



AlphaNorth
Asset Management

FUND COMMENTARY

AlphaNorth Growth Fund

September 2015

NAV
Series A (ANF010) \$2.205
Series F (ANF011) \$2.281

Fund Review The Fund returned (3.6%) in September. This compared to (6.2%) for the TSX Venture and (3.7%) for the TSX Total Return index.

The Fund's technology investments performed poorly during the month. There were no specific datapoints or fundamental changes to any of these positions.

The Fund's largest position, which has grown to approximately 25% of assets is Committed Capital Acquisition Corp Units (OTCBB:CCAQU). This investment provides strong downside protection while maintaining an attractive upside. The company is a "blank cheque" company where all of its assets (approximately \$35 million) are held in U.S. treasury bills. The company has been trying to identify an operating business with the intent to go public and the requirement for cash. CCAQU can be a quick and effective method for achieving this and the warrants which are part of the unit will provide free upside leverage to the success of this company. There is little downside risk if they are unable to conclude a transaction by the spring of next year, investors will get their money back. The current valuation is more than a 10% discount to the market valuation.

The current sector mix is comprised of 44% in technology, 0% in health care, 0% in financials, 34% in consumer discretionary, 12% in energy and 9% in materials.

Outlook Equity markets have continued to play out as we expected since the capitulation low in August. A successful "retest" of the August low occurred in "textbook" fashion five weeks later, in the last week of September. This gives us increased confidence that our bullish portfolio positioning is the right call. TSX earnings have been pulled into negative growth territory for 2015 by high downward revisions in the energy and materials sectors. We expect a cyclical recovery over the next two years resulting in double digit earnings growth for both 2016 and 2017. This is currently reflected in consensus forecasts. Periods of healthy and accelerating earnings growth provide a strong backdrop for equities.

We believe that the long awaited rally in Canadian small cap equities will start to unfold as broader markets rally and we enter a period of seasonal strength for small caps. The best performing months for the TSX Venture index are December/February/January, in that order. We believe that accelerating global growth, cheap valuations, M&A and improving investor sentiment will be catalysts to higher share prices in the coming months.



Regards,

Steven Palmer, CFA
President and CEO

Performance (as of September 30, 2015)

	Sept	YTD	1 Year	2 Year	3 Year	Inception	Cumulative
AlphaNorth Growth	(3.6%)	(33.8%)	(43.4%)	(34.4%)	(32.2%)	(29.9%)	(78.0%)
S&P/TSX Venture	(6.2%)	(24.6%)	(42.3%)	(25.3%)	(26.7%)	(25.3%)	(74.2%)
S&P/TSX Composite TRI	(3.7%)	(7.0%)	(8.4%)	5.0%	5.7%	3.9%	12.2%

Key Reasons to Own This Fund

PROVEN LONG TERM PERFORMANCE:

- Management team has a 16.6 year track record of generating industry leading returns (20%+ annualized)**

DIVERSIFICATION THROUGH SMALL/MID CAP:

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

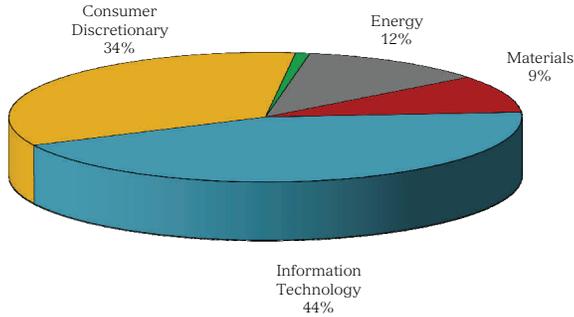
ONE OF THE BEST PERFORMING ASSET CLASSES OVER THE LONG TERM:

- 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:	\$3 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%	(5.1%)	(4.9%)	(14.5%)	(7.8%)	(3.6%)				(33.8%)

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.