



Process

We screen a database of over 3,000 stocks and trust units. Those securities with adequate liquidity are tested and ranked according to their earnings characteristics. Specifically, we look for the rate of change in reported earnings and reported earnings in relation to expected earnings. The securities are further screened for strong fundamentals and attractive technical indicators. The securities that best pass these tests are selected as long positions for the Fund. Those companies that screen the worst are selected as short positions for the Fund. Each position in the portfolio, long or short, is monitored on a continuous basis. Should any security no longer meet our investment criteria, the position is sold or covered accordingly.

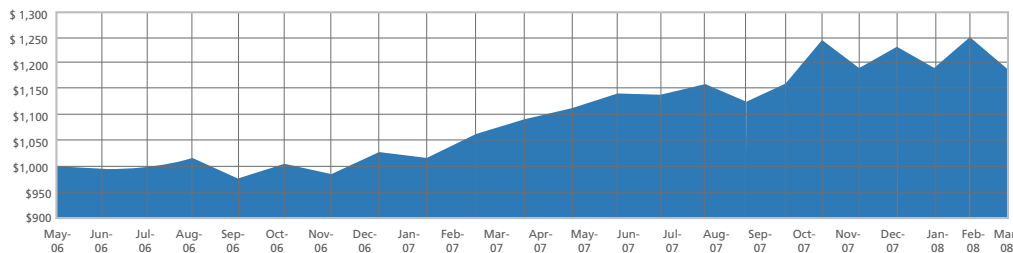
Commentary

The Fund was down 5.8% in March, with 4.5% coming off in a single day. The decline came from a significant sell off in commodity stocks, which were primary long positions, and from a rally in consumer and financial stocks, which were primary short positions. These movements were not stock specific, but rather sector specific corrections in a very volatile market.

The sell off in commodities and strong rally in consumer and financial stocks was caused by a small recovery in the US dollar. The dollar found strength after the Fed eased rates less than expected and intervention in the US financial system seemed to have rescued it from the abyss. A stronger US dollar means weaker commodity prices. It was the perfect catalyst for a correction in the strong upward trend of commodities and downward trend in financials and consumer stocks.

By the end of March, most of our longs had losses on the year, while just about all of our short positions had profits. It is a rare occurrence for just about every position to be in decline, even in a bear market. Some believed the commodity rally to be over due to the recovery in financials, but we weren't fooled. We took this as a clear indication that the market was over sold so we added to names like Potash and Barrick, while trimming short positions in names like Mega Brands, Canfor and ACE Aviation. Many commodity stocks have since rallied to new highs. The upward trend in commodities and downward trend in consumer and financial stocks has resumed in earnest and the Fund has since erased all of its March losses.

Growth of \$1000



Monthly Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2008	-4.75	6.31	-5.70										-4.53
2007	-0.53	4.71	2.91	1.36	3.33	-0.72	2.36	-2.71	2.69	7.71	-4.43	3.80	21.77
2006						-0.77	0.13	1.02	-3.44	2.68	-1.67	3.75	1.52

Webb Asset Management Canada, Inc.

Performance Statistics

Total Returns (%)

1 month	-5.72
3 months	-4.53
6 months	2.01
YTD	-4.53
12 months	8.47
Inception ('06/06)	18.04

Fund Positions (as of March 31, 2008)

Top 5 Long Positions

- 1 BCE
- 2 Terra Industries
- 3 Mosaic
- 4 Agrium
- 5 CF Industries

Top 5 Short Positions

- 1 RONA
- 2 West Fraser Timber
- 3 Alimentation Couche Tard
- 4 ATS Automation Tooling
- 5 OPTI Canada

Sectors	Long (%)	Short (%)	Net (%)
Energy	4.1	4.1	0.0
Materials	57.4	5.2	52.2
Industrials	5.4	5.0	0.4
Consumer	2.9	8.7	-5.8
Health Care	3.1	0.4	2.7
Financials	3.7	0.0	3.7
Technology	1.0	0.5	0.5
Telecom	13.6	0.0	13.6
Utilities	0.0	0.0	0.0
Total	91.2	23.9	67.3

Disclaimer: Commissions, trailing commissions, management fees and expenses all may be associated with the Fund. The investment may not be suitable for all investors. Some conditions apply. Investors should carefully review the Fund's Offering Memorandum, including the risk factors detailed therein under the heading "Risk Factors", prior to investing in the Fund. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. There can be no assurance that the Fund objectives will be met. The Fund is not guaranteed, its value changes frequently and past performance may not be repeated. The opinions expressed in the commentary are those of the author and do not necessarily reflect the views and opinions of the Manager or any distributor of the Manager Funds. The views expressed are of a general nature should not be interpreted as investment advice to you in any way. Please consult a qualified financial advisor before making an investment decision. The portfolio manager/advisor/sub-advisor has a direct interest in the management and performance fees of the Fund, and may, at any given time, have a direct interest in the Fund itself.