

Northwest Specialty Innovations Fund

Annual Management Report of Fund Performance as at September 30, 2009

This Annual Management Report of Fund performance contains financial highlights but does not contain either interim or annual financial statements of the investment fund. You can get a copy of the interim or annual financial statements at your request, and at no cost, by calling 1-888-809-3333, by writing us at Northwest & Ethical Investments L.P., 155 University Avenue Suite 400, Toronto, ON M5H 3B7 or by visiting our website at www.northwestfunds.com or SEDAR at www.sedar.com.

Security holders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Performance

Investment Objective and Strategies

The Fund strives to achieve superior returns using active management to invest in a diversified portfolio of businesses that "innovate". These are principally defined as companies in or related to the technology sector.

Sub Advisor Bob McWhirter of Selective Asset Management Inc. employs a proprietary or quantitative model to seek out companies with technological advantages, marketable products, market dominance and earnings growth. This 12-factor model includes a variety of ratios including return on equity, price earnings, earnings per share, earnings estimates revision, quarterly earnings momentum and others. Using this bottom-up strategy, the Sub Advisor essentially grades each company based on these data results and typically invests in those that meet a pre-defined standard. This quantitative approach helps the Sub Advisor to remove emotion from the investment process, as measurable results outweigh market hype. That said the Sub Advisor overlays this process with a qualitative assessment of factors such as unusual company circumstances and management decisions.

The mandate to invest in innovation allows the Sub Advisor to consider a variety of sectors in addition to technology companies. For example, the Portfolio may invest in companies that use technology to gain a competitive advantage, which has historically included sectors such as biotech, industrial products, health care and energy. In addition, the Fund has the flexibility to make a substantial investment in cash if investment in these other sectors is not prudent.

Risk

Interest Rate risk is not expected to be significant for the upcoming year as it is anticipated that central banks around the world will keep interest rates at today's low levels until late spring 2010 at the earliest. Currency Risk is quite significant, particularly as it pertains to the US Dollar which is under pressure due to concerns about the strength of the US economy and balance sheet. However, this risk maybe reduced given the already enormous downward move in the US Dollar versus most major currencies. Liquidity Risk is always a concern in both small cap stocks and high yield bonds in the sense that there are periods when there is very little trading activity thus accentuating prices move and both can suffer reduced access to capital. Equity Risk or volatility remains elevated as investors are concerned that corporate profits may disappoint and/or the possibility of another economic slowdown.

Sector investment risk is an issue for any Fund with a mandate to invest a specific portion of the portfolio in any one sector. The Fund's flexibility to consider companies outside of the technology sector helps the Portfolio Manager to build a more diverse portfolio across a broader group of sectors. The use of cash also helps to mitigate this risk.

Results of Operations

The Northwest Specialty Innovation Fund's series A units returned 1.6% for the 12 months ended September 30th 2009, compared with the benchmark NASDAQ Index's return of 3.1%. Unlike the Index return, the Fund's return is after the deduction of fees and expenses paid by the Fund. Performance differences between series of units are mainly attributable to management fees charged to each series. Refer to the Past Performance section for the details of returns by Series. The Fund's net assets decreased by 12% to \$66MM at September 30, 2009 from \$74MM at September 30, 2008. This change was driven by net redemptions by retail investors.

Factors that Affected Performance

Due to the economic uncertainties during the year the Sub Advisor has been cautious for most of the year and has at times carried large cash positions. At September 30, 2009 the Fund had a 49% weight in cash. This conservative stance has been the biggest detractor to relative performance over the past year as the portfolio lagged the massive rises experienced by lower quality, higher beta stocks which dominated the Index's performance. While the Sub Advisor was underweight Financials, the sector with the poorest performance over the year in the Nasdaq, the Sub Advisor was also

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significantly underweight in Information Technology and Consumer Discretionary which were the best performing sectors over the period. The fund did not match the initial rally in the market as part of the Sub Advisors Investment process involves a positive change in earnings expectations; these expectations simply did not exist in the first half of 2009.

