

EXEMPLAR GLOBAL OPPORTUNITIES PORTFOLIO ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

For the Year Ended December 31, 2009

This annual Management Report of Fund Performance contains financial highlights but does not contain the complete annual financial statements for Exemplar Global Opportunities Portfolio (the "Portfolio"). If you have not received a copy of the annual financial statements with the Management Report of Fund Performance, you may obtain a copy of the annual financial statements, at no cost, by calling 1 866 473-7376, by writing to us at BluMont Capital Corporation, 70 University Avenue, Suite 1200, P.O. Box 16, Toronto, Ontario M5J 2M4 or by visiting our website at www.blumontcapital.com or SEDAR at www.sedar.com.

Security holders may also contact us using one of these methods to request a copy of the Portfolio's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure relating to the Portfolio.

Forward-Looking Information

This Management Report of Fund Performance contains forward-looking information and statements relating, but not limited to, anticipated or prospective financial performance and results of operations of the Portfolio. Forward-looking information involves known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. For this purpose, any statements that are contained herein that are not statements of historical fact may be deemed to be forward-looking information. Without limiting the foregoing, the words "believes", "anticipates", "plans", "intends", "will", "should", "expects", "projects", and similar expressions are intended to identify forward-looking information.

Although the Portfolio believes it has a reasonable basis for making the forecasts or projections included in this Management Report of Fund Performance, readers are cautioned not to place undue reliance on such forward-looking information. By its nature, the forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predictions, forecasts and other forward-looking statements will not occur. These factors include, but are not limited to, those associated with the performance of the equity securities market, expectations about interest rates and factors incorporated by reference herein as risk factors.

The above list of important factors affecting forward-looking information is not exhaustive, and reference should be made to the other risks discussed in the Portfolio's filings with Canadian securities regulatory authorities. The forward looking information is given as of the date of this Management Report of Fund Performance, and the Portfolio undertakes no obligation to publicly update or revise any forward-looking information, whether as a result of new information, future events or otherwise.

Management Discussion on Fund Performance

Investment Objective and Strategies

The investment objective of the Portfolio is to seek superior capital appreciation over both short and long-term horizons primarily through the selection and management of long and short positions in equity, debt and derivative securities globally.

The Portfolio predominantly invests in global equity securities, including American Depository Receipts, that the Investment Sub-Advisor's --Tradewinds Global Advisors LLC, ("Tradewinds")-- research process has identified as undervalued. The Portfolio also invests in bonds and other debt instruments from time to time. The Portfolio may also invest in convertible securities, put and call options and other equity derivatives that represent better value than a direct exposure to a particular company.

The Portfolio may hold cash or invest in short-term securities for the purpose of preserving capital and/or maintaining liquidity, based upon the Investment Sub-Advisor's ongoing evaluation of current and anticipated economic and market conditions.

The Portfolio may invest in derivatives for hedging and non-hedging purposes as permitted by applicable securities laws. The Portfolio may enter into securities lending, repurchase and reverse repurchase transactions to generate additional income or as a short-term cash management tool.

Investment Risk

The risks of investing in the Portfolio remain as stated in the Portfolio's prospectus dated April 24, 2009 (please see "Risk Factors" pages 25 – 31). The principal risks associated with the Portfolio are stock market risk, specific issuer risk, short selling risk, foreign security risk, currency risk and liquidity risk.

The Portfolio is suitable for clients seeking medium to long-term growth (through capital appreciation) who have a moderate risk tolerance level.

Results of Operations

For the year ended December 31, 2009, the Series A Shares of the Portfolio increased by 7.19%, its benchmark, the MSCI All Country World Index ("MSCI ACWI"), delivered a positive return of 17.00% over the same period. Please refer to the Past Performance section for the performance of the other series. The performance of the other series offered by the Fund differs from Series A due largely to varying level of expenses charged to each series, as explained in the Management Fees section.

As at December 31, 2009 the Portfolio had net investment exposure of 47.51% including approximately 11.07% of its net assets in Canada, 9.16% of its net assets in Europe and 17.61% of its net assets in the United States. The Portfolio had investable cash on hand at the end of December 2009 of 34.24% and cash committed to the investment strategy of 16.79%. The top three sector exposures (net) were materials 15.64%, fixed income 12.11% and energy 10.47%. Albeit with varying percentages, these sectors represented the highest sector allocations throughout 2009. On the short side of the Portfolio, consumer discretionary remained net short throughout the year.

In mid 2009 the Portfolio started selling short a select group of U.S. consumer discretionary companies such as Autozone and Amazon, which held back returns as the market momentum indiscriminately pushed most valuations upwards. However, with fundamental rationale appearing to return to markets, Tradewinds is excited by the return opportunity for the Portfolio's short positions.

