CEDAR CREEK PARTNERS, LLC

Managing Member – Tim Eriksen *Eriksen Capital Management, LLC*

February 14, 2011

Subject: Cedar Creek Partners January 2011 Unaudited Results

Dear Partner:

The fund rose 1.4% net of fees and expenses in January, which was slightly less than most of the major indices (as shown below).[1] Our under performance was primarily due to small caps underperforming, as seen by the negative returns in the Russell 2000, and due to our increased cash position. Due to new cash inflows, our cash position started the month at nearly 30%, which dampened returns in the month. We have begun putting some of that to work, but currently cash levels are still above 20%, which creates a modest headwind when the market is rising. That said, we are comfortable with keeping cash since we are confident that excellent opportunities will arise in the coming months if we are patient.

	Jan '11
Cedar Creek	**1.43%**
DJIA	2.85%
S&P 500	2.33%
Nasdaq	1.78%
Russell 2000	-0.24%

* Index Returns as reported on Yahoo! Finance, Morningstar, Dow Jones and Russell.

Our primary goal is to outperform the general market indices over a normal market cycle, which we would estimate as four to five years. Having completed just over five full years we believe we can examine the fund's performance fairly. As the chart below notes, our average annual return, net of fees and expenses, is in excess of 20%, and we have outperformed the other indices by nearly 17% per year. Both numbers are very satisfactory.

	Inception*	**Ave Annual Return**
Cedar Creek	**158.0%**	**20.68%**
DJIA	24.2%	4.40%
Russell 2000	18.0%	3.33%
Nasdaq	16.5%	3.08%
S&P 500	10.8%	2.05%

* fund inception January 15, 2006. Index Returns as reported on Yahoo! Finance, Morningstar, Dow Jones and Russell.

While, no single index is directly comparable to Cedar Creek Partners, we believe that it is important to compare our performance to a passively managed approach. At the core of our investment philosophy is the belief that we can generate superior risk-adjusted returns by holding a more concentrated portfolio of undervalued securities, than an index holding a far greater number of securities. Index returns as reported on Yahoo! Finance, Dow Jones, and Russell (see the DISCLAIMER for more information).

In recent update letters we have tried to provide insight into our thought process by including a look at individual securities. Last month we looked at a mega cap (Cisco Systems) and a micro cap (Conrad Industries). This month we are not going to profile any of the fund's holdings rather we want to detail how we size positions in the fund, and when we start selling.

Portfolio Construction and Position Sizing

Finding an undervalued security is the most important part of the investment process; however, the decision of how much to buy of that security and when to sell are also key elements of investment success. In our one-page update we note "we are committed to finding securities that are trading at a discount to our estimate of their intrinsic value (what a rational buyer would pay for the whole company) and holding them until the market offers us a price at or above that value." That is our general approach, but the statement needs some clarification.

I think we all understand the concept of looking for a bargain when we go shopping. We at Cedar Creek, apply that to the stock market, we simply look for stocks trading for less than what a rational buyer would pay for the whole company. While easy to understand, the application is difficult owing to the fact that typically there are not many bargains to be found, so it takes great effort.

Finding the right stock is just the beginning. Once found the portfolio manager has to decide how much to invest in that security. This is no simple matter. In our April 2010 letter we detailed our risk management process in terms of limiting how much of one security the fund may own, and how much exposure to a specific industry we can have. Risk management is extremely important, which is why Warren Buffett often says that "Rule number one is never lose money. Rule number two is to never forget rule number one." This approach gives us an upper limit, but still not enough information to make the final decision.

We also know from studies that over diversification leads to mediocre results. It is extremely hard for a portfolio of fifty to one hundred stocks to significantly outperform the market over time. In addition, it is hard to closely follow a large number of securities, which increases the likelihood of mistakes. This is why we favor a more concentrated approach. Thus we know that the position size in general should be meaningful.

We don't have, and don't believe we should have, a fixed formula for purchases. Some mangers make every new position a certain size, for example 5%. We think that is incorrect. Every security has a different risk/reward relationship. The sizing of a position has to be based on the security's individual merits and its correlation to other holdings in the fund. Quite simply, we do not know of any magic formula to capture this. It involves significant thought about the security's risk/reward relationship, and is frankly, more art than science. In the end, position size is based on a multitude of factors, including overall attractiveness, liquidity, and correlation to the portfolio.

