



# The Rival North American Growth Fund LP The Rival North American RRSP Growth Fund

Monthly Summary for December 2010

## Monthly Performance (%) Net of All Fees

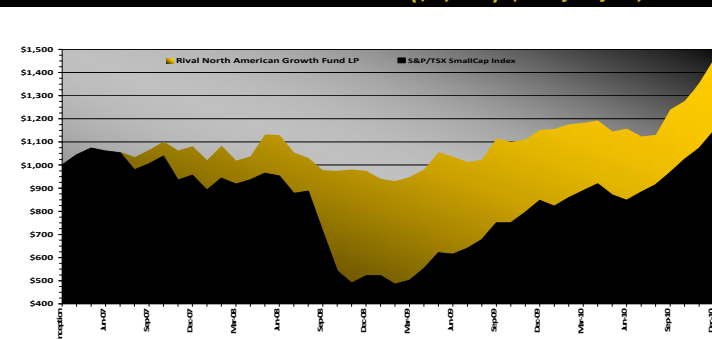
Year	Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	Rival North American Growth Fund	0.34	1.73	0.57	0.94	-4.09	1.10	-2.94	0.63	9.70	2.98	5.93	7.68	26.47%
2009	Rival North American Growth Fund	-3.51	-1.03	1.94	3.40	7.65	-1.89	-2.24	1.06	8.94	-1.39	0.97	3.75	18.19%
2008	Rival North American Growth Fund	-5.56	6.15	-5.99	1.83	9.10	-0.17	-6.67	-2.03	-5.39	-0.27	0.68	-0.71	-9.85%
2007	Rival North American Growth Fund				3.83	-0.17	-0.46	2.52	-2.16	2.99	3.40	-3.55	1.76	8.18%

Note: inception of the Rival North American RRSP Growth Fund was July 1, 2008; returns match those of the Rival North American Growth Fund since that date.

## Fund Description

The Rival North American Growth Fund's primary objective is to deliver positive absolute returns in all market environments. The Investment Manager intends to meet this objective primarily through investing from both a long and short perspective in small and mid cap North American equities. The portfolio will normally be relatively concentrated and is not expected to exceed 30 long and 30 short positions. The investment team will vary the allocation of long and short positions and sector weightings as deemed appropriate based on the Manager's macro environment analysis. The Manager employs a rigorous technical and fundamental approach to security selection.

## Growth of Initial Investment (\$1,000) (net of all fees)



## Fund Information & Statistics

Lead Portfolio Manager	Antoni (Tony) Warzel, B. Comm (Hons), CFA
Fund Inception (Rival North American Growth Fund)	April 2007
Fund Inception (Rival North American RRSP Growth Fund)	July 2008
Management Fee/Incentive Fee	2%/20%
Minimum Initial Subscription	\$150,000
Subscription/Redemption	Monthly
Fund Administrators	IAS Inc. and SGGG FSI
Legal Counsel	Thompson Dorfman Sweatman LLP
Auditor	BDO Dunwoody LLP

## Company - Longs

Avion Gold Corporation  
Copper Mountain Mining Corporation  
Family Dollar Stores Incorporated  
Northern Superior Resources Incorporated  
Sprott Incorporated  
The Mosaic Company

## Company - Shorts

Barclays PLC  
Barrick Gold Corporation  
Financial Select Sector SPDR  
Goldman Sachs  
Teck Resources Limited  
UBS AG-REG

Alphabetical order

Net Asset Value (Rival North American Growth Fund)	\$14.58
Net Asset Value (Rival North American RRSP Growth Fund)	\$12.89
Total Fund Assets Under Management (CAD - 000,000)	\$24.9
Annualized return since inception (April 1, 2007)	10.57%
Performance since inception (April 1, 2007)	45.76%
Annualized Standard Deviation	13.67%
Highest monthly return	9.70%
Lowest monthly return	-6.67%
% of months above the Benchmark* (BM) when BM is positive	24.14%
% of months above the Benchmark (BM) when BM is negative	87.50%

\*Benchmark is the TSX/S&P SmallCap Index. This is shown for informational purposes only.

Your fund was up 7.68% in December and was up 26.47% in 2010.

We ended the year on a positive note as performance in December was strong and for the quarter the fund was up 17.47%.

In general, North American equity markets pushed higher in December with the S&P/TSX Composite increasing 4.09% and the S&P/TSX SmallCap Index adding 6.76% on a total return basis. The Canadian market was led higher for the most part by strength in material and energy stocks.

Your fund performed very well in December once again benefitting from the fund's relatively large weighting in small cap precious metal stocks. Several of our precious metal names were up very sharply in the month, including, SLX-T +41%, GPR-T +39% and SUP-V +35%. We continue to be positively predisposed to commodity stocks in general as we have for quite some time now. We are however conscious of the run up in these stocks over the last few months and we are patiently waiting for an anticipated pullback in this area prior to increasing our weighting. Given recent technical indicators, our preference would be to trim some of our precious metal names while adding to the less extended but still technically positive energy space. We would anticipate doing this as January progresses.

As we enter the New Year, overall we continue to be fairly aggressively positioned (for us) with a 95% net long position. We continue to be precious metal bulls given the perfect storm of positive technical indicators and improving macro fundamentals in the space. We do not subscribe to the increasingly more common theory that gold is in a "bubble" and we do expect significantly higher prices in the years ahead. As always, we are conscious that sharp corrections in bull markets do happen and we will use those opportunities to add to positions. In general, we continue to like the commodity space and feel that we are still in the early stages of what could be many more years of out-performance from these stocks. Technology is another area that we favour particularly in the U.S., as improving fundamentals as well as technical factors are pointing towards further strength from this group.

Our short positions continue to be few, however, we anticipate adding to our short positions in the near term given the short term extended nature of some parts of the market. As we have in the past we continue to use our short positions mainly to manage the risk of the portfolio as opposed to taking negative views on particular stocks or sectors.

Heading into 2011, we continue to be bullish as markets from a technical perspective continue to look constructive. However, given the short term extended nature of many stocks, we anticipate lessening our equity exposure in the very near term but with a view to adding back to positions as 2011 progresses.

Finally, we would like to thank all of our clients and friends for their support in 2010 and we wish everyone a very healthy and prosperous 2011!

**Tony & Jim**

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Performance	1 month	3 month	6 month	12 month	YTD	2 YR CAGR	3 YR CAGR	Inception
Rival North American Growth Fund	7.68%	17.47%	25.87%	26.47%	26.47%	22.26%	10.45%	45.76%
S&P/TSX SmallCap (Total Return)	6.76%	18.23%	35.02%	35.10%	35.10%	48.11%	6.14%	14.44%
S&P/TSX Composite (Total Return)	4.09%	9.45%	20.68%	17.61%	17.61%	26.03%	2.09%	13.91%
Rival North American RRSP Growth Fund	7.68%	17.47%	25.87%	26.47%	26.47%	22.26%	n/a	28.91%
S&P/TSX SmallCap (Total Return)	6.76%	18.23%	35.02%	35.10%	35.10%	48.11%	6.14%	20.06%
S&P/TSX Composite (Total Return)	4.09%	9.45%	20.68%	17.61%	17.61%	26.03%	2.09%	0.39%

Please Note: Comparisons to benchmark returns are for informational purposes only. Fund results may vary significantly. All fund returns are net of fees.