Through 2009 the Portfolio wrote progressively more call options at strike prices where the Portfolio would trim the underlying position anyway. This too held back returns in the last half of the year. However, on January 15, 2010 options expired and holdings in Gold (Barrick, Newmont), Energy (Arch Coal, BP), Consumer Staples (Smithfield and Tyson Foods), Consumer Discretionary (eBay) and Healthcare (Pfizer, Astra Zeneca) were reduced or eliminated as the options were in the money. This increased cash reserves by 13% going into what was an interesting period in

the markets and served to protect the Portfolio. Tradewinds sees opportunity for some optimistic purchases and will deploy this excess cash in the first quarter of 2010.

At year end, the net exposure to the U.S. was approximately 17%, but since the majority of the short positions are tied to the US domestic economy while the long positions are tied to the global economy, this exposure for the most part is currency neutral. With 11% in Canada, 9% Europe, 9% Australia and Asia and 3% in Africa and South America the Portfolio is well diversified in a global context.

What is critical is to avoid companies that look inexpensive but are not. Tradewinds believes that the focus of analysis should not be solely on valuation, but on the underpinnings of those valuation metrics, i.e. on the sustainability of earnings, book value, cash flow, etc. For example, the lowest P/E stocks have been “value traps” on the verge of earnings erosion. While this has somewhat been played out, it continues to be pertinent for many stocks. Currently, the bulk of Tradewinds’ analysis is focused on sustainability of profit margins. Analysis of the competitive forces threatening industries and companies within them has helped the Portfolio to avoid most “value traps”. This will be just as important in the coming years as pricing power and sustainable margins will be hard to find. The Portfolio is building positions in companies that have competitive advantages, rare assets, pricing power, strong demand and that are inexpensive. Many of these companies will feed the growing demand for food, phones, water etc. from the growing global middle-class.

Recent Developments

The Exemplar Portfolios Ltd. added a new class to its structure when it filed its prospectus in April 2009. Added to the Exemplar Canadian Focus Portfolio and Exemplar Global Opportunities Portfolio is the Exemplar Diversified Portfolio, a systematic trading portfolio that seeks to deliver returns uncorrelated to traditional equity and fixed income investments.

Related Party Transactions

BluMont Capital seeded the Portfolio with permanent capital of \$5,000 in Class A Shares and \$45,000 in Class F Shares.

Management Fees

The Manager receives a monthly management fee (the “Management Fee”), calculated as a percentage of the Portfolio’s net asset value as of the close of business accrued each business day and payable monthly. The Management Fee rate applicable to the Fund was 1.85% per annum in respect of Series A Shares and 0.85% per annum in respect of the Series F Shares. For the period ended December 31, 2009, the total Management Fee equaled \$165,183 (compared to \$41,419 for the period ended December 31, 2008). The Management Fee is paid in consideration of investment management and administration services. No breakdown of such services was specified in the Management Agreement. From this Management Fee, the Manager pays fees to the Investment Advisor (BluMont Capital, in its capacity as such) who provides portfolio management services to the Portfolio. All fees and expenses payable to the Investment Sub-Advisor, Tradewinds, for its services will be borne by BluMont Capital and not by the Portfolio. A portion of the Management Fee paid by the Portfolio is for trailer fees paid to dealers whose client’s hold Shares of the Portfolio. The trailer fees are a percentage of the net asset value of the Portfolio, calculated and payable monthly. The table below outlines the Portfolio’s annual Management Fees and the trailer fees.

ANNUAL RATE (%)	Series A Shares	Series F Shares
Management Fees	1.85%	0.85%
Trailer Fees (rate as % of Management Fees)	42.06%	0%

In addition, the Portfolio pays BluMont Capital performance fees (“Performance Fees”) equal to 20% of the amount by which the Portfolio return in a year is in excess of the High Water Mark, and no Performance Fee is payable

unless an annual hurdle rate of 6% is achieved in that year. Performance Fees will be payable in all circumstances where the performance of the Portfolio exceeds that of its High Water Mark and its hurdle rate. Please refer to the Portfolio's long-form Prospectus dated April 24, 2009 for further details relating to Performance Fees. The Portfolio did not collect a performance fee for 2008, therefore the High Water Mark remained \$10.00 in 2009 for both Series A and Series F Shares and the hurdle rate was 6%. Series A did not realize a Performance Fee in 2009 and Series F realized Performance Fees totaling \$5,846. Performance Fees are calculated and accrued daily such that, to the extent possible, the share price each day will reflect any Performance Fees payable as at the end of such day. Performance Fees for the Portfolio will be calculated and accrued each day, but will only be payable following the end of the fiscal year of the Portfolio based on the actual annual performance of the Portfolio.