When to Start Selling

Over the years we have seen many a portfolio manager holding (and often touting) a stock that is near to their price target. We think this is a huge mistake that prevents many managers from outperforming the market. Let me give you an example.

In our October month end letter we profiled Calamos Holdings. At the time the stock was under $12 per share and we estimated fair value to be $17.35 per share based on a multiple of earnings of 13, plus adding back cash and the net present value of its tax deferred assets. Since then, Calamos' assets under management have continued to rise and thus our estimate of fair value is around $19 per share. The stock currently trades at just over $17 per share.

Has Calamos hit our price target of fair value? No. Have we started selling some shares? Yes. The reason why is that the risk/reward relationship has changed as the price rose. Obviously, there is now less upside to be gained. When we purchased we paid 50 to 70% of our estimate of fair value, meaning we had potential returns of 42 to 100% if Calamos reached fair value. With a current price of $17 and fair value of $19, we only have a potential return of 12% to reach fair value.

In addition, if we had continued to hold all of our shares, what started out as a 5% position, with 42 to 100% upside potential, would have risen to a 7% position, with only 12% upside potential. We have no interest in having 7% of the fund be invested in a security with so little upside compared to other opportunities available. (I would note that management of Calamos made recent statements about their desire to create a greater degree of clarity regarding the company's market capitalization, which is positive for the stock, and means that our $19 fair value estimate could be too conservative.)

In other words, our quote in our one-page update about holding until fair value is reached, is generally true but should be read as having the qualification that we will begin to trim a position as it approaches our price target due to the price increase changing the risk/reward relationship. At times a position will be sold before it reaches our price target if a more attractive opportunity presents itself. We think this approach allows us to capture the "easier" returns and helps the fund be more conservatively positioned by owning stocks that are trading at a meaningful discount to our estimate of their intrinsic value.

Room for New Members and/or Additional Funds

A number of our partners have invested additional funds in recent months, for which we are grateful. We still have plenty of room for existing partners to increase their investment and for others to join. Please consider referring friends of yours who may be potential new investors. The basic requirements are 1) that each invests a minimum of $50,000 and 2) that new members are accredited (high net worth) individuals. Subsequent investments must be a minimum of $10,000.

Should you have any questions regarding the fund, please don't hesitate to call me at my home office (360) 393-3019, or on my cell at (360) 354-3331.

Sincerely,

Tim Eriksen
Manager
Cedar Creek Partners LLC
tim@eriksencapital.com

CEDAR CREEK PARTNERS, LLC

Managing Member – Tim Eriksen *Eriksen Capital Management, LLC*

March 9, 2011

Subject: Cedar Creek Partners February 2011 Unaudited Results

Dear Partner:

The general market indices posted nice gains in February as the market continued its six month run. Whereas large caps led the way in January, it was small caps (as measured by the Russell 2000 index) that took the lead in February. The Fund, which generally maintains a small and micro-cap focus, rose 7.1% net of fees and expenses for the month, and is up 8.6% year to date.[1]

	Feb '11	2011	Inception	Ave. Annual
Cedar Creek	**7.11%**	**8.64%**	**176.4%**	**22.0%**
DJIA	3.16%	6.11%	28.2%	5.0%
S&P 500	3.47%	5.88%	14.6%	2.7%
Nasdaq	3.04%	4.88%	20.1%	3.6%
Russell 2000	5.48%	5.21%	24.4%	4.4%

* fund inception January 15, 2006. Index Returns as reported on Yahoo! Finance, Morningstar, Dow Jones and Russell.

Our strong performance was led by Aberdeen International (AAB.TO) up 38%, Bullion Monarch Minerals (BULM) up 47% and Mind CTI (MNDO) up 27%, including dividends. One third of the fund's long positions rose by 10% or more during the month. Decliners of note during the month were Cisco Systems down 12% and Pardee Resources down 9%.

Cash levels continued to remain high during the month. In fact, we ended the month with cash above 30%. As we noted last month, "we are not trying to time a market correction; rather, we are continuing to search for the right opportunities to put our capital to work. We are confident that excellent opportunities will arise in the coming months if we are disciplined and wait for clearly compelling ideas."