Individual stocks that performed well for the six months to September 30, 2009 include Bio-Extraction up 245%, Descartes System up 64%, Dragon Wave up 375%, and SXC Health Solutions up 85%. Conversely stocks negatively impacting performance include Synaptics Incorporated down 15.8% and Mantech International Corporation down 19.81%. Furthermore a significant underweight in Apple Inc, which was up 63.5%, detracted from relative performance.

Recent developments

Based on Unit Holder approval on October 23, 2009 the Fund has a fixed rate MER of 2.52% as compared to a floating rate MER of 2.64% (as at March 31, 2009). The new MER became effective on November 1, 2009, had the new MER been in place for a full year performance would have increased by 12 basis points.

Over the last year, financial markets could have been divided into two distinct periods. During the first half of the period, financial markets experienced extreme volatility due to uncertainty over the global recession and the U.S. banking crisis. After reaching bear market lows in early March of 2009, equity and corporate bond markets around the world began to rally as the credit crisis eased and evidence of an improving economy reduced fears of a 1930's like depression. Furthermore, initial public offerings (IPOs) and corporate mergers and acquisitions, which had slowed to a crawl in the wake of the credit crisis, began to show signs of renewed life in the third quarter of 2009. The Disney/Marvel Entertainment, Dell/Perot Systems, Xerox/ACS, and Abbott Labs/Solvay deals, plus Kraft's bid for Cadbury, joined previously announced mergers of Pfizer/Wyeth and Oracle/Sun as indicators that the credit markets are more open to financing corporate acquisitions.

Despite this renewed optimism in the market place, the Sub Advisor remains cautious going forward given the contraction in employment. The official unemployment rate has increased to 9.8%, highest since 1983, while a broader measure of underutilization, including those reluctantly working only part-time, reached 17%. Furthermore, the problems created by unemployment have increasingly spilled over into housing. The estimated percentage of mortgages that were either delinquent or behind at least one payment ranged from 3% to more

than 5% during the second quarter. By the end of May, prime fixed-rate mortgages reportedly represented one of every three new foreclosure filings, according to the Mortgage Bankers Association; a year earlier, they were one out of every five.

However, there are promising signs that the economy has bottomed. Most notably, the leading economic indicators which track the direction of economic activity have been positive for five consecutive months. In addition, the Sub Advisor remains mindful that improving stock prices always precede a better economy and better headlines. Furthermore, the Sub Advisor will try to strike an appropriate balance by being opportunistic based on the promise of continuing market recovery while having appropriate safeguards in place in the event of renewed adversity.

The mandate's focus on leading technology companies combined with the Sub Advisors quantitative, bottom up emphasis on identifying quality companies has led to an underweight in low quality stocks (weak earnings growth and low return on equity) which have outperformed since March 2009. While this has led to some recent underperformance, the Sub Advisor is comfortable with the position given the likelihood of a delayed or tepid recovery. It is the Sub Advisors belief that the market is not fully recognizing the true value of the funds underlying holdings and expects these high quality stocks to provide attractive returns over the long term given their technological advantages, marketable products, market dominance and earnings growth profile.

International Financial Reporting Standards

In February 2008, the Canadian Institute of Chartered Accountants ("CICA") announced that Canadian Generally Accepted Accounting Principles (the "GAAP"), for publicly accountable enterprises, will be replaced by International Financial Reporting Standards ("IFRS") and it will apply to semi-annual and annual financial statements for fiscal years beginning on or after January 1, 2011.

A team was appointed to oversee the IFRS conversion project. As of today, the Manager has completed the *Identification* phase. The *Feasibility* phase is under way, including analysis of the accounting impacts of conversion to IFRS. From 2010 on, the team will start gathering comparative information as at March 31, 2011 in order to prepare the semi-annual financial statements ending March 31, 2012 in accordance with IFRS standards.

The Manager has presently determined that there will be no significant impact to the Funds' net asset value per

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unit as a result of the changeover to IFRS.

Related Party Transactions

Northwest & Ethical Investments L.P. ("NEILP") is the Manager, the Trustee, the Portfolio Manager and the Registrar of the Fund. NEILP is 50% owned by the Fédération des caisses Desjardins du Québec ("Fédération") and 50% indirectly owned by seven Provincial Credit Union Centrals.

