

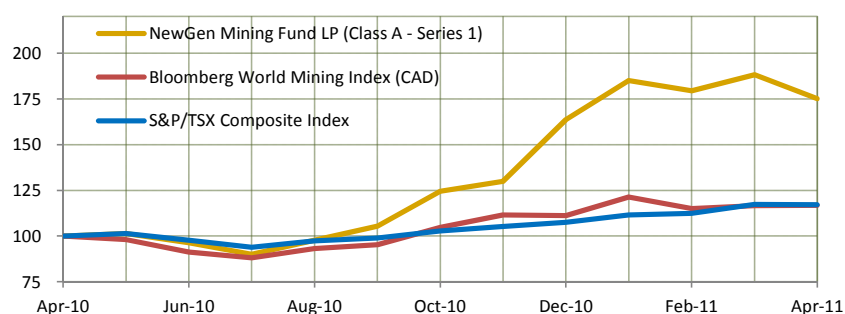
## MONTHLY COMMENTARY

In March the NewGen Mining Fund LP (Class A - Series 1) was down 7% (net), bringing the NAVPS to 174.97. This was a disappointing result in a very challenging month. Turmoil in the middle east continued to cause volatility in the capital markets, which was compounded by the disaster in Japan. While heightened levels of volatility negatively impacted some of the Fund's smaller cap holdings, it was the situation at Japan's Fukushima nuclear plant that caused the fund to underperform as market sentiment towards uranium stocks was impaired by uncertainty over the longer-term implications for the nuclear industry. The Fund started the month with around 9% uranium exposure, including a top 5 holding, Rockgate Capital, which was also the subject of false rumours. Throughout the month, we undertook a comprehensive review of the portfolio, shedding non-core holdings and reallocating capital to new mid and large cap positions where considerable value had been exposed during the sell-off. We increased our silver and bulk commodity exposures and rebalanced the fund for the coming months as we anticipate a strong recovery in the mining sector. We are confident in the prospects of all our holdings and expect the Fund to regain momentum as risk appetite improves and stock specific catalysts drive performance.

## INVESTMENT APPROACH

The NewGen Mining Fund LP aims to achieve superior, long-term, absolute returns on strategic investments within the global mining industry. The strategy relies on a rigorous research process that is designed to identify a concentrated portfolio comprising the most prospective advanced explorers, developers and high-growth producers. Diversification is achieved across market caps and sub-sectors, but the manager attempts to overweight commodities that offer the strongest fundamentals. There is a heavy emphasis on risk management and capital preservation. The manager implements an active hedging strategy and maintains good portfolio liquidity to enable the flexibility to react to volatile market conditions. Net exposures are frequently adjusted and typically range from 50-150%.

## PERFORMANCE GRAPH SINCE INCEPTION



## MONTHLY RETURNS

		Jan	Feb	Mar	Apr	May	June	Jul	Aug	Sept	Oct	Nov	Dec	Year		
2011	Class A Series 1	NAVPS	179.42	188.21	174.97	-	-	-	-	-	-	-	-	-	-	
		Return	-3.04%	4.90%	-7.03%	-	-	-	-	-	-	-	-	-	-5.44%	
	Class A Series 2	NAVPS		188.21	175.06	-	-	-	-	-	-	-	-	-	-	
		Return		4.90%	-6.41%	-	-	-	-	-	-	-	-	-	-1.82%	
	Class A Series 3	NAVPS			174.28	-	-	-	-	-	-	-	-	-	-	
		Return			-7.40%	-	-	-	-	-	-	-	-	-	-7.40%	
	Bench- marks	BWMING*	-5.21%	1.44%	0.06%	-	-	-	-	-	-	-	-	-	-3.79%	
		S&P/TSX	0.81%	4.31%	-0.14%	-	-	-	-	-	-	-	-	-	5.01%	
	2010	Class A Series 1	NAVPS	-	-	-	101.40	96.26	89.98	97.78	105.39	124.39	129.95	163.69	185.04	-
			Return	-	-	-	1.40%	-5.06%	-6.52%	8.67%	7.78%	18.04%	4.47%	25.96%	13.04%	85.04%
		Bench- marks	BWMING*	-	-	-	-1.72%	-7.42%	-3.03%	5.73%	2.11%	10.01%	6.71%	-0.49%	9.44%	21.78%
			S&P/TSX	-	-	-	1.44%	-3.67%	-3.98%	3.71%	1.71%	3.82%	2.37%	2.18%	3.79%	11.68%

\* Bloomberg World Mining Index is denominated in CAD

## NEWGEN ASSET MANAGEMENT LIMITED

Portfolio Manager:	David Dattels	Style/Strategy:	Long/Short Mining Equities	NewGen Asset Management Limited
Research Team:	Norman Chang	Prime Broker:	Scotia Capital	Commerce Court North, Suite 2900
Trader:	Ryan Coulen	Administrator:	SGGG Fund Services	25 King Street West, P.O. Box 405
Min Investment:	\$50,000	Auditor:	SGGG LLP	Toronto, Ontario, Canada M5L 1G3
Base Currency:	CAD	Lawyer:	BLG LLP	www.newgenfunds.com