



AlphaNorth
Asset Management

FUND COMMENTARY

AlphaNorth Growth Fund

April 2015

NAV
Series A (ANF010) \$3.215
Series F (ANF011) \$3.311

Fund Review The Fund returned 9.7% in April. This compared to 2.3% for the TSX Venture and 2.4% for the TSX Total Return index.

Our recent purchase of Rock Energy (TSX:RE) paid off in April increasing by 45%, as the macro picture for energy improved and the company reached a major milestone for one of its assets. The company is currently not hedging any of its oil exposure, which gives the stock more leverage to any increase in pricing. Rock's margins have also improved as a royalty regime change took effect in March (one month ahead of schedule) that has dramatically reduced royalties on its Mantario asset. Going forward, Rock looks increasingly attractive as a Saskatchewan based play, whereas the new NDP government in Alberta has raised concerns about doing business in the province. From a commodity perspective, we believe that oil prices will remain relatively muted after the recent rally and are increasing our weighting in other sectors.

In the month of April, we added to two positions in the technology space, and are especially excited about our investment in Vogogo (TSXV:VGO). This company focuses on risk management and mitigation in the cryptocurrency market and it recently signed a contract with a major European-based crypto exchange. We believe that they will be able to sign several North American and Asian based crypto businesses in the near term. The market has yet to grasp the potential scale and scope of this business. This is an extremely high margin business and is run by an experienced management team which has previously had great success in a similar business.

The current sector mix is comprised of 40% in technology, 0% in health care, 0% in financials, 22% in consumer discretionary, 22% in energy and 10% in materials.

Outlook Earnings for North American equities continue to fuel the bull market in large caps. It is not surprising to us that the major indices have continued to perform well in the current environment of extremely low fixed income yields while earnings are growing at 10%+ in the U.S. (excluding the energy sector which has recently seen earnings collapse). The majority of companies in the S&P 500 have reported Q1/15 earnings which were ahead of expectations by 7.1%. Canadian equities outside of the energy and financial sectors are also forecast to experience double digit earnings growth in 2015. Going forward, we would expect that large cap equity returns will dissipate as valuations increase. We expect the normal progression will result in investors seeking out areas with more attractive return potential as valuations normalize. We believe both larger companies and investors will look to smaller companies with more attractive growth profiles and cheaper valuations to bolster returns.

We continue to be encouraged by the stabilization in the TSX Venture index performance since the all-time low reached in December 2014. In addition, there have been several recent occasions where the TSX Composite has experienced a significant decline while the TSX Venture index was up on the day. The recent pockets of strong performance should broaden as investor interest is attracted.



Regards,

Steven Palmer, CFA

Performance (as of April 30, 2015)

	April	YTD	1 Year	2 Year	3 Year	Inception	Cumulative
AlphaNorth Growth	9.7%	(3.5%)	(31.9%)	(20.7%)	(28.2%)	(25.6%)	(67.9%)
S&P/TSX Venture	2.3%	0.1%	(30.5%)	(15.1%)	(21.2%)	(23.9%)	(65.8%)
S&P/TSX Composite TRI	2.4%	5.1%	6.9%	13.9%	10.7%	7.4%	26.8 %

Key Reasons to Own This Fund

PROVEN LONG TERM PERFORMANCE:

- Management team has a 16 year track record of generating industry leading returns (21%+ annualized)**

DIVERSIFICATION THROUGH SMALL/MID CAP:

- AlphaNorth Growth Fund is well diversified across the resource, technology and life sciences sectors

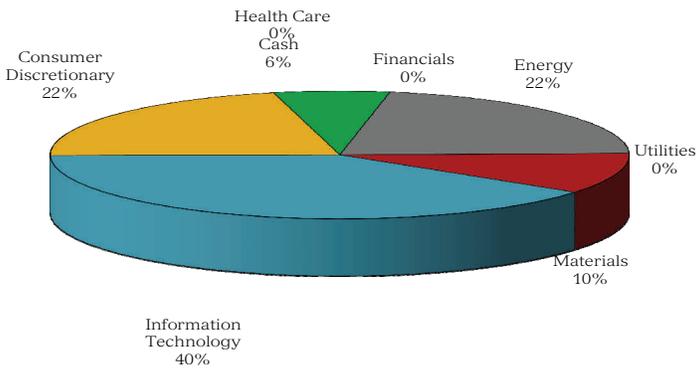
ONE OF THE BEST PERFORMING ASSET CLASSES OVER THE LONG TERM:

- Complements any investment portfolio and greatly enhances wealth accumulation over the long term