The Manager incurs operating expenses on behalf of the Portfolio and charges these expenses to the Portfolio. For the year ended December 31, 2009, the Manager has, in its discretion, agreed to absorb \$192,652 of operating expenses associated with the Portfolio. For the year ended December 31, 2008, the Manager, in its discretion, absorbed \$147,406 of operating expenses associated with the Portfolio.

Financial Highlights

The following tables show selected key financial information about the Portfolio and are intended to help the reader understand the Portfolio's financial performance for its history up to five years. This information is derived from the Portfolio's audited financial statements, and is represented net of expenses which have been charged to the Portfolio.

SERIES A NET ASSETS PER SHARE

	Year ended December 31, 2009	Period from the date of inception May 20, 2008 to December 31, 2008
Net Assets, beginning of period ¹	\$ <u>9.79</u>	\$ <u>10.00</u>
Increase from operations:		
Total revenue	0.28	0.25
Total expenses	(0.39)	(0.19)
Realized gains (losses) for the period	(0.77)	0.72
Unrealized gains (losses) for the period	<u>1.32</u>	<u>(1.31)</u>
Total increase (decrease) from operations ¹ :	<u>0.44</u>	<u>(0.53)</u>
Distributions ² :		
From income (excluding dividends)	-	(0.01)
From dividends	<u>(0.004)</u>	<u>-</u>
Total annual distributions	<u>(0.004)</u>	<u>(0.01)</u>
Net Assets, end of period ¹	\$ <u>10.42</u>	\$ <u>9.79</u>

RATIOS AND SUPPLEMENTAL DATA⁷

	Year ended December 31, 2009	Period from the date of inception May 20, 2008 to December 31, 2008
Net Asset Value ("NAV")(000s) ¹	\$ 9,902	\$ 3,092
Number of shares outstanding	942,789	315,461
Management expense ratio ³	2.77%	1.17%
Management expense ratio before waivers or absorptions ⁴	4.73%	2.63%
Portfolio turnover rate ⁵	9.56%	17.95%
Trading expense ratio ⁶	0.16%	0.09%

SERIES F NET ASSETS PER SHARE

	Year ended December 31, 2009	Period from the date of inception May 20, 2008 to December 31, 2008
Net Assets, beginning of period ¹	\$ <u>9.88</u>	\$ <u>10.00</u>
Increase from operations:		
Total revenue	0.29	0.21
Total expenses	(0.29)	(0.10)
Realized gains (losses) for the period	(0.69)	0.69
Unrealized gains (losses) for the period	<u>1.30</u>	<u>(1.06)</u>
Total increase (decrease) from operations ¹ :	<u>0.61</u>	<u>(0.26)</u>
Distributions ² :		
From income (excluding dividends)	-	(0.01)
From dividends	<u>(0.004)</u>	<u>-</u>
Total annual distributions	<u>(0.004)</u>	<u>(0.01)</u>
Net Assets, end of period ¹	\$ <u>10.60</u>	\$ <u>9.88</u>

RATIOS AND SUPPLEMENTAL DATA⁷

	Year ended December 31, 2009	Period from the date of inception May 20 to December 31, 2008
Net Asset Value ("NAV") (000s) ¹	\$ 5,436	\$ 3,408
Number of shares outstanding	508,459	344,594
Management expense ratio ³	1.86%	0.64%
Management expense ratio before waivers or absorptions ⁴	3.18%	2.10%
Portfolio turnover rate ⁵	9.56%	17.95%
Trading expense ratio ⁶	0.16%	0.09%

1. The net assets per share shown are referenced to Net Assets determined in accordance with Canadian generally accepted accounting principles ("GAAP") and are derived from the Portfolio's audited annual financial statements. The Net Assets presented in the financial statements may differ from the Net Asset Value ("NAV") calculated for the Portfolio pricing purposes. NAV is calculated using fair value measures as defined by National Instrument 81-106 ("NI 81-106") whereas, Net Assets are calculated in accordance with Canadian GAAP. An explanation of these differences can be found in the notes to the financial statements. Net Assets are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial year. This table is not intended to be a reconciliation of beginning to ending Net Assets per share.
2. Distributions were reinvested in additional shares of the Portfolio.
3. Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated year and is expressed as an annualized percentage of daily average Net Asset Value during the year. The management expense ratio is calculated in accordance with Part 15 of NI 81-106 and therefore includes performance fees, which were previously reported separately as dollar amounts.

