

### Investment Strategy

The investment objective of the SciVest Net Short Equity Fund is to provide its investors with a strong, predictable hedge to North American equity markets that will, over an entire economic cycle, generate returns that are competitive with other investments of similar volatility risk. Assuming the investment objective is met, the Fund will provide a significant risk-return contribution to virtually any portfolio that has any equity market exposure whatsoever. SciVest's net short equity strategy takes a different approach than most traditional short biased funds in that it is highly risk controlled and diversified, attempts to add alpha on both the long and the short sides of the portfolio, and has a long-term target equity market exposure of -50%.

### About SciVest

SciVest is a quantitative Global investment manager that specializes in developing unique, innovative hedge fund portfolios. SciVest's completely disciplined and systematic investment processes focus strictly on creating diversified, risk controlled, fundamentally sound portfolios. SciVest's quantitative models evaluate the expected returns, risks and trading costs of every stock in the stock selection universe of over 7,000 publicly-traded, liquid, Global equities from 14 developed countries. The stock selection models are dynamic in the sense that they adapt to changing market conditions and changing stock characteristics, and are comprehensive in the sense that they incorporate over one hundred fundamental, technical and sentiment-based stock selection factors. SciVest was awarded the Top Performing Emerging and Mid-Stage Equity Market Neutral Fund in the world for 2003 at the Global Alternative Investment Management Forum in Switzerland. In 2004, SciVest won the Canadian Investment Award for the Best Relative Value Hedge Fund. SciVest has physical offices in Toronto, Canada and Freeport, Bahamas and manages approximately \$35 million of net assets.

### Monthly Performance<sup>†</sup>

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009	1.1%	2.3%	-0.3%	-6.1%	-6.6%	1.1%	-3.2%	-0.1%	-4.3%				-15.5%
2008	3.4%	1.5%	0.9%	-3.7%	-2.9%	6.4%	-3.3%	0.6%	4.2%	10.6%	1.7%	1.6%	22.4%
2007	-1.5%	-1.8%	-1.8%	-1.0%	-2.2%	0.5%	0.8%	-11.8%	3.3%	2.6%	8.0%	1.1%	-4.9%
2006	-0.2%	-0.2%	-0.3%	2.2%	2.0%	2.5%	1.0%	-4.4%	0.5%	-0.1%	-4.0%	4.8%	3.4%
2005	5.4%	-0.4%	2.0%	1.1%	-2.6%	0.3%	-0.2%	-0.1%	1.0%	3.5%	-0.6%	-1.5%	8.1%
2004							0.5%	-4.5%	0.3%	-2.7%	2.2%	-1.5%	-5.8%

### Performance to September 30, 2009<sup>†</sup>

	6 Month	12 Month	24 Month	Since Incpt
SciVest NSE Fund	-18.0%	-3.3%	15.9%	3.6%
CSFB AllHedge Shrt Indx	-21.5%	-16.6%	-17.8%	-29.1%
HFRI Net Short Index	-20.5%	-8.5%	10.9%	6.0%
TSX Comp Index (TR)	32.7%	0.5%	-14.0%	52.3%

### Risk

	Volatility	Drawdown	Beta	Alpha
			vs. TSX Comp	vs. TSX Comp
SciVest NSE Fund	12.0%	-20.6%	-0.42	1.5%
CSFB AllHedge Shrt Indx	15.0%	-33.2%	-0.31	-6.1%
TSX Comp Index (TR)	16.3%	-43.3%	1.00	0.0%

### Correlations

	SNSEF	CSFB Shrt	HFRI Shrt	TSX Comp
SciVest NSE Fund	1.00			
CSFB AllHedge Shrt Indx	0.39	1.00		
HFRI Net Short Index	0.61	0.62	1.00	
TSX Comp Index (TR)	(0.56)	(0.32)	(0.70)	1.00

### Current Operating Parameters

<b>Market Exposure:</b>	Long: ~ 150% Short: ~ 200% Net: ~ (50%)
<b>Currency Exposure:</b>	~100% Canadian Dollar
<b>Maximum Long Exposure:</b>	~0.8% of capital
<b>Maximum Short Exposure:</b>	~0.6% of capital
<b>Total Number of Positions:</b>	~850
<b>Average Holding Period:</b>	Two to four months

### Portfolio Structure\*

\$100 Cash

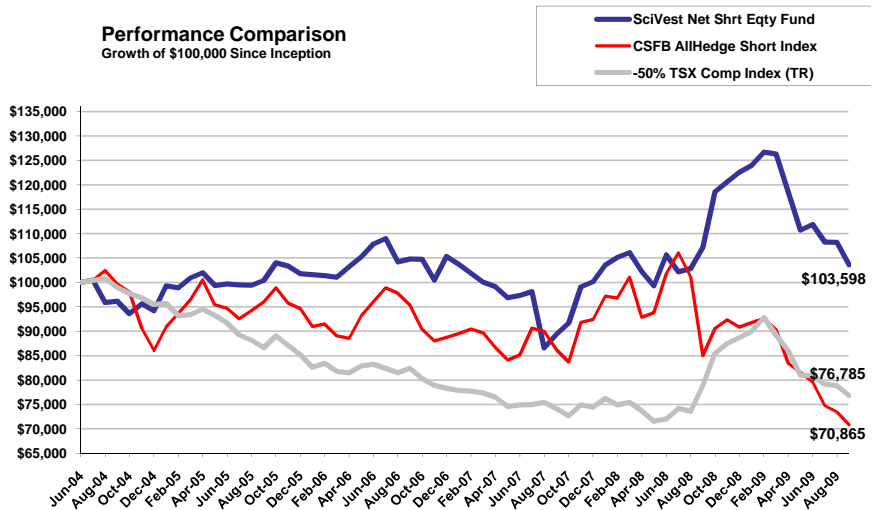
\$125 stock bought long  
\$(175) stock sold short  
\$150 money market

### Fund Facts

<b>Inception Date:</b>	July 14, 2004
<b>Min. Investment:</b>	\$25,000
<b>Liquidity:</b>	Weekly
<b>Currency:</b>	Canadian dollars
<b>Management Fees:</b>	1.35% p.a. fixed + 20% incentive
<b>Investment Manager:</b>	Ark Fund Management Inc. Toronto, Ontario, Canada
<b>Portfolio Advisor:</b>	SciVest Capital Management Inc. Toronto, Ontario, Canada
<b>Administrator:</b>	KeiData Back Office Solutions Inc. Toronto, Ontario, Canada
<b>Prime Broker/ Custodian:</b>	RBC Dexia Investor Services Toronto, Ontario, Canada
<b>Auditor:</b>	Deloitte & Touche LLP Toronto, Ontario, Canada

### Performance Comparison

Growth of \$100,000 Since Inception



**Notes and Disclaimers:** Commissions, trailing commissions, management fees and other expenses all may be associated with pooled fund investments. Please read the Offering Memorandum before investing. The indicated rates of return are the historical compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account any sales, redemption or other optional charges, or income taxes payable by any unitholder, all of which would have reduced returns. The indicated rates of return are used only to illustrate the effects of the compound growth rate and are not intended to reflect future values of the Fund or returns on investment in the Fund. †All rates of return are calculated on Class F units of the Fund, net of all fees and expenses. The "CSFB AllHedge Shrt Indx" represents the Credit Suisse/Tremont Dedicated Short Biased AllHedge Index from October 2004 to current - prior to the AllHedge Index beginning in October 2004, the Credit Suisse/Tremont Dedicated Short Biased Blue Chip Index is used. \*Leverage factors used in the diagram represent the expected long-term average leverage factors of the Fund over a full economic cycle.