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Dear Partners and Friends:

October was a good month for both funds, with the Northern Rivers Global Energy Fund LP (the Energy Fund) up 7.93% and the Northern Rivers Conservative Growth Fund LP (the Growth Fund) up 4.02%.

Average Annual Returns to October 31, 2007*

	2007 YTD	1 mo.	3 mo.	6 mo.	1 Yr.	2 Yr.	Inception**
Northern Rivers Global Energy Fund LP	34.61%	7.93%	3.82%	7.12%	39.27%	28.66%	28.66%
Northern Rivers Conservative Growth Fund LP	13.29%	4.02%	0.02%	-3.76%	24.92%	33.51%	33.51%

**Inception date: Nov. 1, 2005

Northern Rivers Global Energy Fund LP

The Energy Fund had a strong month, led by its oil weighted and international holdings and a continued rebound from the irrational market behaviour of August. This was offset somewhat by a pullback in our Alberta based energy producers due to the Alberta government's royalty increases.

The biggest issue that arose during the month was the Alberta government's announcement that they were implementing increased royalty rates on the oil and gas industry. While some increase was widely expected by the investment community, the magnitude of the increase was larger than most investors expected. This led to a pullback in the prices of many Alberta-centric oil and gas producers as one of their primary costs of production, royalties, has just risen bringing down the value of all their production and properties in Alberta.

Alberta's increase in royalties raises a number of issues all of which are negative for producers of Alberta oil and gas. First and foremost is the fact that the government has destabilized investor confidence in investing in Alberta oil and gas properties. Investors who invested in oil and gas production in Alberta before October based on one set of rules have now experienced a devaluation in their assets in a somewhat arbitrary fashion. While this has

occurred in other countries around the world, Alberta has been a big beneficiary of foreign capital inflows due to what was viewed as a “stable” environment to invest in.

The royalty increase throws into question just how stable a place to invest is Alberta and whether royalties will be increased again when news reporters start complaining that Alberta doesn't tax its oil and gas producers as highly as do some other countries. As a result, the intrinsic value of the assets has devalued both due to production from each barrel being less profitable; and also due to a higher political risk factor being placed on Alberta assets. International capital markets are only loyal to where the best returns lay, and the attractiveness of Alberta has just taken a hit.

While this move is a significant negative in the short-term for Alberta oil and gas producers and their valuations, the province continues to have some world class resources which will be exploited albeit at a much slower and less profitable pace. Significantly, some resources which would have been developed will no longer be developed as the potential returns no longer justify risking capital to attempt to exploit them. Oil and gas activity in Alberta will definitely be slower than it would otherwise have been if these changes had not taken place.

Most importantly, how has this affected your portfolios? I am happy to report that the Energy Fund's direct exposure to Alberta oil & gas producers was only 11% of the portfolio on October 25, 2007 the day of the announced royalty changes. So while that 11% of the portfolio took a hit to its values in the final week of October, we were probably the least exposed of any energy fund in Canada. Meanwhile, some strong returns from our international holdings allowed the portfolio to see good returns for the month.

We again emphasize the great long-term opportunity to invest with us in the Energy Fund. Oil hit a new all time high, on November 6, 2007, of \$96 per barrel, up some 90% from its January lows. This price is no accident in our view and it is simply a reflection of just how tight the long-term supply-demand situation remains for global crude oil. We think the sector continues to be a compelling place to put investment dollars and look forward to more new partners joining us in participating in the Energy Fund.

Northern Rivers Conservative Growth Fund LP

The Growth Fund had a good month in October due primarily to some solid returns from our energy holdings and a continued rebound from the depressed valuations of August. As was the case last month, our US holdings were a drag on the portfolio due to a continued drop of the US dollar to \$0.9429 Canadian on October 31, 2007, down from \$0.9923 at the end of September.

I am happy to report that, as with the Energy Fund, we were well positioned for the Alberta royalty announcement, with only a net 2% exposure to Alberta oil and gas producers, despite energy composing about a quarter of the overall portfolio. The energy sector is now the largest sector weighting in the Growth Fund, slightly ahead of industrials. This move has

been made as we have become more optimistic on the short-term outlook for the energy sector.

The overall portfolio continues to be relatively fully invested as we continue to find very compelling investment opportunities, which should thrive long-term, irrespective of economic conditions. The US economy continues to show signs of slowing which is restraining general stock market performance. Our view remains cautious for the overall markets, yet we remain very optimistic about the outlook for the Growth Fund. As such, I have again decided to add to my holdings in the mandate this month.

November 30th Next LP Closing

The next closing for the Northern Rivers Conservative Growth Fund LP and Northern Rivers Global Energy Fund LP is November 30, 2007. The Innovation RSP Fund also remains open to both registered and non-registered investment. Please also ask us about our two new mutual funds, information on which will be sent to you under a separate communication.

As always, my colleagues and I will make ourselves available for meetings with interested parties. Please contact Robyn Graham, Vice President Sales & Marketing or Saree Ghosh, Sales & Marketing Associate 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,



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.