

Fourth Quarter 2009 Commentary – Good Opportunities Fund

The Fund gained 12.0% during the fourth quarter of 2009. Over this period, the S&P/TSX Composite Index gained 3.9%, while the S&P 500 Index gained 6.0% on a U.S. dollar basis. For the year, the Fund gained 28.1%, while the S&P/TSX Composite Index gained 35.1%, and the S&P 500 Index gained 26.5% (again in U.S. dollars).

The majority of the fund's gains through 2009 were earned through investing in the common stock of businesses whose stock prices appreciated materially. A smaller portion of the fund's gains were earned through purchasing bonds and convertible debentures whose prices were, in our opinion, too pessimistic of the company's future ability to repay their debts.

In analyzing our process and results over the past two years, we have made minor alterations in the manner in which we manage the fund. When protection is relatively inexpensive, as it has more recently become, we will buy portfolio insurance to protect the fund from a significant market correction. Furthermore, we will keep with our conservative approach. We will remain aggressive and highly selective when putting capital into new ideas. In poker parlance, we will play tighter and more aggressive. We are optimistic that the positive trends we are seeing in the performance of the Fund will continue.

More recently, we have sold some common stock in companies in which we believe the equity value has reached its true worth. While we do not attempt to time the market, we are comfortable holding the cash from these sales until we uncover our next attractive opportunity.

At year end, the fund had net market exposure of approximately 65%.

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