

FAIRCOURT

RESOURCE FUND LP



Inception Date June 30, 2009

Fund Manager Faircourt Asset Management Inc.

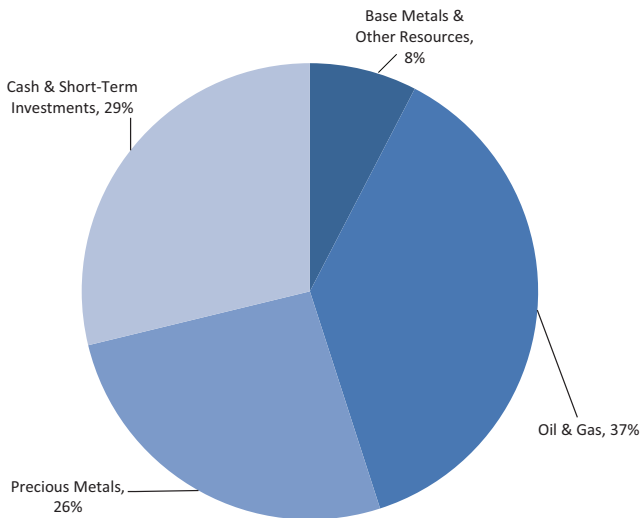
Portfolio Advisor Faircourt Asset Management Inc.

FAIRCOURT RESOURCE FUND LP was originally established to manage the acquired flow-through funds from Canadian Small Cap Resource Funds in the spring of 2009. The Fund's management team initially reviewed the holdings of the previous flow-through limited partnerships with a view to adjusting positions to enhance returns. Proceeds gained from dispositions were reinvested into new opportunities.

TOP TEN HOLDINGS as at December 31, 2011

- Compass Petroleum Ltd.
- Geodrill Limited
- Gran Tierra Energy Inc.
- Legacy Oil & Gas Inc.
- Lumina Copper Corp.
- Midway Energy Ltd.
- Minera Andes Inc.
- New Gold Inc.
- Renegade Petroleum Ltd.
- Spartan Oil Corp.

PORTFOLIO ALLOCATION



INVESTMENT OBJECTIVES

The Investment Objective of the Fund is to seek long-term capital growth by investing in a diversified portfolio of Natural Resource Issuers that are listed on a North American Stock exchange. Natural Resource Issuers are publicly listed issuers that are engaged in mining or exploring for minerals and/or exploring or drilling for petroleum or natural gas or provides support services to these companies.

Resource companies may also be issuers engaged in the generation of electricity or other energy forms through alternative means or the development of projects for alternative energy generation such as "clean-coal" power production, wind power or solar power, or for the production of alternative fuels ("alternative energy companies").

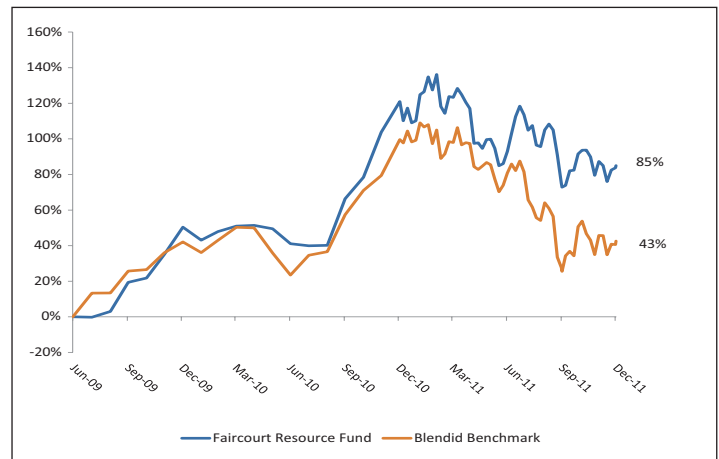
INVESTMENT STRATEGY

The Portfolio Advisor seeks leading Natural Resource companies, focusing on strong fundamentals including promising projects supported by sound geological reports, attractive levels of project profitability, trading liquidity, operating and administrative efficiencies, cash flow strength as well as overall management expertise in exploration, development and/or operations.

As it assesses smaller capitalization opportunities, the Portfolio Advisor will consider; (i) significant ownership in shares by management and insiders; (ii) small percentage of warrants relative to issued and outstanding shares; (iii) low debt levels; (iv) availability of cash resources to fund exploration and development; (v) significant joint venture partners or large shareholders; (vi) project and geographic diversity; (vii) trading liquidity; and (viii) level of political risk.

The Portfolio Advisor intends to focus on those companies with one or more of the following characteristics; (i) low multiples to net asset value or cash flow based on conservative metal price assumptions; (ii) advancing exploration projects with undervalued metal and mineral deposits; (iii) advanced exploration deposits that the Portfolio Advisor believes have high probability potential for expansion prior to feasibility studies and production financing; (iv) trading opportunities driven by financing needs and liquidity events related to capital structure; or (v) represent discounted investment opportunities, particularly those with additional leverage from warrants.

PERFORMANCE SINCE INCEPTION



	Year Ended Dec 31, 2011	Company since Inception
Faircourt Resource Fund	-16%	85%
Benchmark Return	-26%	43%

Benchmark Components
 40% S&P/TSX Diversified Metals & Mining Index
 35% S&P/TSX Venture Composite Index
 20% S&P Energy Index
 5% Cash & Cash Equivalents

FAIRCOURT Asset Management Inc.

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Management fees and expenses are associated with an investment in the fund. The performance data provided assumes reinvestment of distribution only and does not take into account redemption charges or income taxes payable by any security holder that would have reduced returns. An investment in the fund is not covered by the Canada Deposit Insurance Corporation or any other government deposit insurer. There can be no assurance that the fund will be able to maintain its net asset value per security at a constant amount or that the full amount of your investment in the fund will be returned to you. Past performance may not be repeated.