Ltd.	225,000	787,500
Defiant Energy Corporation	125,000	511,250
Atlantic Wind Power Corporation		2,500,000
Espoir Exploration Corp., Class B	45,000	450,000
Espoir Exploration Corp., Class A	200,000	50,000
Luke Energy Ltd.	50,000	99,000
Mustang Resources Inc.	64,375	198,275
Rival Energy Ltd.	286,000	357,500
Storm Energy Ltd.	95,000	475,000
Metalex Ventures Inc.	86,900	208,560
Total Investment Portfolio		\$ 16,529,248

*See accompanying notes to financial statements***Notes to Financial Statements***For the period ended September 30, 2003 – Unaudited***1. Creststreet 2003 Limited Partnership**

CRESTSTREET 2003 LIMITED PARTNERSHIP (the “Partnership”) was formed as a limited partnership under the laws of the Province of Ontario on February 13, 2003. The principal purpose of the Partnership is to invest in flow-through shares of resource companies involved in oil and gas exploration in Canada. Pursuant to a prospectus dated April 17, 2003, Limited Partners subscribed for 3,482,921 units of limited partnership interest. The General Partner of the Partnership is CRESTSTREET 2003 MANAGEMENT LIMITED (the “General Partner”).

2. Summary of Significant Accounting Policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and the following is a summary of significant accounting policies followed by the Partnership.

a. Cash and Cash Equivalents

Cash equivalents are comprised of highly liquid investments having original terms to maturity of 90 days or less when acquired. Cash equivalents are valued at cost plus accrued interest which approximates market value.

b. Valuation of Investments

Securities listed on a recognized public securities exchange are valued at their closing sale price. Securities not traded on a valuation date are valued at the average of the closing bid and ask prices. Securities for which no published market exists are valued at cost unless a different fair market value is determined by the Manager.

c. 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 is recognized on the record date and interest income is accrued as earned.

d. Allocation of Partnership Income and Loss

The net income of the Partnership for each fiscal period is allocated 0.01% to the General Partner and the balance, along with 100% of the net loss of the Partnership, among the Limited Partners in proportion to the number of units held by each of them at the end of each period. The Partnership is not itself a taxable entity. Accordingly, no provision for income taxes is required.

e. Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make 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. Loan Payable

A term facility for up to \$4 million matures on the earlier of May 15, 2005 and the dissolution date of the partnership. The facility is secured by a general security agreement and interest is calculated at prime. At September 30, 2003, the total loan payable was \$2,873,470.

4. Related Party Transactions

The General Partner is entitled to receive a fee equal to 2.0% per annum of the net value of the Partnership, calculated and payable monthly in arrears. In the nine months period ended September 30, 2003, the management fee amounted to \$233,570. The General Partner also has a 0.01% beneficial interest in the Partnership.

5. Liquidity of Partnership Units and Termination of the Partnership

On or about January 21, 2005, the Partnership is scheduled to transfer all of its assets to Creststreet Resource Fund Limited, an open end mutual fund (the "Mutual Fund") in exchange for shares of the Mutual Fund. Upon this transfer the Partnership will be dissolved at which time the net assets will be allocated 99.99% to the Limited Partners and 0.01% to the General Partner. Upon dissolution, the Limited Partners will receive their pro rata share of the shares of the Mutual Fund.

6. Tax Shelter Identification Number – TS 068015

The identification number issued for this tax shelter Partnership shall be included in any income tax return filed by the Limited Partners. Issuance of the identification number is for administration purposes only and does not in any way confirm the entitlement of an investor to claim any tax benefits associated with the tax shelter.

Directors of the General Partner

Gordon J. Bogden
Managing Director
National Bank Financial

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

Lead Agent

Scotia Capital Inc.
Toronto, Ontario

Legal Counsel

Fasken Martineau DuMoulin LLP
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