4. The Manager has absorbed certain expenses or waived certain fees otherwise payable by the Portfolio. The amount of expenses absorbed or waived is determined annually at the discretion of the Manager and the Manager can terminate the absorption or waiver at any time.
5. The portfolio turnover rate can indicate how actively the investment advisor manages the portfolio of investments. A portfolio turnover rate of 100% is equivalent to the Portfolio buying and selling all of its securities in its portfolio once in the course of the year. The higher a portfolio turnover rate in a year, the greater the trading costs payable by the Portfolio in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Portfolio.
6. The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average Net Asset Value during the period.
7. Ratios and supplemental data, where applicable, are computed using the Net Asset Value of the Portfolio.

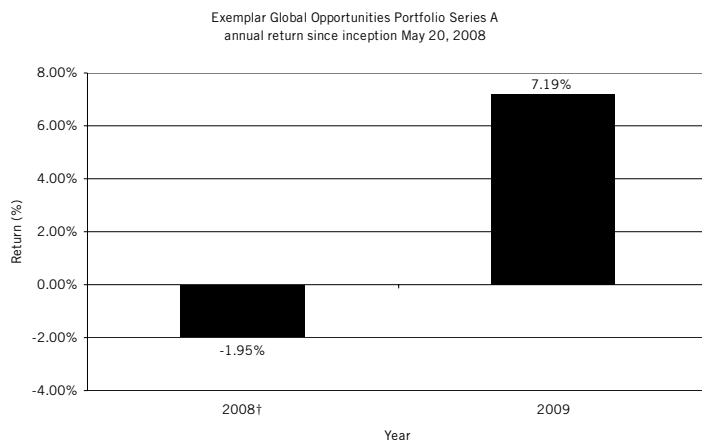
Past Performance

The performance information shown below assumes that all distributions, if any, made by the Portfolio in the periods shown were reinvested in additional shares of the Portfolio. If you hold the Portfolio outside a registered plan, you will be taxed on distributions. Distributions of income the Portfolio earns and capital gains it realizes are taxable in the year received whether received in cash or reinvested in additional units. No adjustment for potential tax consequences to an investor has been made to the performance information.

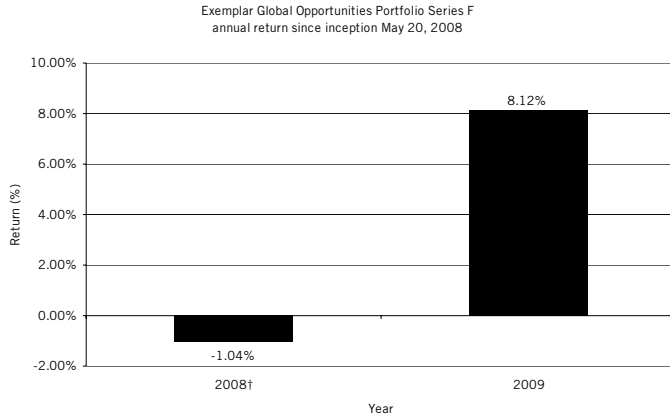
The indicated rates of return are historical annual compounded total returns including changes in unit value and do not take into account sale, redemption, distribution or other optional charges, that, if applicable, would have reduced returns or performance. The Portfolio is not guaranteed. Its value changes frequently and how the Fund has performed in the past does not necessarily indicate how it will perform in the future.

Year-By-Year Returns

The bar chart below illustrates the Portfolio's annual performance for each year(s) shown, and indicates how the Portfolio's performance has changed from year to year. It shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of the financial year.



† Returns shown represent a partial year from inception on May 20, 2008 to December 31, 2008.



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Annual Compound Returns (Compound Performance)

The following table shows the annual compound total returns of the Portfolio, and for the MSCI All Country World Index (Gross) (The Morgan Stanley Capital International All Country World Index is a free float-adjusted market capitalization weighted index that is designed to measure equity market performance in the developed and emerging markets) for the periods shown ended December 31, 2009. The Relative Performance returns show the performance of the Portfolio as compared to the benchmark MSCI ACWI (Gross).

	1 Month	3 Month	6 Month	1 Year	Annualized Since Inception	Cumulative Total Return
Series A	-1.06%	-0.06%	-1.58%	7.19%	3.12%	5.09%
Series F	-0.81%	0.15%	-0.96%	8.12%	4.27%	7.00%
MSCI ACWI (Gross)	1.80%	3.13%	11.96%	17.01%	-10.75%	-16.80%

Summary of Investment Portfolio as at December 31, 2009

The summary of investment portfolio below includes information regarding the Portfolio as a whole. This summary may change due to ongoing portfolio transactions of the Portfolio and a quarterly update is available by contacting BluMont Capital at 1 866 473-7376 or by visiting BluMont Capital's website at www.blumontcapital.com or SEDAR's website at www.sedar.com.