NEILP is the Manager of the Fund pursuant to the administration agreement. The Manager ensures the daily administration of the Fund. NEILP provides the Fund or makes sure the Fund is provided with all services (accounting, custody, portfolio management, record maintenance, transfer agent) required to function properly. The fees are presented in the "Management Fees" section.

Desjardins Trust Inc. is the custodian of the Fund. Desjardins Trust Inc. is a wholly-owned subsidiary of the Fédération, which is a 50% owner of NEILP. The custodian fees of Desjardins Trust Inc. are at the Fund's expense and are established based on market conditions.

Management, custodian and administrative fees presented in the Statement of Operations are incurred by the Fund with NEILP or with other companies of which Fédération is a significant owner.

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Desjardins Securities Inc. ("DSI") is a wholly-owned subsidiary of the Fédération. DSI is a broker responsible for security transactions on behalf of the Fund. During the period ended September 30, 2009, the amounts paid in commission by the Fund to DSI are \$4,200 (\$0 in 2008).

During the period ended September 30, 2009, the amounts paid in commission by the Fund to Desjardins Trust Inc. are \$2,127 (\$0 in 2008).

At the end of the period ended September, 2009, accrued expenses payable to related parties are \$132,935 (\$198,520 as at September 30, 2008).

The Fund is distributed through Credential Asset Management Inc., Credential Securities Inc, Desjardins Securities Inc., Desjardins Financial Services Firm Inc., Desjardins Financial Security Investments Inc. and Gestions SFL Inc. and other non-related dealers. The named dealers are related to NEILP by way of shared ownership. NEILP pays to these related parties distribution and servicing fees based on a percentage of the average daily value of the units of each held by the dealer's clients and additionally, in some cases, on the amount of the initial purchase.

This document contains forward-looking statements. Such statements are generally identifiable by the terminology used, such as "plan", "anticipate", "intend", "expect", "estimate", or other similar wording. These forward-looking statements are subject to known and unknown risks and uncertainties and other factors which may cause actual results, levels of activity and achievements to differ materially from those expressed or implied by such statements. Such factors include, but are not limited to: general economic, market and business conditions; fluctuations in securities prices, fluctuation in interest rates and foreign currency exchange rates; and actions by governmental authorities. Future events and their effects on the fund may not be those anticipated by us. Actual results may differ materially from the results anticipated in these forward-looking statements. We do not undertake, and specifically disclaim, any obligation to update or revise any forward-looking information, whether as a result of new information, future developments or otherwise.

Northwest Specialty Innovations Fund

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for each of the past five years as applicable.

Net Assets per Unit⁽¹⁾ - Northwest Specialty Innovations Fund, Series A

| | September 30 2009 \$ | September 30 2008 \$ | September 30 2007 \$ | September 30 2006 \$ | September 30 2005 \$ |
|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Net assets, beginning of year | 6.89 | 9.28 | 7.91 | 7.63 | 6.60 |
| Increase (decrease) from operations: | | | | | |
| Total revenue | 0.05 | 0.09 | 0.13 | 0.10 | 0.05 |
| Total expenses | (0.17) | (0.22) | (0.24) | (0.23) | (0.21) |
| Realized gains (losses) | (1.23) | 0.56 | 1.12 | 0.75 | 1.01 |
| Unrealized gains (losses) | 1.43 | (2.03) | 0.45 | (0.39) | 0.12 |
| Commissions and other portfolio transaction costs | (0.03) | (0.08) | (0.12) | - | - |
| Total increase (decrease) from operations⁽²⁾ | 0.05 | (1.68) | 1.34 | 0.23 | 0.97 |
| Distributions: | | | | | |
| From income (excluding dividends) | - | - | - | - | - |
| From dividends | - | - | - | - | - |
| From capital gains | - | 0.69 | 0.32 | 0.09 | - |
| Return of capital | - | - | - | - | - |
| Total Distributions⁽³⁾ | - | 0.69 | 0.32 | 0.09 | - |
| Net Assets, End of Year | 7.04 | 6.89 | 9.28 | 7.91 | 7.63 |

(1) This information is derived from the Fund's audited annual financial statements. The net assets per unit presented in the financial statements differs from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements.

(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

(3) Distributions were paid in cash or reinvested in additional units of the Fund.

