

#### Monthly Performance (%) Net of All Fees

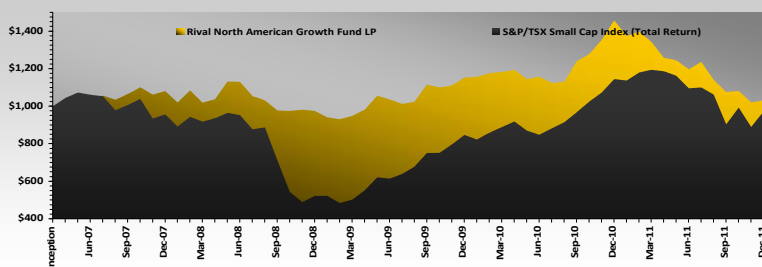
Year	Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2011	Rival North American Growth Fund	-5.65	1.63	-3.84	-6.36	-1.06	-3.82	3.20	-7.68	-5.69	0.53	-5.16	-4.64	<b>-32.87%</b>
2010	Rival North American Growth Fund	0.34	1.73	0.57	0.94	-4.09	1.10	-2.94	0.63	9.70	2.98	5.93	7.68	<b>26.47%</b>
2009	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	<b>18.19%</b>
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	<b>-9.85%</b>
2007	Rival North American Growth Fund				3.83	-0.17	-0.46	2.52	-2.16	2.99	3.40	-3.55	1.76	<b>8.18%</b>

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 Administrator	IAS Inc. and SGGG FSI
Legal Counsel	Thompson Dorfman Sweatman LLP
Auditor	BDO Canada LLP

#### Company - Longs

Dollar General Corporation  
The Hershey Company  
Starbucks Corporation  
Tim Hortons Incorporated

Alphabetical order

#### Company - Shorts

Currency Shares Euro Trust  
iShares S&P/TSX 60 Index Fund  
iShares S&P/TSX Capped Materials Fund  
Powershares QQQ Trust

Net Asset Value (Rival North American Growth Fund)	\$9.78
Net Asset Value (Rival North American RRSP Growth Fund)	\$8.65
Total Fund Assets Under Management (CAD – 000,000)	\$18.8
Annualized return since inception (April 1, 2007)	-0.46%
Performance since inception (April 1, 2007)	-2.15%
Annualized Standard Deviation	14.67%
Highest monthly return	9.70%
Lowest monthly return	-7.68%
% of months above the Benchmark* (BM) when BM is positive	24.24%
% of months above the Benchmark (BM) when BM is negative	70.83%

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

Your fund was down 4.64% in December.

The Canadian stock market closed the year on a weak note and lagged the S&P 500 by over 1000 basis points, producing one of the worst years for the Canadian markets versus its American peers. North American markets continued to be impacted by many global macro issues including Europe and rising debt levels. The TSX underperformance can largely be attributed to its higher exposure (48% of the index) to the resource sectors. Outside of that, the market rewarded low growth, higher yielding sectors while our main focus (small cap growth stocks) continued to suffer from multiple contraction. Despite the anticipated Santa Claus rally in the last few days of December, it did not manage to turn the indices positive for the month.

Even with our defensive positioning and higher than normal cash balance we were not immune to the decline in December. We were stopped out of many of our names given some of the declines we saw in stock prices particularly in the resource sectors. This has resulted in a higher level of cash than normal in the portfolio as we enter 2012. The extreme volatility we have seen in the recent past seems destined to continue until the global macro issues (Europe, bank debt) subside. Although we continue to find many small and mid cap companies very compelling on a fundamental and valuation basis, given the continued market volatility and global uncertainty, we remain cautious in the short term. We will wait until we see a decrease or stabilization in volatility prior to deploying more of our cash in a meaningful way.

Most recoveries in North America are led by the consumer and consumer confidence. Therefore, we have continued to increase our holdings in several consumer discretionary and technology names, particularly in the US, where these names continue to trade well on a relative basis. We are still very cognizant of the fact that the difference with this recovery may be that North American markets will have the headwind of the European debt situation. This is the reason we continue to be comfortable with our higher than normal cash position and look to slowly increase our equity exposure as a concrete resolution by the European policy makers is put forward.

Even though 2011 was a difficult year for the markets overall, we believe 2012 could see good growth in equity prices as economic data points are showing signs of improvement. This, coupled with subsiding financial pressures and resolution to the European debt situation (similar to the resolution we saw in the US in 2008/2009), points to better equity prices for the North American markets. We believe strong balance sheets, improved sales growth and increased earnings, combined with current attractive valuations, will reward investors. At some point the market will begin to realize the inherent value in these companies and we would expect a significant rally in these stocks. We continue to view our size and ability to move quickly as a strategic advantage. When the volatility settles and we get a clearer direction from the European situation we will look to deploy our relatively large cash position to take advantage of these compelling opportunities.

We would like to wish everyone all the best for 2012 and as always we thank you for your continued support.

**Tony and Jim**

Performance	1 month	3 month	6 month	12 month	YTD	2 YR CAGR	3 YR CAGR	4 YR CAGR	Inception
Rival North American Growth Fund	-4.64%	-9.08%	-18.31%	-32.87%	-32.87%	-7.86%	0.11%	-2.48%	-2.15%
S&P/TSX SmallCap (Total Return)	-2.12%	5.86%	-12.66%	-16.43%	-16.43%	6.26%	22.39%	-0.01%	-4.35%
S&P/TSX Composite (Total Return)	-1.70%	3.59%	-8.86%	-8.71%	-8.71%	3.62%	13.18%	-0.72%	3.98%
Rival North American RRSP Growth Fund	-4.64%	-9.08%	-18.31%	-32.87%	-32.87%	-7.86%	0.11%	n/a	-13.46%
S&P/TSX SmallCap (Total Return)	-2.12%	5.86%	-12.66%	-16.43%	-16.43%	6.26%	22.39%	-0.01%	0.33%
S&P/TSX Composite (Total Return)	-1.70%	3.59%	-8.86%	-8.71%	-8.71%	3.62%	13.18%	-0.72%	-8.34%

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

This report has been prepared solely for informational purposes and should not be construed as an offer or solicitation to buy or sell securities sponsored or managed by Rival Capital Management Inc. or its affiliates. It is not intended to provide specific investment advice and you should seek independent advice prior to making any investment decisions. While care is taken to ensure the accuracy within, information may also be compiled utilizing information provided by third party sources. Every effort has been made to ensure the accuracy of such third party information but such information cannot be guaranteed to be accurate. Units in the Rival North American Growth Fund and the Rival North American RRSP Growth Fund are available by way of offering memorandum in certain Canadian jurisdictions and to individuals who meet specific investment criteria. The performance data herein represents past performance and is not necessarily indicative of future performance and is not intended to reflect future values. The Rival North American RRSP Growth Fund was launched on July 1, 2008, as such, the 3 year returns listed herein apply only to the Rival North American Growth Fund. The Rival North American RRSP Growth Fund buys units in the Rival North American Growth Fund as a unitholder and as such is not subject to two levels of management and performance fees. The returns for the Rival North American Growth Fund are calculated by the Fund's third-party administrator the Investment Administration Solution Inc.; the returns for the Rival North American RRSP Growth Fund are calculated by the Fund's third-party administrator SGGG FSI. Fund performance numbers reported herein are unaudited and may be subject to minor changes. The S&P/TSX SmallCap Index and the S&P/TSX Composite Index returns reported herein are provided by TD Securities Inc.