Top 25 Holdings

Issuer	Country	Sector	Sub Sector	% of Net Asset Value
Long Positions				
Newmont Mining Corp	United States	Materials	Metals & Mining, Gold	4.0%
NovaGold Resources Inc.	Canada	Materials	Metals & Mining, Gold	3.7%
Barrick Gold Corp	Canada	Materials	Metals & Mining, Gold	3.5%
Nippon Telegraph & Telephone	Japan	Telecommunication Services	Integrated Telecommunication Services	3.5%
Tyson Foods Inc.	United States	Consumer Staples	Packaged Foods & Meats	2.7%
BP PLC	England	Energy	Integrated Oil & Gas	2.4%
Arch Coal Inc.	United States	Energy	Coal & Consumable Fuels	2.4%
Royal Dutch Shell PLC	England	Energy	Integrated Oil & Gas	2.2%
Jetblue Airways Corp 3.75% Convert 03/15/35	United States	Fixed Income	Industrials, Airlines	1.8%
Smithfield Foods Inc.	United States	Consumer Staples	Packaged Foods & Meats	1.8%
AngloGold Ashanti Ltd.	South Africa	Materials	Metals & Mining, Gold	1.7%
Telecom Italia SpA	Italy	Telecommunication Services	Integrated Telecommunication Services	1.4%
eBay Inc.	United States	Consumer Discretionary	Internet Software & Services	1.3%
Pfizer Inc.	United States	Health Care	Pharmaceuticals	1.3%
Lucent Tech Cap Pref 7.75% Convert 03/15/17	United States	Fixed Income		1.2%
Lihir Gold Ltd.	Papua New Guinea	Materials	Metals & Mining, Gold	1.2%
Gold Fields Limited	South Africa	Materials	Metals & Mining, Gold	1.1%
First Uranium Corp 4.25% 06/30/12	Canada	Fixed Income	Materials, Diversified Metals & Mining	1.1%
Korea Electric Power Corp.	South Korea	Utilities	Electric Utilities	1.1%
Health Net Inc.	United States	Health Care	Managed Health Care	1.1%
Total Long Exposure				40.4%
Short Positions				
Urban Outfitters Inc.	United States	Consumer Discretionary	Apparel Retail	-2.9%
Autozone Inc.	United States	Consumer Discretionary	Automotive Retail	-1.7%
Green Mountain Coffee Roasters Inc.	United States	Consumer Staples	Packaged Foods & Meats	-1.4%
Amazon.com Inc.	United States	Consumer Discretionary	Internet Retail	-1.2%
Strayer Education Inc.	United States	Consumer Discretionary	Education Services	-1.1%
Total Short Exposure				-8.3%
Total Net Exposure				32.1%
Net Asset Value (000)				<u>\$15,332</u>

The investments and percentages may have changed by the time an investor may have purchased units of this Portfolio due to ongoing portfolio transactions of the investment Portfolio. The top 25 holdings are made available quarterly, within 60 days after quarter-end.

Sector Weightings as at December 31, 2009

Sector	Canadian Exposure (Long)	US Exposure (Long)	Foreign Exposure (Long)	Canadian Exposure (Short)	US Exposure (Short)	Foreign Exposure (Short)	Net Exposure	Cash	Total Positions (Long)	Total Positions (Short)
Materials	8.27%	4.01%	4.38%		-1.01%		15.65%		9	1
Fixed Income	1.44%	9.81%	0.86%				12.11%		20	
Energy	0.83%	4.49%	5.15%				10.47%		9	
Telecom. Services			5.88%				5.88%		5	
Health Care		3.20%	1.92%		-0.64%		4.48%		6	1
Consumer Staples		4.79%			-1.05%		3.74%		3	1
Utilities		0.56%	1.47%				2.03%		4	
Industrials			1.17%				1.17%		2	
Financials		0.41%	0.75%				1.16%		4	
Information Technology		0.77%					0.77%		2	
Options		0.16%		-0.20%	-2.21%	-0.78%	-3.03%		3	43
Consumer Discretionary		1.29%	0.28%		-8.50%		-6.93%		2	6
Committed Cash								16.79%		
Investable Cash								34.24%		
Total	10.54%	29.49%	21.86%	-0.20%	-13.41%	-0.78%	47.50%	51.04%	69	52

