

April was a poor month for equities on a global basis and Canada was no exception with the S&P/TSX Index down 2.4%. The North Growth Canadian Equity Fund was down 4.3% during April. We are now at the two-year mark since North Growth began managing the Fund. The Fund has delivered a respectable absolute average annual return of 11.1% over this initial two-year period. On a relative return basis we are disappointed by these results which are well below the 21.4% average annual return posted by the S&P/TSX Index.

I had intended to write a substantive monthly on this anniversary date. However, I am very excited to announce that my wife gave birth to our third son, Trevor John North, this morning and I should really head back to the hospital to bring her some lunch.

We are very pleased with the progress we are making with moving the Fund to a 100% Canadian content portfolio. We are now down to less than 9% US content and will likely complete the transformation this month. While many of our holdings have been out of favor, we are very encouraged that our investment theses for almost all our holdings are proving themselves out and we believe it is only a matter of time before we start seeing some meaningful outperformance.

We are currently pounding the table on both our Canadian and US Funds and believe now is an excellent time to ensure you are fully committed to equities.

Yours truly,



Rory North

SHORT TERM RATES OF RETURN FOR PERIODS ENDING APRIL 30, 2005

	1 Month	3 Months	6 Months	YTD
North Growth Canadian Equity Fund	-4.30%	-4.68%	-0.77%	-4.59%
S&P / TSX \$CDN	-2.38%	2.28%	6.60%	1.87%
North Growth US Equity Fund \$CDN	-1.71%	-0.52%	10.79%	2.09%
S&P 500 \$CDN	2.07%	-0.23%	6.71%	0.51%

ANNUALIZED RATES OF RETURN FOR PERIODS ENDING APRIL 30, 2005

	1 Year	2 Years	3 Years	4 Years	Since Inception
North Growth Canadian Equity Fund	-2.78%	11.10%	1.74%	3.52%	5.31%
S&P / TSX \$CDN	15.72%	21.42%	8.93%	6.09%	-2.17%
North Growth US Equity Fund \$CDN	3.90%	16.78%	9.06%	8.42%	16.61%
S&P 500 \$CDN	-2.46%	7.11%	-3.13%	-5.11%	10.81%

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.

The inception of the US Equity Fund: October 13, 1992.

NAVPS: April 30, 2005 \$ 12.30 CDN

Total Assets in Fund \$ 24.2 Million CDN

North Growth Canadian Money Market Fund**Net Current Yield****2.26%**