Ratios and Supplemental Data - Northwest Specialty Innovations Fund, Series A

| | September 30 2009 | September 30 2008 | September 30 2007 | September 30 2006 | September 30 2005 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Total net asset value (000's of \$) | 59,906 | 68,936 | 88,582 | 49,303 | 40,278 |
| Number of units outstanding | 8,446,471 | 9,874,211 | 9,479,193 | 6,229,649 | 5,279,567 |
| Management expense ratio (%) ⁽¹⁾ | 2.68 | 2.62 | 2.63 | 2.79 | 2.85 |
| Management expense ratio before waivers and absorptions (%) | 2.74 | 2.62 | 2.63 | 2.81 | 2.85 |
| Trading expense ratio (%) ⁽²⁾ | 0.39 | 0.94 | 1.32 | 1.56 | 1.22 |
| Portfolio turnover rate (%) ⁽³⁾ | 193.89 | 386.43 | 339.02 | 482.94 | 313.01 |
| Net asset value per unit (\$) | 7.09 | 6.98 | 9.34 | 7.91 | 7.63 |

(1) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(2) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Northwest Specialty Innovations Fund

Financial Highlights

Net Assets per Unit⁽¹⁾ - Northwest Specialty Innovations Fund, Series F

| | September 30 2009 \$ | September 30 2008 \$ | September 30 2007 \$ | September 30 2006 \$ | September 30 2005 \$ |
|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Net assets, beginning of year | 9.96 | 13.25 | 11.19 | 10.67 | 9.13 |
| Increase (decrease) from operations: | | | | | |
| Total revenue | 0.08 | 0.13 | 0.19 | 0.15 | 0.06 |
| Total expenses | (0.15) | (0.19) | (0.21) | (0.20) | (0.19) |
| Realized gains (losses) | (1.84) | 0.77 | 1.53 | 0.79 | 1.27 |
| Unrealized gains (losses) | 1.93 | (2.90) | 0.35 | (1.03) | (0.67) |
| Commissions and other portfolio transaction costs | (0.04) | (0.11) | (0.17) | - | - |
| Total increase (decrease) from operations⁽²⁾ | (0.02) | (2.30) | 1.69 | (0.29) | 0.47 |
| Distributions: | | | | | |
| From income (excluding dividends) | - | - | - | - | - |
| From dividends | - | - | - | - | - |
| From capital gains | - | 0.99 | 0.46 | 0.12 | - |
| Return of capital | - | - | - | - | - |
| Total Distributions⁽³⁾ | - | 0.99 | 0.46 | 0.12 | - |
| Net Assets, End of Year | 10.28 | 9.96 | 13.25 | 11.19 | 10.67 |

(1) This information is derived from the Fund's audited annual financial statements. The net assets per unit presented in the financial statements differs from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements.

(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

(3) Distributions were paid in cash or reinvested in additional units of the Fund.

Ratios and Supplemental Data - Northwest Specialty Innovations Fund, Series F

| | September 30 2009 | September 30 2008 | September 30 2007 | September 30 2006 | September 30 2005 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Total net asset value (000's of \$) | 3,201 | 4,108 | 4,967 | 2,083 | 1,086 |
| Number of units outstanding | 309,302 | 407,057 | 372,246 | 186,169 | 101,752 |
| Management expense ratio (%) ⁽¹⁾ | 1.61 | 1.57 | 1.57 | 1.72 | 1.79 |
| Management expense ratio before waivers and absorptions (%) | 1.67 | 1.57 | 1.57 | 1.74 | 1.79 |
| Trading expense ratio (%) ⁽²⁾ | 0.39 | 0.94 | 1.32 | 1.56 | 1.22 |
| Portfolio turnover rate (%) ⁽³⁾ | 193.89 | 386.43 | 339.02 | 482.94 | 313.01 |
| Net asset value per unit (\$) | 10.35 | 10.09 | 13.34 | 11.19 | 10.67 |

(1) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(2) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Northwest Specialty Innovations Fund