In recent update letters we have tried to provide insight into our thought process by including a look at individual securities. Last month we provided detail on how we size positions in the fund as well as how we adjust position sizes as stocks increase in price. This month we want to look at a stock - Bullion Monarch Minerals that will show how we analyze a security as well as reveal how we adjust a position size as a stock increases in price.

---

[1] While, no single index is directly comparable to Cedar Creek Partners, we believe that it is important to compare our performance to a passively managed approach. At the core of our investment philosophy is the belief that we can generate superior risk-adjusted returns by holding a more concentrated portfolio of under-valued securities, than an index holding a far greater number of securities. Index returns as reported on Yahoo! Finance, Dow Jones, and Russell (see DISCLAIMER for more information).

We recently wrote a brief article that mentioned Bullion along with Conrad Industries (which we detailed in our December 2010 year end letter) for the March issue of the Value Investing Letter. You can read the article at www.valueinvestingletter.com. Within a few days of the article being written, but not yet published, Bullion jumped nearly 70%.

Bullion Monarch Minerals – A Basket of Free Call Options

Here is what I wrote about Bullion for the article:

> Bullion Monarch (BULM) is a gold-focused royalty company with additional interests in oil-shale technology and other assets. The majority of current revenues are derived from a royalty claim block located in Northeastern Nevada's Carlin Trend. The existing royalty should generate around $6 million per year for the next 10 to 12 years at current gold prices. Bullion has 39 million shares outstanding at $1 per share. What attracted me were the additional assets of the company. Bullion has additional royalty properties, some of which are in development, as well as some promising mining projects in Brazil and Mexico. Bullion's oil shale subsidiary has the rights to shale deposits containing 667 million barrels of oil resource, and is in the testing phase of converting that shale into oil. In addition, Bullion has a lawsuit on appeal claiming that it is owed royalties from additional properties in Nevada. I believe the value of the producing royalty alone is nearly equal to Bullion's market cap. Thus an investor is essentially getting a free call option on the lawsuit, the oil shale potential, and Bullion's other properties. Bullion trades over the counter, but is pursuing a listing on the Toronto Stock Exchange, and a possible spin-off of its oil shale subsidiary, either of which should provide a near term catalyst.

The basic investment thesis was that an investor in Bullion at $1 per share was getting a number of free call options since the share price was essentially only reflecting the value of Bullion's producing gold royalty. As a value investor we insist on a margin of safety. At a buck per share we were confident we were getting that. We also want to have growth potential, shareholder friendly management and a near term catalyst to unlock value. Bullion had all of these – there were a number of projects that could generate growth in intrinsic value and numerous potential catalysts which were being pursued by management, which showed that they had a shareholder friendly mindset at least in terms of unlocking value.

As we noted last month in regards to sizing a position, we start with a base 5% position size and adjust from there. In Bullion's case we already had other exposure to precious metals via Aberdeen International, Goldgroup Mining and Sandstorm Gold common and warrants. For that reason we decided to limit the position to approximately 3.5% of the fund.

What we hadn't planned on was that a few days after their earnings release an investment newsletter touted the stock as a great buy which caused a sharp jump in the price. Obviously one never knows when this type of catalyst will occur, although it appears to be more frequent with gold-related stocks. In Bullion's case it had actually happened last October. At that time it was only a 2% position in the fund when one morning the share price spiked nearly 100%. We took advantage of the higher price to sell 1/3 of our position at $1.46 per share. Two weeks later, we repurchased the same number of shares for about 94 cents each.

On February 25 Bullion closed at $1.08 per share. It opened the following Monday at $1.25 and quickly rose to near $1.50 per share. On Tuesday it opened at $1.65 and bounced around before closing at $1.95 per share. We view this as similar to what happened last October, in addition as we noted last month the rise in price changed the risk/reward relationship for the stock. The basket of call options were no longer free, essentially the market was ascribing a $20 to $40 million value for them. We didn't want to have an increased weighting to a stock with a decreased margin of safety, especially when past history had shown that the stock could trend back down in price when the initial increase was fueled by non-company related events.

For this reason we chose to significantly reduce the fund's position at prices just under $1.70 per share. Hopefully Mr. Market will give us an opportunity to repurchase the same number of shares at a much lower price in the coming weeks or months.

Room for New Members and/or Additional Funds

A number of our partners have invested additional funds in recent months, for which we are grateful. We still have plenty of room for existing partners to increase their investment and for others to join. Please consider referring friends of yours who may be potential new investors. The basic requirements are 1) that each invests a minimum of $50,000 and 2) that new members are accredited (high net worth) individuals. Subsequent investments must be a minimum of $10,000.

