

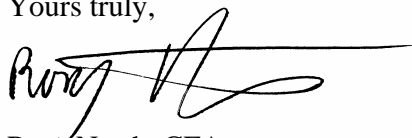
During November, increased anxiety concerning the ongoing disruption of the global credit markets precipitated a substantial decline in equity markets across the globe, paced by the 18% decline of the Shanghai Composite in China. European and North American markets fared slightly better as they posted mid-single digit declines for the month after rallying off of lows during the last few days of the month. In the US, the November declines ranged from 4.2% for the S&P 500 Index to 7.4% for the small cap S&P 600 Index. For the month, the North Growth US Equity Fund declined 6.7%, in line with the 6.8% decline for the NASDAQ Composite Index. The Canadian dollar peaked early in the month and by the end of November had retreated back to parity; consequently, the monthly returns for US equities expressed in Canadian dollars were approximately 5.5% better than the underlying US dollar returns. To the end of November, the North Growth US Equity Fund was up 5.1% in US dollars but down 9.8% in Canadian dollars which puts it approximately 1% behind the S&P 500.

Canadian markets were also weak during November with the S&P/TSX Composite down 6.2%. The North Growth Canadian Equity Fund fell 8.1%, which was disappointing as there were a number of positive developments during the month. At this point we believe the Fund has positions in a number of deeply oversold companies. In a number of situations we believe that low liquidity may have amplified the impact of tax loss selling and we are making some adjustments to take advantage of these opportunities. Year-to-date, the Canadian Equity Fund is down 10.8% versus the 8.4% gain for the S&P/TSX Composite Index. Recent performance of the Canadian Fund has been frustrating as we do not believe it is an accurate reflection of the underlying value of the Fund.

December 15th is the distribution day for the North Growth Equity Funds. Neither Fund paid a distribution this year. As a result, only clients with North Growth Money Market holdings will receive T-3 tax forms from us this year.

Without trying to diminish the magnitude of the current liquidity problem, it is important to recognize all participants are focused on the problem and there are a number of different actions that are being simultaneously implemented to restore the normal functioning of the credit markets. The near term uncertainties are creating an elevated level of volatility in equity markets. The market is currently very focused on the short term, creating opportunities which we believe can be exploited through the disciplined adherence to our long term “growth at a reasonable price” investment strategy.

Yours truly,



Rory North, CFA

NORTH GROWTH US EQUITY FUND

Short Term Rates of Return (%) for Periods Ending November 30, 2007

	1 Month	3 Months	6 Months	YTD
NGM US Equity Fund \$CDN	-1.28	-7.25	-8.34	-9.80
S&P 500 \$CDN	1.43	-4.39	-8.69	-8.85
NGM US Equity Fund \$US	-6.73	-2.04	-1.96	5.12
S&P 500 \$US	-4.18	0.98	-2.33	6.23
S&P 400 MidCap \$US	-5.04	0.04	-5.50	8.19
S&P 600 SmallCap \$US	-7.42	-4.29	-8.94	0.50
NASDAQ Composite \$US	-6.84	2.68	2.57	10.95

NORTH GROWTH US EQUITY FUND

Annualized Rates of Return (%) for Periods Ending November 30, 2007

	1 Year	3 Years	5 Years	10 Years	15 Years	Since Inception
NGM US Equity Fund \$CDN	-7.75	4.16	5.52	9.52	13.19	14.03
S&P 500 \$CDN	-5.69	4.01	2.06	2.48	8.79	9.36
NGM US Equity Fund \$US	5.36	10.25	15.40	13.46	15.10	15.68
S&P 500 \$US	7.72	10.09	11.63	6.16	10.64	10.95
S&P 400 MidCap \$US	7.66	11.86	15.27	11.64	13.62	14.18
S&P 600 SmallCap \$US	0.49	8.38	15.43	9.33	12.01	12.91
NASDAQ Composite \$US	10.27	9.10	13.20	5.73	9.82*	10.64*

Source: Bloomberg "Total Return Analysis" as of December 3, 2007.

*These returns are a simple price appreciation because total return data is not available on Bloomberg.

The inception of the Fund: October 13, 1992.

