

Northwater Market-Neutral Trust
Summary of Investment Portfolio as at March 31, 2010
(Unaudited)

Financial Highlights	
Net asset value	\$ 5,998,057
Number of units outstanding	3,788,115
Net asset value per unit	\$1.58

Summary of Investment Portfolio ^{(1) (2)}

Strategy	Asset allocation by hedge fund strategy			Largest individual hedge fund holding as a percentage of Net Assets of the Trust
	No. of Hedge Funds	Fair Value (in CAD)		
Asset-backed securities arbitrage	1	1,317,464	25%	21.96%
Distressed securities	2	1,556,425	30%	22.94%
Mortgage-backed security arbitrage	2	197,259	4%	2.96%
Multi-strategy	2	157,938	3%	2.36%
Statistical arbitrage	3	67,987	1%	0.58%
Structured finance	4	1,883,445	37%	16.72%
	14	5,180,518	100%	

The following table lists the 14 hedge funds by fair value held by the Trust as at March 31, 2010. The Trust will disclose the names of those hedge funds which it holds that represent more than 5% of the net assets of the Trust at the end of the period. For hedge funds that represent less than 5% of the Trust's net assets, the Trust has adopted unique fund numbers as identifiers. These numbers are used consistently in reporting by the Trust.

Hedge Fund Investments	Type of Investment	Cost (in CAD)	Fair Value (in CAD)	Percentage of Net Assets of the Trust
Cerberus International SPV, Ltd *	Participating shares	\$638,383	\$1,376,211	22.94%
CRC Global Structured Credit Fund*	Participating shares	1,192,846	1,317,464	21.96%
Fortress Value Recovery Fund I Ltd.*	Participating shares	2,313,488	1,002,966	16.72%
Medley Opportunity Fund Ltd *	Participating shares	776,689	849,767	14.17%
Fund 212*	Participating shares	-	180,214	3.00%
Fund 189*	Participating shares	1,234,714	177,296	2.96%
Fund 183*	Participating shares	132,508	141,489	2.36%
Fund 211*	Participating shares	-	34,606	0.58%
Fund 220*	Participating shares	100,946	30,703	0.51%
Fund 226*	Participating shares	-	21,201	0.35%
Fund 103*	Participating shares	14,002	19,963	0.33%
Fund 146*	Participating shares	23,404	16,448	0.27%
Fund 104*	Participating shares	157,129	12,180	0.20%
Fund 187*	Participating shares	1,687,130	9	0.00%

* held by other investment funds managed or advised by Northwater Fund Management Inc.

⁽¹⁾ The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Trust. There are no non-arm's length relationships between the Trust or Northwater Fund Management Inc. and any of the hedge funds held by the Trust. On a quarterly basis, an updated listing of holdings will be available.

⁽²⁾ At March 31, 2010 the Trust held cash and short-term investments of \$2,473,628.