Should you have any questions regarding the fund, please don't hesitate to call me at my home office (360) 393-3019, or on my cell at (360) 354-3331.

Sincerely,

Tim Eriksen
Manager
Cedar Creek Partners LLC
tim@eriksencapital.com

CEDAR CREEK PARTNERS, LLC

Managing Member – Tim Eriksen *Eriksen Capital Management, LLC*

April 11, 2011

Subject: Cedar Creek Partners March 2011 Unaudited Results

Dear Partner:

The general market indices were essentially flat in March, except for small caps (as measured by the Russell 2000) which rose by 2.6%. The Fund, which generally maintains a small and micro-cap focus, rose 1.6% net of fees and expenses for the month, and is up 10.4% year to date.[2]

	Mar '11	2011	Inception	Ave. Annual
Cedar Creek	**1.58%**	**10.36%**	**180.8%**	**21.9%**
DJIA	0.91%	7.07%	29.3%	5.1%
Russell 2000	2.59%	7.94%	27.6%	4.8%
Nasdaq	-0.04%	4.83%	20.0%	3.6%
S&P 500	0.01%	5.90%	14.6%	2.7%

* fund inception January 15, 2006. Index Returns as reported on Yahoo! Finance, Morningstar, Dow Jones and Russell.

Our performance was led by Conrad Industries (CNRD) up 16%, Smith Midland (SMID) up 14%, and Diamond Hill Investment Group (DHIL) up 8%. Decliners of note during the month were Aberdeen International (ABB.TO) down 12% and Goldgroup Mining (GGA.TO) down 15%.

Cash levels continued to remain high during the month. In fact, we once again ended the month with cash above 30%. I would repeat what we have said in the previous two letters, "we are not trying to time a market correction; rather, we are continuing to search for the right opportunities to put our capital to work. We are confident that excellent opportunities will arise in the coming months if we are disciplined and wait for clearly compelling ideas."

In recent update letters we have tried to provide insight into our thought process by including a look at individual securities. Last month we provided detail on Bullion Monarch Minerals (BULM) which gave some clarity on how we analyze a security as well as how we adjust a position size as a stock increases in price. This month we are going to provide detail on G Willi Food (WILC), our fourth largest position at 4% of the fund.

[2] While, no single index is directly comparable to Cedar Creek Partners, we believe that it is important to compare our performance to a passively managed approach. At the core of our investment philosophy is the belief that we can generate superior risk-adjusted returns by holding a more concentrated portfolio of under-valued securities, than an index holding a far greater number of securities. Index returns as reported on Yahoo! Finance, Dow Jones, and Russell (see DISCLAIMER for more information).

G Willi Food

G. Willi-Food International is one of Israel's largest food importers and a single-source supplier of one of the world's most extensive ranges of quality kosher food products. The company has 13.6 million shares outstanding and is currently trading for $7.85 per share, a 20% premium to its $6.37 book value at year end. We paid approximately $5.75 per share for our position during March through May of last year. The company has no debt, over $3.75 per share in cash, and earned 62 cents per share in 2010. Thus the market is pricing the business at 6 to 7 times trailing earnings net of cash for shares in a growing business in one of the faster growing segments of the food industry.

The company did issue 3.3 million shares a year ago, which we contend was horribly dilutive to intrinsic value. A fellow manager we know has visited the company and spoken with management and was told that the company realizes that the offering was a mistake and that it did not create additional liquidity in the stock, as they had been led to believe by their investment bankers. Management's intention is to use the cash for an acquisition or to expand their production in the United States, or return it to shareholders via a special dividend. The company did mention that they have recently held discussions with a private equity firm which had expressed interest in a possible acquisition of the company.

During their most recent conference call the company mentioned that their estimate of sales for 2011 was $115 million, assuming no acquisitions, which would be an increase of over 15% from 2010. The company's estimate for earnings for 2011 is 80 cents per share, which would be an increase of nearly 30% over 2010. We put a conservative fair value of twelve times earnings plus net cash, which would result in a share price of approximately $13.50 per share, a potential gain of 70%.