Financial Highlights

Net Assets per Unit⁽¹⁾ - Northwest Specialty Innovations Fund, Series I

| | September 30 2009 (12 months) \$ | September 30 2008 (12 months) \$ | September 30 2007 (12 months) \$ | September 30 2006 (12 months) \$ | September 30 2005* (3 months) \$ |
|--|---|---|---|---|---|
| Net assets, beginning of year | 10.08 | 13.09 | 10.88 | 10.19 | 10.00 |
| Increase (decrease) from operations: | | | | | |
| Total revenue | 0.07 | 0.14 | 0.18 | 0.14 | 0.01 |
| Total expenses | - | - | - | - | - |
| Realized gains (losses) | (1.66) | 0.83 | 1.45 | 0.33 | 0.44 |
| Unrealized gains (losses) | 2.29 | (3.06) | 0.19 | (0.63) | (0.48) |
| Commissions and other portfolio transaction costs | (0.04) | (0.11) | (0.17) | - | - |
| Total increase (decrease) from operations⁽²⁾ | 0.66 | (2.20) | 1.65 | (0.16) | (0.03) |
| Distributions: | | | | | |
| From income (excluding dividends) | - | - | - | - | - |
| From dividends | - | - | - | - | - |
| From capital gains | - | 0.90 | 0.45 | 0.11 | - |
| Return of capital | - | - | - | - | - |
| Total Distributions⁽³⁾ | - | 0.90 | 0.45 | 0.11 | - |
| Net Assets, End of Year | 10.55 | 10.08 | 13.09 | 10.88 | 10.19 |

* Beginning of operations in July 2005.

(1) This information is derived from the Fund's audited annual financial statements. The net assets per unit presented in the financial statements differs from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements.

(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

(3) Distributions were paid in cash or reinvested in additional units of the Fund.

Ratios and Supplemental Data - Northwest Specialty Innovations Fund, Series I

| | September 30 2009 (12 months) | September 30 2008 (12 months) | September 30 2007 (12 months) | September 30 2006 (12 months) | September 30 2005* (3 months) |
|---|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Total net asset value (000's of \$) | 2,863 | 2,159 | 1,376 | 436 | 35 |
| Number of units outstanding | 269,482 | 211,342 | 104,416 | 40,034 | 3,401 |
| Management expense ratio (%) ⁽¹⁾⁽⁴⁾ | N/A | N/A | N/A | N/A | N/A |
| Management expense ratio before waivers and absorptions (%) ⁽⁴⁾ | N/A | N/A | N/A | N/A | N/A |
| Trading expense ratio (%) ⁽²⁾ | 0.39 | 0.94 | 1.32 | 1.56 | 1.22 |
| Portfolio turnover rate (%) ⁽³⁾ | 193.89 | 386.43 | 339.02 | 482.94 | 313.01 |
| Net asset value per unit (\$) | 10.62 | 10.21 | 13.18 | 10.88 | 10.19 |

* Beginning of operations in July 2005.

(1) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(2) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

(4) There are no expenses charged to this Series.

Management Fees

The Manager is responsible for the management, supervision and administration of the Fund. The Manager receives from the Specialty Innovations Fund management fees, before GST, calculated daily on the net asset value of the Fund at an annual rate of 2.00% for Series A units and 1.00% for Series F units.

The management fee covers the cost of investment advisory fees, sales, marketing, and distribution expenses of the Fund. In addition, the Manager pays a trailer fee to dealers out of this management fee. The trailer fee is a percentage of the average daily value of the units of the Fund held by the dealer's clients.

The following table shows the major services paid for out of management fees as a percentage of the management fee for Series A and Series F units:

| | Management Fee | Investment Advisory and other | Trailer Fee |
|-----------------|----------------|----------------------------------|--------------------|
| Series A | 2.00% | 60.50% | 39.50% |
| Series F | 1.00% | 100% | N/A ⁽¹⁾ |