Growth of Initial Investment \$100,000



Current Sector Allocation



Fund Information

Lead Manager:	Steven Palmer
Inception:	July 25, 2011
Fund Codes:	Series A - ANF010 / Series F - ANF011
Fund Details:	RSP/RESP eligible \$1,000 minimum investment
Sub/Redemption:	Daily
Lock-up:	None
Early Redemption Fee:	2% in first 90 days
Management Fee:	2%
Performance Fee:	20% above TSX return High water mark (no reset)
Trailer:	1% (Series A only)
Auditor:	Deloitte & Touche LLP
Administration:	State Street & IFDS
Legal:	Stikeman Elliott LLP
Fund Assets:	\$4 million
Account Enquiries:	1-877-506-8122
Sales Contact:	Steve Palmer 416-483-4448 info@alphanorthasset.com

Monthly Performance*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2011							(0.2%)	(2.9%)	(24.9%)	25.7%	(3.7%)	(4.3%)	(15.7%)
2012	9.7%	6.3%	(5.4%)	(6.5%)	(15.9%)	(6.6%)	(1.6%)	(0.5%)	5.6%	(2.6%)	(6.7%)	1.8%	(22.5%)
2013	0.4%	1.3%	(13.3%)	(11.2%)	0.4%	(10.2%)	5.0%	5.3%	0.6%	0.2%	(5.4%)	(1.5%)	(26.8%)
2014	11.0%	5.2%	(7.2%)	(8.9%)	(5.2%)	(0.3%)	(7.7%)	1.3%	(6.8%)	(6.5%)	(4.2%)	(4.5%)	(30.4%)
2015	(9.3%)	0.5%	(3.5%)	9.7%									(3.5%)

Investment Strategy

The **AlphaNorth Growth Fund** (the "Fund") is an **open-ended mutual fund** focusing primarily on Canadian small to mid-capitalization equities, between \$100 million and \$5 billion market capitalization. The Fund employs a similar style and investment methodology as the highly successful AlphaNorth Partners Fund. The Fund's investment objective is to maximize returns over the long term through superior selection of principally Canadian securities. AlphaNorth believes that superior long term investment returns are achievable by exploiting inefficiencies in the Canadian small to medium-cap universe through careful security selection. Fundamental analysis of companies is used in combination with technical analysis techniques, have proven to be successful, to assist in the timing of buy/sell decisions. The firm combines both a bottom-up and top-down strategy in the selection of investments offering the best risk/reward characteristics.

Company Profile

Founded in 2007, AlphaNorth Asset Management's goal is to achieve superior long term returns for investors. Our value added approach combines the successful track record and investment experience of Steven Palmer and Joey Javier who have worked together as a team since 1998 in the investment industry. Presently, AlphaNorth manages the AlphaNorth Partners Fund, a long biased small cap focused hedge fund, the AlphaNorth Resource Fund and the AlphaNorth Growth Fund.

Key Personnel:

Steven Palmer is the President and CEO of AlphaNorth Asset Management. Mr. Palmer started his career in the investment industry in 1995 on the sell side of the business before transitioning to the buy side in 1997. Most recently, from July 1998 to August 2007 he was employed as Vice President - Canadian Equities at one of the world's largest financial institutions where he managed the Canadian equity assets of approximately \$350 million. Mr. Palmer managed a pooled fund focused on small capitalization companies from inception in 1998 to August 2007 achieving returns that were ranked #1 in performance by a major fund ranking service in their small cap pooled fund category (35.8% annualized over 9 years as compared to 10.0% for the S&P/TSX Composite and 13.0% for the BMO Weighted Small Cap Total Return Index) over the same period. Mr. Palmer also managed a large cap fund which was ranked in the first quartile for the following time periods: one year, two year, 3 year, 4 year, 5 year and 10 year. Mr. Palmer earned a BA in Economics from the University of Western Ontario and is a CFA.

Joey Javier is Vice President and Secretary of AlphaNorth Asset Management. Mr. Javier started his career in the investment industry in 1997 as an Equity Trader for one of the world's largest financial institutions where he worked together with Mr. Palmer as the equity team. Mr. Javier was responsible for all equity and money market trading as well as back-up for the fixed income portfolio manager. Mr. Javier has a BA in Economics from York University and is a CIM.

Disclaimer

*The information contained in this document is not a solicitation to sell any investment products offered by AlphaNorth Asset Management. The information contained herein is for discussion purposes only. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return for the Series A shares of AlphaNorth Growth Fund are the historical, annual compounded total returns including changes in share value and the reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any shareholder that would have reduced returns. For Series F returns, refer to the website at www.alphanorthasset.com. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. The inception date is July 25, 2011. **Based on growth of investment in institutional small cap pooled fund from inception August 1, 1998, to August 1, 2007, and growth of investment in AlphaNorth Partners Fund from inception December 1, 2007 to the current NAV.