Room for New Members and/or Additional Funds

A number of our partners have invested additional funds in recent months, for which we are grateful. We still have plenty of room for existing partners to increase their investment and for others to join. Please consider referring friends of yours who may be potential new investors. The basic requirements are 1) that each invests a minimum of $50,000 and 2) that new members are accredited (high net worth) individuals. Subsequent investments must be a minimum of $10,000.

Should you have any questions regarding the fund, please don't hesitate to call me at my home office (360) 393-3019, or on my cell at (360) 354-3331.

Sincerely,

Tim Eriksen
Manager
Cedar Creek Partners LLC
tim@eriksencapital.com

May 11, 2011

Subject: Cedar Creek Partners April 2011 Unaudited Results

Dear Partner:

The general market indices were strong in April, led by the Dow Jones Industrial Average which was up over 4.1% during the month. Small Caps stocks, as reflected by the Russell 2000, were up over 2.6% for the month. The Fund, which generally maintains a small and micro-cap focus, rose 1.5% net of fees and expenses for the month, and is up 12.0% year to date.[3]

	Apr '11	2011	Inception	Ave. Annual
Cedar Creek	**1.48%**	**12.02%**	**185.0%**	**21.9%**
DJIA	4.13%	11.49%	34.7%	5.8%
Russell 2000	2.64%	10.79%	31.0%	5.2%
Nasdaq	3.32%	8.32%	24.0%	4.1%
S&P 500	2.90%	8.96%	18.0%	3.2%

* fund inception January 15, 2006. Index Returns as reported on Yahoo! Finance, Morningstar, Dow Jones and Russell.

Our performance in April was led by Sandstorm Gold (SSL.V) common and warrants up 16% and 32% respectively, The Marketing Alliance (MAAL.PK) up 32%, Goldgroup Mining (GGA.TO) up 13%, and Aberdeen International (ABB.TO) up 5%. Decliners of note during the month were G Willi Food International (WILC) down 4%, Terra Nova Royalty (TTT) down 7%, Gravity (GRVY) down 8%, and Archon Corporation (ARHN.PK) down 10%.

Cash levels continued to remain high during the month, which partially contributed to our underperformance during the month. Cash levels were 33% to start the month and ended at 26%, so we were able to put some money to work. The high level of cash is not a function of market timing, rather of being disciplined in our approach. We believe Seth Klarman was absolutely correct when he wrote his investment classic, Margin of Safety, that:

> Absolute-performance-oriented investors …will buy only when investments meet absolute standards of value. They will choose to be fully invested only when available opportunities are both sufficient in number and compelling in attractiveness, preferring to remain less than fully invested when both

[3] While, no single index is directly comparable to Cedar Creek Partners, we believe that it is important to compare our performance to a passively managed approach. At the core of our investment philosophy is the belief that we can generate superior risk-adjusted returns by holding a more concentrated portfolio of under-valued securities, than an index holding a far greater number of securities. Index returns as reported on Yahoo! Finance, Dow Jones, and Russell (see DISCLAIMER for more information).

> conditions are not met. In investing, there are times when the best thing to do is nothing at all. (Seth Klarman, Margin of Safety, page 44)

Obviously, we are not doing "nothing at all." We spend the better part of each day searching for opportunities; however, it is better to not make a purchase than to compromise on the "absolute standard of value."

Two months ago I mentioned that I had written an article for the Value Investing Letter providing a brief thesis on Bullion Monarch Mining (BULM) and Conrad Industries (CNRD), two unknown unlisted stocks. I had the opportunity to write another article for this month's issue, where I briefly laid out the thesis for the fund's investments in G Willi Food (WILC) and Aberdeen International (AAB.TO). The article can be found at http://valueinvestingletter.com/two-stocks-a-young-warren-buffett-might-like.html. For your convenience I have attached the article at the end of this update.

Room for New Members and/or Additional Funds

A number of our partners have invested additional funds in recent months, for which we are grateful. We still have plenty of room for existing partners to increase their investment and for others to join. Please consider referring friends of yours who may be potential new investors. The basic requirements are 1) that each invests a minimum of $50,000 and 2) that new members are accredited (high net worth) individuals. Subsequent investments must be a minimum of $10,000.

Should you have any questions regarding the fund, please don't hesitate to call me at my home office (360) 393-3019, or on my cell at (360) 354-3331.