(1) No trailer fees are paid in respect of any Series F units of the Fund

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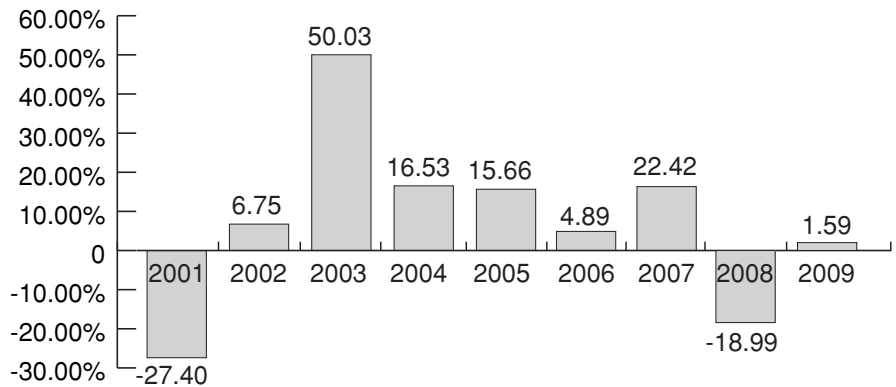
Past Performance

The following charts and tables show the past performance for each series of shares of the Fund and will not necessarily indicate how the Fund will perform in the future. The information shown assumes that distributions made by the Fund in the periods shown were reinvested in additional shares of the relevant series of the Fund. In addition, the information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance

The following charts show the annual performance for each series of units of the Fund for each year shown and illustrate how the Fund's performance has varied from year to year. The charts indicate how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

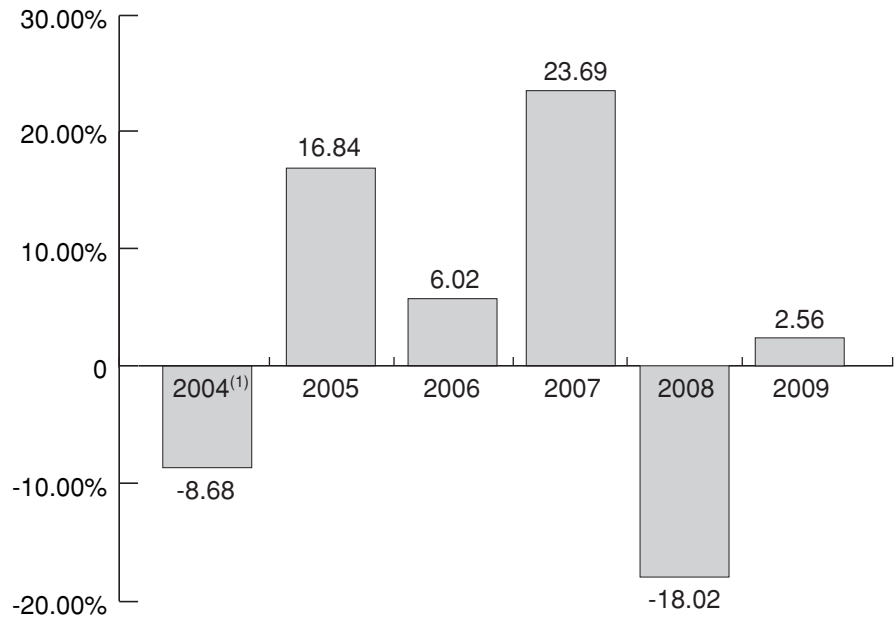
Northwest Specialty Innovations Fund Series A

For the 12-month periods ended September 30



Northwest Specialty Innovations Fund Series F

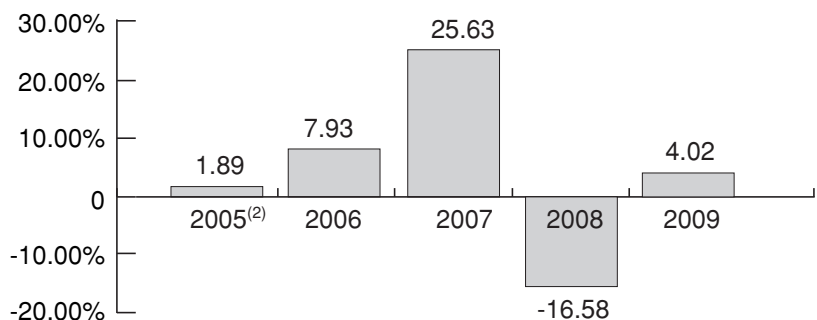
For the 12-month periods ended September 30



(1) From June 4, 2004 to September 30, 2004

Northwest Specialty Innovations Fund Series I

For the 12-month periods ended September 30



(2) From July 4, 2005 to September 30, 2005

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Annualized Compound Returns

The following table(s) show the historical annual compound return for Series A, F, and I units of the Fund for each period indicated, ending September 30, 2009. The annual compound return is also compared to the returns of the NASDAQ Composite Index.

