



NOVEMBER MONTHLY REPORT

December 03, 2001

During November US equity markets continued to rebound from the September lows. Fueled on by massive liquidity flows, tidbits of better than expected economic data, and the apparent collapse of the Taliban, investors pushed the NASDAQ up by over 14% during the month. On one day following a report of increased hits to its website, Amazon's stock price soared over 35% and for the month Amazon was up 90%. In this environment, the North Growth US Equity Fund lagged all of the major indices for the first time since April of this year. During November the Fund was up 3.2% versus 7.7% for the S&P 500, shrinking our year-to-date advantage over the S&P 500 to just under 16%.

At the end of November the Fund's first full nine-year average annual return stood at 15.5% versus 13.6% for the S&P 500 and 12.8% for the NASDAQ. These solid long-term results were achieved by sticking with our investment philosophy. The individual analysis of our companies leads us to buy and sell holdings based on our assessment of growth and reasonable valuations. During November we substantially reduced our exposure to the very richly valued technology sector, in some cases reversing purchases made in September for gains of 30 to 60%.

The sentiment in the US is very bullish with investors disregarding deteriorating fundamentals and record high valuations. With the economy now officially in recession investors have turned from concerns over "the perfect storm" of higher oil prices, higher interest rates and falling stock prices to eager anticipation of "the perfect recovery"¹. We cannot disregard the exceptionally high valuations in the US equity market. We have noted that the majority of market strategists are bullish and carefully avoid comments on valuations when they project the S&P 500 to rebound to over 1300 within 12 months. The only way that the S&P 500 can be shown to be anywhere within historic valuation levels is by excluding the technology sector from your calculations. In a way this is what our significant underweighting of the technology sector achieves.

November also highlighted the significant risk in the US markets with the dramatic bankruptcy of Enron Corp. Enron's fall from grace marked the biggest corporate bankruptcy in history, effectively evaporating approximately \$80 billion of shareholders' wealth. Enron is probably not the last.

Despite our obvious concerns regarding the overall US equity markets we continue to find opportunities to invest in top quality growth companies at reasonable prices. For example, we initiated a 1% holding in Safeway Inc during the month. We are aware that this liquidity-fueled rally may test our patience; however, we are convinced that the stock by stock application of our investment philosophy will lead us to a fully invested position at some point.

¹ A theme becoming common refrain in ISI Group's daily economic commentary.

Yours truly,

A handwritten signature in dark ink, appearing to read 'Rory North', is written over a horizontal line.

Rory North

PERFORMANCE COMPARISONS: SHORT-TERM

	<i>Year to November 30, 01</i>	<i>May 30, 01 to November 30, 01</i>	<i>August 31, 01 to November 30, 01</i>	<i>Month of November 30, 01</i>
North Growth US Equity Fund \$CDN	8.25%	0.09%	2.69%	2.21%
North Growth US Equity Fund \$US	3.20%	-2.10%	1.25%	3.24%
S&P 500 \$US	-12.65%	-8.66%	0.86%	7.67%
S&P 400 MidCap \$US	-5.48%	-6.77%	-1.76%	7.44%
Russell 2000 \$US	-3.37%	-6.44%	-1.30%	7.75%
NASDAQ Composite \$US	-21.65%	-8.39%	7.01%	14.25%

PERFORMANCE COMPARISONS: LONG-TERM

	1 Year	3 Years	5 Years	9 Years
North Growth US Equity Fund \$CDN	12.3%	20.7%	18.1%	18.1%
North Growth US Equity Fund \$US	9.7%	19.6%	14.6%	15.5%
S&P 500 \$US	-12.2%	0.6%	10.1%	13.6%
S&P 400 MidCap \$US	1.8%	12.6%	15.0%	13.4%*
Russell 2000 \$US	5.0%	6.6%	6.9%	8.9%*
NASDAQ Composite \$US	-25.5%	-0.1%	8.7%	12.8%*

Source: Bloomberg "Total Return Analysis" as of November 30, 2001.

** The nine year average for these indices is a Simple Price Index because total return data is not available on Bloomberg.*

RETURN SINCE INCEPTION (ANNUALIZED), OCT. 13, 1992 - NOV. 30, 2001 **19.5 %**

NAVPS: NOVEMBER 30TH/01	\$ 20.89	CDN
TOTAL ASSETS IN FUND	\$ 96.72	MILLION CDN

CANADIAN MONEY MARKET FUND

NET CURRENT YIELD AS OF NOVEMBER 30, 2001:

2.27%

PORTFOLIO HOLDINGS*As of November 30, 2001*

Chesapeake Energy Corp	4.92
Nextel Communications Inc	4.89
St Jude Medical	4.17
Universal Health Services Cl B	3.68
Timberland	3.54
Manor Care Inc	3.13
Transocean Sedco Forex	2.67
Watson Pharmaceuticals	2.67
Wellpoint Health Networks	2.32
Clayton Homes Inc	2.17
BJ Services	2.06
Jones Apparel Group Inc	1.80
Ocular Sciences	1.70
Precision Castparts	1.67
Federal Signal Corp	1.54
Dominion Resources Inc	1.35
Jacobs Engineering	1.18
Synopsis Inc	1.15
Mohawk Industries	1.09
Scientific-Atlanta Inc	1.09
Sigma-Aldrich	1.08
Sunrise	1.05
Safeway Inc	0.99
Biomet Inc	0.89
Cardinal Health Inc	0.86
Checkpoint Systems	0.79
LSI Logic	0.75
Snap-On Inc	0.74
Pier 1 Imports Inc	0.72
Schnitzer Steel	0.60
Johnson & Johnson	0.57
Dentsply International	0.50
Adobe Systems	0.47
InFocus	0.37
Cable Design Technologies	0.36
G&K Services	0.30
TJX Companies	0.28
Darden Restaurants Inc	0.27
Brinker International Inc	0.26
Sun Microsystems Inc	0.25
Stone Energy Corp	0.21
Devon Energy Corp	0.18
Vishay	0.15
City National Corp	0.13
American Power Conversion	<u>0.10</u>
Total Equities	61.66
Cash and Short Term Notes	<u>38.34</u>
TOTAL ASSETS	100.00%