Sincerely,

Tim Eriksen
Manager
Cedar Creek Partners LLC
tim@eriksencapital.com

VIL EXCLUSIVE

Two Stocks a Young Warren Buffett Might Like

By Tim Eriksen

The goal of every enterprising investor is to achieve attractive absolute returns and to outperform a passive index approach over time. The best way to achieve that is to focus on the least efficient segments of the stock universe. As Seth Klarman wrote in *Margin of Safety*, “ample investment opportunities may exist in the securities that are excluded from consideration by most institutional investors. Picking through the crumbs left by the investment elephants can be rewarding.” In other words, we should fish where others are not.

That is the basis of how we manage money. We spend our time looking at the most ignored segments of the market - companies with market capitalizations of less than $200 million, spin offs, misunderstood mid and large caps, stocks trading under $5 per share, and unlisted companies. In addition, we look for companies that have a near term catalyst that will result in a narrowing of the gap between the market price and our estimate of intrinsic value.

G Willi Food International

A current holding of our fund that we think fits this description nicely is G Willi Food-International (WILC). The company is one of Israel's largest food importers and a single-source supplier of one of the world's most extensive ranges of quality kosher food products. The company has 13.6 million shares outstanding and is currently trading for $7.85 per share, a 20% premium to its $6.37 book value at year end. The company has no debt, over $3.75 per share in cash, and earned 62 cents per share in 2010. Thus the market is pricing the business at 6 to 7 times trailing earnings, net of cash, for shares in a growing business in one of the faster growing segments of the food industry.

Management’s intention is to use the cash for an acquisition or to expand their production in the United States. If neither can be achieved the cash will be returned to shareholders via a special dividend. In their most recent conference call, the company mentioned that they have recently held discussions with a private equity firm which had expressed interest in a possible acquisition of the company. Based on the current share price we can see why private equity is so interested.

During the conference call the company also mentioned that their estimate of sales for 2011 was $115 million, assuming no acquisitions, which would be an increase of over 15% from 2010. The company’s estimate for earnings for 2011 was 80 cents per share, which would be an increase of nearly 30% over 2010. We put a conservative fair value of twelve times earnings plus net cash, which results in a share price of approximately $13.50 per share, a potential gain of 70%.

Aberdeen International

A second idea that we find attractive is Aberdeen International (AAB.TO), a global investment and merchant banking company listed in Toronto. Aberdeen seeks to acquire significant equity participation in pre-IPO and/or early stage public resource companies with undeveloped or undervalued high quality resources. The company is primarily gold focused but also has coal, strategic metals, oil and gas, and potash holdings as well. Aberdeen’s goal is to optimize return in a two year time frame.

Aberdeen trades at approximately 85 cents per share, which is about 55% of book value (63% fully diluted). It has a market cap of $75 million and pays a dividend of two cents per year, for a yield of 2.35%. Book value consists of public investments (40%), private investments (20%), two gold royalties (20%), loans (10%), and cash (8%).

What is particularly attractive at the moment is that management is aware of the discount and is working to eliminate it. They are considering establishing new funds at net asset value in order to be paid as an asset manager, transitioning into the fund management business, and/or selling their gold royalty assets. In addition, Aberdeen owns some performance warrants in recently IPO’d companies that are expected to vest later this year. The warrants are carried on the books at a zero value, but have a current value, if vested, of $14 million, or about 10 cents per share after taxes and other fees.

We see no reason for the stock to trade at a 40% discount to NAV, and think it can trade at or near par similar to competitors Sprott Resources and Pinetree Capital. We also think it is likely that the NAV can continue to rise this year as Aberdeen brings a few more of the private companies it has invested in to market, and the aforementioned performance warrants vest.

Tim Eriksen

Tim Eriksen is the founder and president of Eriksen Capital Management. He has managed a private fund that focuses primarily on small and micro cap stocks since 2006. Tim can be reached at tim@eriksencapital.com.