The Index is a broad-based capitalization-weighted index of all NASDAQ National Market & Small Cap stocks. The Index was developed with a base level of 100 as of February 5, 1971.

While the Fund uses this Index for long-term performance comparisons, it is not managed relative to the composition of the Index. As a result, the Fund may experience periods when its performance is not aligned with the Index, either positively or negatively. Please see the "Results of Operations" section of this report for a discussion of recent performance results.

| | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception* |
|--|--------|---------|---------|----------|------------------|
| Northwest Specialty Innovations Fund, Series A | 1.59% | 0.27% | 4.11% | N/A | 5.88% |
| NASDAQ Index | 3.11% | -3.33% | -1.03% | N/A | -6.17% |
| Northwest Specialty Innovations Fund, Series F | 2.56% | 1.33% | 5.21% | N/A | 3.11% |
| NASDAQ Index | 3.11% | -3.33% | -1.03% | N/A | -3.09% |
| Northwest Specialty Innovations Fund, Series I | 4.02% | 2.94% | N/A | N/A | 4.38% |
| NASDAQ Index | 3.11% | -3.33% | N/A | N/A | -2.74% |

*Series F inception June 4, 2004 and Series I inception July 4, 2005

Northwest Specialty Innovations Fund

Summary of Investment Portfolio as at September 30, 2009

Total Net Asset Value: \$65,970,293

| TOP 25 POSITIONS (long positions)* | | % |
|---|-----------------------------------|-------------|
| 1 | Cash and Cash Equivalents | 43.7 |
| 2 | Bridgewater Systems Corporation | 3.8 |
| 3 | DragonWave | 3.5 |
| 4 | SXC Health Solutions Corp. | 3.0 |
| 5 | GLG Life Tech Corporation | 2.9 |
| 6 | Bio-Extraction | 2.7 |
| 7 | Amorfix Life Sciences | 2.6 |
| 8 | Descartes Systems Group | 2.5 |
| 9 | Neo Material Technologies | 2.2 |
| 10 | ProMetic Life Sciences | 2.1 |
| 11 | Research In Motion | 2.0 |
| 12 | COM DEV International | 1.9 |
| 13 | Burcon Nutrascience Corporation | 1.9 |
| 14 | Open Text Corporation | 1.8 |
| 15 | MOSAID Technologies | 1.6 |
| 16 | Wireless Matrix Corporation | 1.6 |
| 17 | Grey Island Systems International | 1.4 |
| 18 | IMAX Corporation | 1.3 |
| 19 | Wavefront Technology Solutions | 1.2 |
| 20 | Catch the Wind | 1.2 |
| 21 | Western Wind Energy Corp. | 1.1 |
| 22 | Vector Aerospace Corporation | 1.0 |
| 23 | Xenos Group | 0.9 |
| 24 | VendTek Systems | 0.9 |
| 25 | Functional Technologies Corp. | 0.9 |
| | Total | 89.7 |

NET ASSET VALUE MIX

as at September 30, 2009

% Total

56.3 Equities

| | |
|------|----------------------------|
| 24.5 | Information Technology |
| 14.9 | Health Care |
| 5.5 | Consumer Staples |
| 3.0 | Consumer Discretionary |
| 2.2 | Materials |
| 2.0 | Telecommunication Services |
| 1.8 | Industrials |
| 1.3 | Energy |
| 1.1 | Utilities |

43.7 Cash and Cash Equivalents

100.0 Total Net Asset Value

GEOGRAPHIC DISTRIBUTION

as at September 30, 2009

% Total

| | |
|------|---------------------------|
| 55.3 | Canada |
| 1.0 | Other Countries ** |
| 43.7 | Cash and Cash Equivalents |

100.0 Total Net Asset Value

* There is no short position in this Fund.

** This category includes all countries representing less than 5% of the Fund's net asset value.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment Fund.

A quarterly update is available.

Notes

Notes

Northwest & Ethical Investments L.P.

1-888-809-3333

www.northwestfunds.com