



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

Monthly Summary for June 2012

Monthly Performance (%) Net of All Fees

Year	Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2012	Rival North American Growth Fund	-0.22	0.20	-2.52	-0.36	-5.80	0.67							-7.91%
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	-32.87%
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.

Company - Longs

Company - Shorts

Canadian REIT
Liquor Stores N.A. Limited
Manitoba Telecom Services
HSN Incorporated

Alphabetical order

Currency Shares Euro Trust
Gamestop Corporation
HSBC Holdings PLC
Niko Resources Limited

Net Asset Value (Rival North American Growth Fund)	\$9.01
Net Asset Value (Rival North American RRSP Growth Fund)	\$7.97
Annualized return since inception (April 1, 2007)	-1.96%
Performance since inception (April 1, 2007)	-9.89%
Highest monthly return	9.70%
Lowest monthly return	-7.68%

Your fund was up 0.67% June.

Canadian small cap stocks, in general, posted negative returns in June. The S&P/TSX SmallCap Index was down 2.14% while the S&P/TSX Venture was down 7.66%. We managed to post a positive return in June and over the last four months your fund has outperformed the S&P/TSX SmallCap Index by 9.43% and outperformed the S&P/TSX Venture Index by 20.86%. We are still not satisfied with the recent lack of positive returns in your fund; however, we are pleased that our relatively defensive positioning is paying off during this continued period of heightened volatility.

The recent decoupling of your fund from the small cap indices is largely due to our process that not only kept us out of the sectors hardest hit in the market, but has kept us in a higher than normal level of cash during the first half of 2012. As you may recall, in the fourth quarter of 2011, we were concerned about the resource sectors and therefore we began to take our weightings down as in some cases, key technical levels were being breached and year over year earnings growth rates began to roll over. Over the course of that quarter and in the first quarter of 2012, we moved the portfolio into relatively more defensive areas of the market (REITs, Consumer Staples, Consumer Discretionary and Technology) and increased our cash level. We also began to skew the portfolio more towards US stocks which we felt would outperform Canadian stocks in the near term. Aside from a last gasp effort for the resource stocks in January and February of this year, (which limited our performance due to our underweighting) our call has been very good and we continue to feel that commodity related stocks, for the most part, are an area of the market to avoid over the longer term. We are however very cognizant that an oversold short term rally could happen in the resource sector. If and when this happens, we would be able to use our ability to be nimble to take advantage of this.

We have stated in recent commentaries that we believe that aside from the resource space, strong returns from equities are possible if macro concerns lessen as there is significant opportunity for market multiples to expand. Given the significant market multiple contraction we have seen over the last year, it is our belief that a large part of investors' concerns are already being discounted by the market. We are also extremely encouraged by the current overwhelmingly bearish sentiment by investors. The stock market seldom behaves like the majority expects, and right now, it appears virtually no one seems to be bullish. The overwhelming bearishness of analysts could also set the stage for positive surprises as we go into the third quarter of 2012. The bar has been set fairly low and this could potentially lead to a market rally in the second half of 2012. We continue to have a significant portion of the portfolio in US stocks with exposure primarily to the North American economy and to the US consumer. Particular areas of focus continue to be Consumer Discretionary, Housing and Health Care stocks. These areas continue to show strong relative strength as well as earnings momentum. Our Canadian holdings are focused on domestic REITs as well as several small cap special situations. Our short positions continue to be relatively few given our view of a potential stock market rally in the third quarter.

Although over the last six months we are extremely pleased with how our process and discipline has allowed us to outperform our benchmarks, it is important to note that we are not satisfied with the absolute performance of your fund. That said, the last six months has given us even more confidence that our process and discipline has and will continue to add value for our unitholders. We continue to remain bullish for the second half of 2012 as we move into the Presidential election which historically tends to be a strong equity environment. That coupled with historically low stock valuations, we believe is providing attractive opportunities particularly in the US and small cap space. As not only owners of Rival Capital Management, but large unitholders of the fund, we remain committed to providing positive absolute returns, without taking unnecessary risks and thereby creating value for our unitholders over time.

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

Tony and Jim

Performance	1 month	3 month	6 month	1 year	YTD	3 YR CAGR	5 YR CAGR	Inception
Rival North American Growth Fund	0.67%	-5.52%	-7.91%	-24.77%	-7.91%	-4.56%	-2.67%	-9.89%
S&P/TSX SmallCap (Total Return)	-2.14%	-13.09%	-7.90%	-19.56%	-7.90%	12.71%	-3.66%	-11.91%
S&P/TSX Composite (Total Return)	1.10%	-5.67%	-1.53%	-10.25%	-1.53%	6.69%	-0.74%	2.39%
Rival North American RRSP Growth Fund	0.67%	-5.52%	-7.91%	-24.77%	-7.91%	-4.56%	n/a	-20.31%
S&P/TSX SmallCap (Total Return)	-2.14%	-13.09%	-7.90%	-19.56%	-7.90%	12.71%	-3.66%	-7.59%
S&P/TSX Composite (Total Return)	1.10%	-5.67%	-1.53%	-10.25%	-1.53%	6.69%	-0.74%	-9.75%

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

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