June 14, 2011

Subject: Cedar Creek Partners May 2011 Unaudited Results

Dear Partner:

The general market indices declined in May, with smaller companies (as reflected by the Russell 2000) being the weakest of the group, declining 1.9% for the month. While we do not normally track it, the Russell Micro Cap Index fell 2.2% in May, showing that the smallest end of the spectrum was clearly weakest in the month. The Fund, which generally maintains a small and micro-cap focus, declined 2.9% net of fees and expenses for the month, and is up 8.8% year to date.[4]

	May '11	2011	Inception	Ave. Annual
Cedar Creek	**-2.9%**	**8.8%**	**176.8%**	**20.9%**
DJIA	-1.5%	9.8%	32.6%	5.4%
Russell 2000	-1.9%	8.7%	28.5%	4.8%
Nasdaq	-1.3%	6.9%	22.4%	3.8%
S&P 500	-1.1%	7.7%	16.7%	2.9%

* fund inception January 15, 2006. Index Returns as reported on Yahoo! Finance, Morningstar, Dow Jones and Russell.

Despite the decline in the month there were a few solid performers, including Dell (DELL), Armanino Foods (AMNF) and a small asset manager. The majority of decliners were in the precious metals. Revett Minerals (RVM) down 29%, Bullion Monarch Minerals (BULM) down 16%, Goldgroup Mining (GGA.TO) down 14%, and Aberdeen International (ABB.TO) and Sandstorm Gold (SSL.TO) were both down 8%. In addition, one micro-cap Smith-Midland declined by 25% after a disappointing earnings release.

There was quite a divergence between the performance of gold, as measured by SPDR Gold Shares (GLD) and smaller gold mining stocks. The gold ETF was down just 1.8% in May, while many junior miners, as noted above, were down 10 to 15%. This occurs frequently, which is one of the reasons we do not put much emphasis on short term performance numbers.

The fund's cash levels continued to remain high during the month. Cash levels were 26% to start the month and ended at 23%, so we were able to put some money to work. Subsequent to month end we have been buying as the markets tumbled in the first week

[4] While, no single index is directly comparable to Cedar Creek Partners, we believe that it is important to compare our performance to a passively managed approach. At the core of our investment philosophy is the belief that we can generate superior risk-adjusted returns by holding a more concentrated portfolio of under-valued securities, than an index holding a far greater number of securities. Index returns as reported on Yahoo! Finance, Dow Jones, and Russell (see DISCLAIMER for more information).

of June. As I write this, cash levels are now at 13%. We have added to some existing positions as they declined in price and initiated some new positions in recent weeks.

In May we aggressively purchased shares in a small Canadian gold mining company with operations in Malaysia. While we were not really looking to add another mining company we couldn't pass up this debt-free, cash producing little gem at three times earnings and just a 20% premium to book value.

In the past few days we have also increased our position in Calamos Asset Management (CLMS), which we profiled in our October 2010 letter. At that time, we had built up a 6% position in the fund at approximately $10.50 per share. We sold about 75% of our holdings in January and February at prices between $16 and $17 per share. In the last few days we have been buying as the price has fallen below $14. After adjusting for cash and the present value of tax deferred assets held by the company, we estimate that we are paying less than 6 times after-tax operating earnings for Calamos' underlying business, which we believe is very attractive.

Calamos Asset Management		
Share Price	$	13.37
Less CLMS cash	$	(2.47)
Less CLMS tax assets (NPV)	$	(2.25)
Calamos Holdings value	$	8.65
Less cash	$	(3.00)
Effective net price	$	5.65
After-tax Operating EPS	$	1.00
Effective P/E ratio		5.7

At the end of this update letter we have attached a brief article we posted on Sum Zero about Calamos.

Room for New Members and/or Additional Funds

We still have plenty of room for existing partners to increase their investment and for others to join. Please consider referring friends of yours who may be potential new investors. The basic requirements are 1) that each invests a minimum of $50,000 and 2) that new members are accredited (high net worth) individuals. Subsequent investments must be a minimum of $10,000.

Should you have any questions regarding the fund, please don't hesitate to call me at my home office (360) 393-3019, or on my cell at (360) 354-3331.

Sincerely,

Tim Eriksen
Manager
Cedar Creek Partners LLC
tim@eriksencapital.com

CALAMOS ASSET MANAGEMENT

The goal of every enterprising investor is to achieve attractive absolute returns and to outperform a passive index approach over time. The best way to achieve that is to focus on the least efficient segments of the stock universe. As Seth Klarman wrote in *Margin of Safety*, "ample investment opportunities may exist in the securities that are excluded from consideration by most institutional investors. Picking through the crumbs left by the investment elephants can be rewarding." In other words, we should fish where others are not.