**NAVPS: Nov. 30, 2007 \$23.22 CDN
\$23.22 US**

Total Assets in Fund \$258.5 Million CDN

NORTH GROWTH CANADIAN EQUITY FUND

Short Term Rates of Return (%) for Periods Ending November 30, 2007

	1 Month	3 Months	6 Months	YTD
NGM Canadian Equity Fund	-8.07	-12.64	-15.98	-10.82
S&P / TSX \$CDN	-6.22	0.82	-1.42	8.38

NORTH GROWTH CANADIAN EQUITY FUND

Annualized Rates of Return (%) for Periods Ending November 30, 2007

	1 Year	3 Years	5 Years	*Since Takeover	**Since Inception
NGM Canadian Equity Fund	-6.59	2.08	4.85	6.37	4.43
S&P / TSX \$CDN	10.01	17.43	18.22	19.73	4.73

*North Growth Management Ltd. took over the Canadian Equity Fund's management contract on May 1, 2003.

**The inception of the Canadian Equity Fund: September 1, 2000.

NAVPS: Nov. 30, 2007 \$ 11.28 CDN

Total Assets in Fund \$ 19.9 Million CDN

NORTH GROWTH CANADIAN MONEY MARKET FUND

Annualized Rates of Returns (%) for Periods Ending November 30, 2007

	*CURRENT YIELD	1 Year	3 Years	5 Years
NGM CDN Money Market Fund	4.48	4.32	3.47	3.03
30 Day T-Bill	N/A	4.26	3.54	3.15

** The Current Yield for the Money Market Fund is the average of the annualized daily yield for the most recent seven day period. This measure is no longer available for the 30 day T-Bill Index.*

The North Growth Canadian Money Market Fund is consistently one of the highest yielding money market funds in Canada – not because we waste any time searching for basis points along the yield curve but because at **0.25%** the Fund's management fee is one of the **lowest in Canada**. We manage the Fund simply by creating a well-diversified portfolio of very short term, top credit quality notes and believe the product is a good proxy for the risk free rate*. We maintain the average maturity of the Fund at near 15 days, meaning that we essentially roll over the entire portfolio every 30 days. As a result, the Fund's current yield will rapidly follow any changes (up or down) in the Bank of Canada's overnight rate.

The accountant's fees for the annual audit are greater than the annual management fees, so North Growth Management takes a small loss on the product. We don't mind because we offer the product as a service to our clients. We also believe an inflation protected liquidity product, such as our money market fund is an underutilized asset class that could improve the overall financial planning of many of our clients. This may seem strange coming from a firm notorious for its opinion that bonds are essentially an inferior asset class that offer inadequate returns for their inherent risk, but we can lay out a strong theoretical argument that you can create a superior portfolio using equities and money market than you can using equities and mid to long term bonds.

For retirees living off their financial assets, we believe that using a client's own personal cash requirements and risk tolerance to determine their appropriate mix of money market and equities, can, in most instances, create a superior portfolio to the all too pervasive industry staple 60/40 equity/bond split. For clients seeking a truly personalized retirement plan we encourage you to make an appointment to come in and get a fresh look at your plan from the North Growth Management investment professionals.

*The risk free rate is the theoretical rate of return of an investment with zero risk. The North Growth Canadian Money Market is not a risk free investment and is not covered by the CDIC (Canadian Deposit Insurance Corporation).

INVESTING WITH NORTH GROWTH MANAGEMENT:

North Growth Management is a focused firm. Our objective is consistent, superior, long term returns on our equity funds based on our “growth at a reasonable price” investment philosophy.

CONDUCTING TRANSACTIONS:

The cut-off time for same-day transactions is 4 p.m. Eastern time or 1 p.m. Pacific time. Orders received after that time will be processed on the next business day. Cheques must be made payable to **RBC Dexia Investor Services Trust**. For security reasons, instructions can only be accepted by mail or by fax to:

North Growth Management Ltd.
Suite 830, One Bentall Centre
505 Burrard Street, Box 56
Vancouver, BC V7X 1M4

Fax: 604-688-5402

WHERE TO FIND NGM FUND PRICES

Please visit www.northgrowth.com to view the Fund's daily prices or to be added to our e-mail list to receive daily notification of the Fund's prices. Alternatively, the Globe & Mail reports prices on www.globefund.com.