



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

Monthly Summary for July 2011

## Monthly Performance (%) Net of All Fees

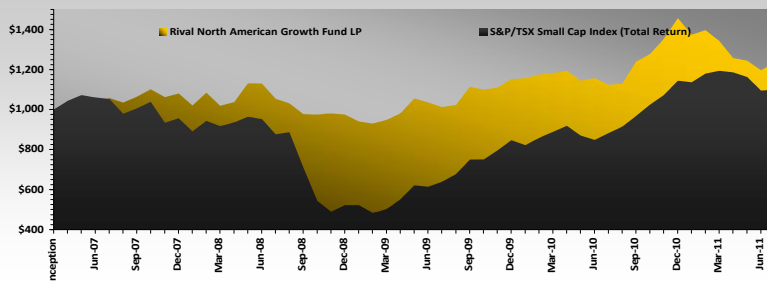
Year	Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2011	Rival North American Growth Fund	-5.65	1.63	-3.84	-6.36	-1.06	-3.82	3.20						-15.20%
2010	Rival North American Growth Fund	0.34	1.73	0.57	0.94	-4.09	1.10	-2.94	0.63	9.70	2.98	5.93	7.68	26.47%
2009	Rival North American Growth Fund	-3.51	-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 Administrator	IAS Inc. and SGGG FSI
Legal Counsel	Thompson Dorfman Sweatman LLP
Auditor	BDO Canada LLP

## Company - Longs

Canadian Western Bank  
Kinross Gold Corporation  
Lundin Mining Corporation  
Quadra FNX Mining Limited  
Skopec Energy Incorporated

## Company - Shorts

Baytex Energy Corporation  
Proshares QQQ Trust  
Proshares Ultra S&P 500 Index Fund  
Teck Resources Limited  
Proshares Ultra Dow30

Alphabetical order

Net Asset Value (Rival North American Growth Fund) \$12.36  
Net Asset Value (Rival North American RRSP Growth Fund) \$10.93

Total Fund Assets Under Management (CAD – 000,000) \$24.1  
Annualized return since inception (April 1, 2007) 5.01%  
Performance since inception (April 1, 2007) 23.61%  
Annualized Standard Deviation 14.20%  
Highest monthly return 9.70%  
Lowest monthly return -6.67%  
% of months above the Benchmark\* (BM) when BM is positive 25.00%  
% of months above the Benchmark (BM) when BM is negative 80.00%

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

Your fund was up 3.20% in July.

For the most part, North American equity markets declined in July as continued concerns regarding the US debt ceiling and European debt weighed on equity prices. Particularly hard hit in this environment were Industrial, Consumer Discretionary and Financial stocks. Material stocks and in particular small cap resource stocks did manage to post moderate gains as the S&P/TSX SmallCap Index (+0.48%) and the S&P/TSX Venture Index both moved higher.

Despite our relatively defensive positioning and weak equity markets, we posted a positive return in July. Several of our small cap gold names performed well in the month (SWD +24%, BAA +14%, DNA +10%), thus helping performance. Some of our larger energy holdings also performed well (CQE +26%, SCS +23%, POU +21%) contributing to our positive performance.

Throughout July, we continued to maintain a relatively defensive stance in the portfolio, preferring to see better technical action before increasing our equity weighting. Despite near term headwinds and many macro issues facing the markets, we continue to expect better market action in the fourth quarter. We continue to pay particular attention to financial stocks (of which we are slightly net short and which continue to act poorly) as an indicator of improving overall market health.

Given recent market weakness our screening process is identifying relatively few new investable ideas, leaving us at our current 46% net long position. We expect to remain relatively defensively positioned in the portfolio in the near term. Despite expecting to see better market action in the fourth quarter, we will continue to remain cautious until we see confirmation of improving market conditions.

Rival's commitment to our disciplined approach in very difficult and volatile markets, has over the last three months started to produce good relative out-performance. Although our fund still remains negative thus far in 2011, we are confident that with the increased uncertainty in global markets, we will be rewarded longer term by adhering to our process. In the near term, we have avoided significant losses in the portfolio despite sharply falling markets. This is largely due to both our discipline and our higher cash component. As mentioned earlier, we will continue to closely monitor the technical action of the markets in deciding when to increase our overall equity exposure. Over time we believe this patient execution of our approach to investing will lead to out-performance.

As always, we thank all of our clients and friends for their continued support.

**Tony & 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	3.20%	-1.79%	-10.11%	9.97%	-15.20%	10.44%	5.41%	3.97%	23.61%
S&P/TSX SmallCap (Total Return)	0.48%	-7.22%	-3.18%	24.70%	-3.85%	31.11%	7.80%	1.09%	10.03%
S&P/TSX Composite (Total Return)	-2.50%	-6.56%	-3.29%	13.37%	-2.34%	12.52%	1.37%	1.18%	11.25%
Rival North American RRSP Growth Fund	3.20%	-1.79%	-10.11%	9.97%	-15.20%	10.44%	5.41%	n/a	9.31%
S&P/TSX SmallCap (Total Return)	0.48%	-7.22%	-3.18%	24.70%	-3.85%	31.11%	7.80%	1.09%	15.44%
S&P/TSX Composite (Total Return)	-2.50%	-6.56%	-3.29%	13.37%	-2.34%	12.52%	1.37%	1.18%	-1.96%

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.



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