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Dear Partners and Friends:

June was a tough month in the markets with all the broad markets down and international markets down significantly. Our funds held up relatively well, with the Northern Rivers Global Energy Fund LP (Energy Fund) up 1.44% during the month, and the Northern Rivers Conservative Growth Fund LP (Growth Fund) down 2.41%.

Average Annual Returns to June 30, 2008*

	2008 YTD	1 mo.	3 mo.	6 mo.	1 Yr.	2 Yr.	Inception**
Northern Rivers Global Energy Fund LP	12.01%	1.44%	19.96%	12.01%	18.65%	23.04%	24.58%
Northern Rivers Conservative Growth Fund LP	-9.83%	-2.41%	3.06%	-9.83%	-7.91%	11.67%	20.02%

**Inception date: Nov. 1, 2005

Northern Rivers Global Energy Fund LP

The Energy Fund's strong performance was due to positive returns from five of our top ten holdings. The biggest contributor, Kodiak Oil and Gas, was up 25% on the month. My colleague, Hugh Cleland, has written frequently about the attractiveness of the Kodiak Vermillion Basin gas property in the Rockies, but recently the huge opportunity apparent in Kodiak's other major acreage holdings in North Dakota have come into the limelight. Kodiak owns over 55,000 acres gross (and 32,000 acres net) of highly attractive acreage in the North Dakota Bakken play, which will, if results are as expected, drive this company to a much higher value. Recent offsetting wells drilled by other industry players have yielded extremely attractive light oil wells and it appears that Kodiak's wells will likely have similar strong performance.

The oil and gas commodity markets continue to perform strongly. Oil hit another new high of \$145 at the beginning of July, and is now up over 100% in the last year. This reflects the tight world oil market, where we are experiencing a pinch point of rising demand from emerging economies combined with a very tight supply base with little new production available to offset declines.

Natural gas also reached a multi-year high in early July of over \$13, up over 60% in the last year. Higher gas prices are being driven by consumption growth from power and industrial markets

combined with low imports of LNG from overseas and weak Canadian gas production. The weak LNG imports into North America have surprised many, but are being driven by higher prices in Europe and Asia. Even at recent gas prices, North America has continued to be the low price gas market among major consuming markets. Asian markets continue to be structurally short of LNG and are buying up incremental LNG supply from global markets.

At today's commodity prices, just about every holding we have in the fund is substantially undervalued. This provides the basis for great appreciation potential going forward. We are finding many compelling investment opportunities to invest in and are running the fund at a fully invested position. With oil over \$130, every investor should have exposure to some well managed energy assets to benefit from the great opportunities in the energy markets.

Northern Rivers Conservative Growth Fund LP

The Growth Fund was down slightly in June, with the majority of our holdings dropping alongside broader markets on little stock specific news and generally difficult economic conditions. The difficult month masked the strong performance of one of our new core holdings, Paramount Resources.

Paramount Resources was recently added to the portfolio as an overlooked energy player with great assets that trades at a substantial discount to its intrinsic value. Paramount has minority ownership interests in outside companies, which represent some 40% of the value of the company today. Additionally, the company has underappreciated ownership in many attractive emerging resource plays in both the oil sands and the Bakken. The position has already appreciated 15% from where we added the holding to the fund and we look forward to continued good returns.

I have recently had a few questions regarding why we own Neptune in the Growth Fund, given that it has gone down so far this year. Neptune is indeed one of the more volatile names in the portfolio, but there is one very good reason for owning this name: we believe this company is going to make all the owners of the fund a lot of money. We believe Neptune is worth over \$10 per share (which is a return of over 500% from today's valuation), versus a downside risk of about \$1.25 per share (a -33% return from today's levels). So, with a roughly 3% position in the fund looking out 24 months, if we are accurate in our analysis this position will add over 15% of positive returns for the fund, versus a negative effect on the portfolio of roughly only -1% on the downside scenario.

The quick summary of the investment case for Neptune is that it is an estimated \$70 million company with three businesses, each of which are worth more than the value of the entire company today; pharmaceuticals, food enhancement, and direct/retail sales.

- In pharmaceuticals, Neptune has one of the most effective treatments to raise good cholesterol (HDL). I have analyzed the benefits and take an NKO tablet each and every day to help me with my cholesterol. Neptune has the potential to bring this product to a major pharmaceutical partner to help them deal with the patent expiry issues approaching

on many cholesterol drugs. An example would be Lipitor, the world's largest pharmaceutical product, which sells over \$12 billion per year, but has a patent that expires within three years.

- In food enhancement, Neptune is in the early stages of penetrating the food additives business with some major food partners. We believe their product is better than the Omega 3 and other health enhanced products currently on the market.
- Thirdly, Neptune has a small, but accelerating business of selling to the public through some specialty retail outlets, and is in the early stages of ramping up sales in the U.S. and Australia through major new distribution partners. The cash flow coming from this business will help support the development work required to advance the first two businesses we discussed.

So to summarize, we believe Neptune is a strong buy and will add significant returns to the portfolio over coming years.

Finally, I have had many questions from clients asking if now is the right time to be adding investments to the fund, given the weakness in the economy. My answer is quite simple: yes, I think it is a good time. The stock markets are forward looking vehicles and they have correctly forecasted a recession in the economy by correcting significantly (the S&P 500 index is now down over 20% from last year's peak). Historically, it is after just this sort of pullback that a good buying opportunity occurs. We believe we are close to that buying opportunity. While it is difficult to know whether the general markets will bottom this month, this quarter, or at the end of the year, the reality is that there are already many companies that have seen their valuation discounted to the point where pretty well all the bad news has been factored into their valuations. I believe the fund is populated with just such situations.

We believe the strategy we have mapped out for the Growth Fund, along with consistent strong progress from many of our existing holdings provides a very positive outlook for continued good returns. As I have strong conviction for the appreciation potential of the portfolio, my family increased our holdings in the mandate earlier this month. I encourage all of you to join us in investing in the fund.

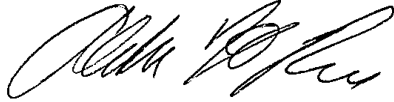
July 31 Next LP Closing

The next closing for the Northern Rivers Global Energy Fund LP and the Northern Rivers Conservative Growth Fund LP is July 31, 2008. The Northern Rivers Innovation RSP Fund also remains open to both registered and non-registered investment. Please also ask us about our two mutual funds, managed by my colleague, Hugh Cleland and me.

As always, my colleagues and I will make ourselves available for meetings with interested parties. Please contact Jeffrey Zicherman, Sales Associate at 416-597-8508 or Robyn Graham, Vice

President Sales & Marketing 416-597-3890 for more information or to set up an appointment, or call 416-597-1226 to speak with any one of us concerning the specific funds we manage.

Warmest regards,

A handwritten signature in black ink, appearing to read "Alex Ruus". The signature is fluid and cursive, with the first name "Alex" and last name "Ruus" clearly distinguishable.

Alex Ruus, CFA, MBA, P.Eng.
Portfolio Manager

* Commissions, trailing commissions, management fees, performance fees, and expenses all may be associated with investment funds. Please read the offering memorandum before investing. The returns are the simple rates of return (YTD, 1 month, 3 month, 6 month, and 1 year) or the historical annual compounded total returns (2 year and since inception). All returns are net of fees. Rates of return shown do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Investment funds are not guaranteed, their values change frequently and past performance may not be repeated.