

The NorthStream Credit Strategies Fund LP generated a return of 1.30% for the month of August, outperforming the broader high yield market which was down -0.17% for the month¹.

In September, the Bank of Canada surprised market consensus by raising the overnight rate to 1.00% in light of stronger than expected economic data since the last meeting in July. The futures market is indicating a 75% probability of a December rate increase in Canada compared to a 47% probability in the US. In response to the risk of rising rates, we maintain a short portfolio duration of 2.80 years, compared to 3.95 for the high yield index². Our emphasis on event driven credit opportunities results in the portfolio having a low correlation with the high yield bond market, interest rates and equities.

Our bond holdings by rating were 33% BB, 50% B, and 17% CCC. Canadian dollar positions comprised 77% of the portfolio. The NorthStream Credit Strategies Fund LP generated a return of 23.16% since inception with only one negative month, compared to four negative months for the high yield index over the sixteen-month period. Please refer to our performance and risk metrics table below.

NorthStream Credit Strategies Fund LP - Performance													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017	2.69%	0.66%	-0.89%	0.64%	0.63%	0.02%	0.31%	1.30%	-	-	-	-	5.45%
2016	-	-	-	-	0.49%	0.81%	3.40%	2.98%	2.29%	2.12%	0.75%	2.88%	16.80%

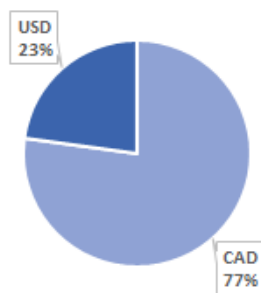
Return Since Inception: 23.16%

The NorthStream Credit Strategies Fund LP ("the Fund") launched on May 2nd, 2016. The monthly returns above are shown net of all fees and expenses and are based on the Fund's Class X Lead Series NAV. Monthly NAV and returns are calculated by SGGG Fund Services. Past performance is not indicative of future results.

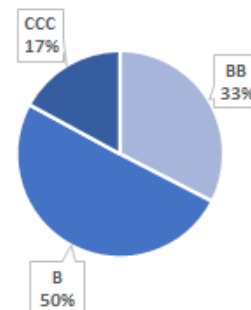
Performance & Risk Metrics			
Return Since Inception	23.16%		
YTD	5.45%		
1-YR Return	14.17%		
Annualized Since Inception	16.87%		
% of Positive Months	93.75%		
Maximum Drawdown	-0.89%		
Annualized Standard Deviation	4.31%		
Sharpe Ratio ³	3.62		
Correlation			
Index	HYG ¹	TSX	S&P500
Correlation	61%	46%	3.5%
Upside Capture	135%	140%	81%
Downside Capture ⁴	-329%	-47%	-145%

Bond Holdings by:

Currency Exposure



Credit Rating



¹ iShares iBoxx \$ High Yield Corporate Bond ETF (HYG)

² Bank of America Merrill Lynch US High Yield Master II Index (H0A0)

³ Using 1-year T-Bills.

⁴ Negative downside capture vs. HYG, TSX and the S&P 500 is a result of NorthStream generating positive returns in months when these indices generated negative returns.