



Second Quarter 2009 Commentary – Good Opportunities Fund

The Fund had a gain of 10.3% over the second quarter of 2009. Over this period, the S&P/TSX Composite Index gained 20.0%, while the S&P 500 Index gained 15.9%. Year to date, the Fund has gained 9.8%, while the S&P/TSX Composite Index has gained 17.6%, and the S&P 500 Index has gained 3.2%.

We wanted to use this quarter's commentary to provide our unitholders with information about our investments and the nature of our investment approach.

As of June 30, 2009, the Fund holds nine positions that we consider "core." We define core positions as those investments we have the utmost conviction in and those we are comfortable overweighting.

The Fund's largest position at June 30, 2009, was Canadian Helicopters Income Fund. Canadian Helicopters, which we highlighted in last quarter's missive, makes up 16.6% of the Fund's total assets. As at the end of the second quarter, Canadian Helicopters yields 11%. We believe the company is in a strong position to grow its business materially. Canadian Helicopters also offers the attractive feature of having what we believe to be zero bankruptcy risk, given the company's cash on hand exceeds the minimal loans on its balance sheet. When an investment opportunity offers a sustainable, sizeable cash yield, safety from bankruptcy, and material growth prospects, we believe that the risk/reward tradeoff is strongly in our favour. Additionally, were the company to stop operating and liquidate by selling its (flying) assets, we believe that we would receive our entire investment back with the proceeds of the liquidation.

We will continue to own Canadian Helicopters until a material change occurs or when we believe the company is fairly valued.

Our other core investments have similar characteristics. While the prices of the securities we own can be volatile, their lack of debt helps limit the downside risk of these investments.

The Fund holds one private investment that accounts for 8.7% of its net asset value. We invested our capital in this private investment in January 2008, and have received dividends that amount to a 13% annualized yield. The company is a prudent steward of capital and has continued to grow its business at a material level, while also consistently paying dividends to its shareholders.

The nature of our investment methodology, which includes some smaller-cap, less liquid holdings, creates investment results that do not mirror index performance. We are very comfortable with this investment ideology and hope you share our enthusiasm for what we are working to achieve.

We thank you again for the opportunity to manage your investments and ask that you please contact us if you have any questions or concerns.

Sincerely,

Daniel Goodman, CFA
President and Chief Investment Officer