

**Northwater Five-Year Market-Neutral Trust  
Summary of Investment Portfolio as at September 30, 2009  
(Unaudited)**

<b>Financial Highlights (in CDN\$)</b>	
Net asset value	\$ 15,139,638.41
Number of units outstanding	2,151,900
Net asset value per unit	\$ 7.04

**Summary of Investment Portfolio <sup>(1)(2)</sup>**

The following table presents information regarding the Hedge Fund Portfolio to which the Trust has exposure through its ownership of Northwater Five-Year Market-Neutral Fund Limited as at September 30, 2009. The multi-strategy funds have not been allocated to any of the underlying hedge fund strategies set out in this table.

<b>Strategy</b>	<b>Asset allocation by hedge fund strategy</b>			<b>Largest individual hedge fund holding as a percentage of Net Assets of the Trust</b>
	<b>No. of Hedge Funds</b>	<b>Fair Value (in USD)</b>		
Asset-backed securities arbitrage	2	\$ 1,546,492	13%	10.51%
Distressed securities	3	2,462,299	22%	10.80%
Mortgage-backed securities	3	2,137,383	19%	8.24%
Multi-strategy	6	3,449,978	30%	8.83%
Statistical arbitrage	3	58,959	1%	0.19%
Structured finance	3	1,691,076	15%	7.21%
	20	\$ 11,346,187	100%	45.78%

The following table lists the largest 20 hedge funds by fair value to which the Trust has exposure through its ownership of Northwater Five-Year Market-Neutral Fund Limited as at September 30, 2009. The Trust will disclose the names of those hedge funds to which it has exposure that represent more than 5% of the net assets of the Trust at period-end. 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 the Trust's reporting.

<b>Top 20 Investments</b>	<b>Type of Investment</b>	<b>Cost (in USD)</b>	<b>Fair Value (in USD)</b>	<b>Percentage of Net Assets of the Trust</b>
Cerberus International, Ltd*	Participating shares	\$1,112,918	\$ 1,524,001	10.80%
CRC Global Structured Credit Fund, Ltd.*	Participating shares	1,200,000	1,481,883	10.51%
Citadel Kensington Global Strategies Fund Ltd.*	Participating shares	931,520	1,245,698	8.83%
Sorin Offshore Fund, Ltd*	Participating shares	1,171,076	1,161,637	8.24%
BDCM Intermediate Company A*	Participating shares	999,070	1,016,480	7.21%
HBK Offshore Fund Ltd.*	Participating shares	674,854	733,698	5.20%
Fund 205*	Participating shares	1,167,777	674,591	4.78%
Fund 101*	Participating shares	1,107,851	654,979	4.64%
Fund 208*	Participating shares	674,752	560,269	3.97%
Fund 190*	Participating shares	700,000	556,385	3.94%
Fund 103*	Participating shares	802,800	419,361	2.97%
Fund 118*	Participating shares	298,844	392,343	2.78%
Fund 212*	Participating shares	-	378,028	2.68%
Fund 183*	Participating shares	356,279	376,478	2.67%
Fund 171*	Participating shares	44,575	64,609	0.46%
Fund 146*	Participating shares	49,285	46,782	0.33%
Fund 211*	Participating shares	33,964	26,646	0.19%
Fund 226*	Participating shares	49,894	22,826	0.16%
Fund 104*	Participating shares	39,227	9,486	0.07%
Fund 187*	Participating shares	700,000	5	0.00%

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

- (1) There are no non-arm's length relationships between the Trust or Northwater Fund Management Inc. and any of the hedge funds for which the Trust has exposure. On a quarterly basis, an updated listing of holdings will be available.
- (2) At September 30, 2009 the Trust held cash and short-term investments of \$1,434,420.