That is the basis of how we manage money. We spend our time looking at the most ignored segments of the market - companies with market capitalizations of less than $200 million, spinoffs, misunderstood mid and large caps, stocks trading under $5 per share, and unlisted companies. Ideally, we want companies that also have a near term catalyst that will result in a narrowing of the gap between the market price and our estimate of intrinsic value.

Calamos Asset Management – Complicated Ownership Structure Hides True Value

Calamos Asset Management, Inc. (NASDAQ: CLMS) is a globally diversified investment firm offering equity, convertible, defensive equity, fixed income and alternative investment strategies, among others. The firm serves institutions and individuals via separately managed accounts and a family of open-end and closed-end funds, offering a risk-managed approach to capital appreciation and income-producing strategies.

As of the end of April 2011 Calamos had $39.1 billion in assets under management (AUM). Seventy five percent of AUM was in mutual funds, and the remaining 25% was in separate managed accounts. Before looking at the stock in greater detail it is essential to understand the firm's structure, which we believe is clouding the true picture of the company.

Calamos Asset Management is a holding company which owns a 21.9% economic interest in Calamos Holdings LLC. The remaining 78.1% of Calamos Holdings is owned by Calamos Family Partners. This is important, first of all, because a number of investors have looked at CLMS based on some back of the envelope valuation metric and moved on because they did not take the time to understand the company's structure, and make the proper adjustments.

Secondly, it is important to understand the organizational and ownership structure in order to understand Calamos' financial statements and thus its true value. The financial statements consolidate the results of Calamos Holdings, thus the investor has to make some adjustments to understand what is owned by CLMS (the publicly traded company) and what is owned by Calamos Holdings (which CLMS has a 21.9% economic interest in).

Unraveling Calamos

Many companies that have complicated structures can be hard to unravel. In Calamos' case they have done most of the work for us. In the section titled **Other Information** in their most recent 10-Q filing it says:

> Calamos Asset Management, Inc. (CAM) is comprised of two groups of assets: a) CAM's 21.9% ownership interest in Calamos Holdings LLC and b) assets other than its interest in Calamos Holdings LLC (Other Assets), principally comprised of cash and deferred tax assets with a

> combined book value of $122.4 million. Because CAM controls the operations of Calamos Holdings LLC, CAM presents the entire operations of Calamos Holdings LLC with its own in the consolidated financial statements. The Calamos Interests' 78.1% ownership in Calamos Holdings LLC is presented as non-controlling interest in the consolidated financial statements…
> As previously stated, in addition to the approximate 21.9% ownership in Calamos Holdings LLC, CAM owns certain Other Assets. These assets include cash equivalents and current income tax receivables with a book value of $49.4 million, which approximates fair value, as well as net deferred tax assets with a book value of $73.0 million. The most significant deferred tax asset relates to an election made under section 754 of the Internal Revenue Code following CAM's initial public offering that expires in 2019, which allows CAM to reduce future income tax payments by approximately $8.0 million annually. The net present value of the net deferred tax assets would be approximately $45.7 million if a hypothetical 12% discount rate were applied over the remaining life of the assets. Using this assumption, Other Assets would collectively have a discounted present value of approximately $95.1 million, or $4.72 per share.

In other words, a shareholder of CLMS owns more than just a 21.9% economic interest in the assets and earnings of Calamos Holdings, he also has exclusive ownership to $49.4 million in cash ($2.47 per share) and $73 million in deferred tax assets with a discounted present value of $45.7 million ($2.25 per share) as of 3/31/11.

As we previously noted, the financial statements consolidate the results of Calamos Holdings, and then allocate the 78.1% not owned by the publicly traded CLMS to non-controlling interests in Calamos Holdings. This is helpful because it allows us to clearly see the profitability of Calamos Holdings. In the first quarter of 2011, Calamos Holdings had $37.3 million of pre-tax operating income. Adjusting for taxes of 38.5% it results in $0.25 per share, or a $1.00 annualized run rate (($37.3MM x (1-38.5%) x 21.9%) divided by 20MM shares).

In addition to the cash that is owned solely by CLMS shareholders there is also cash and debt at Calamos Holdings. We can back into it by taking overall cash and investments of $450.4 million and subtracting the $49.4 million owned solely by CLMS to get $401 million. We need to reduce that figure by debt to get net cash on the books. Total debt is $125 million. Thus net cash is $276 million, or $3.00 per share (($276MM x 21.9%) divided by 20MM shares).

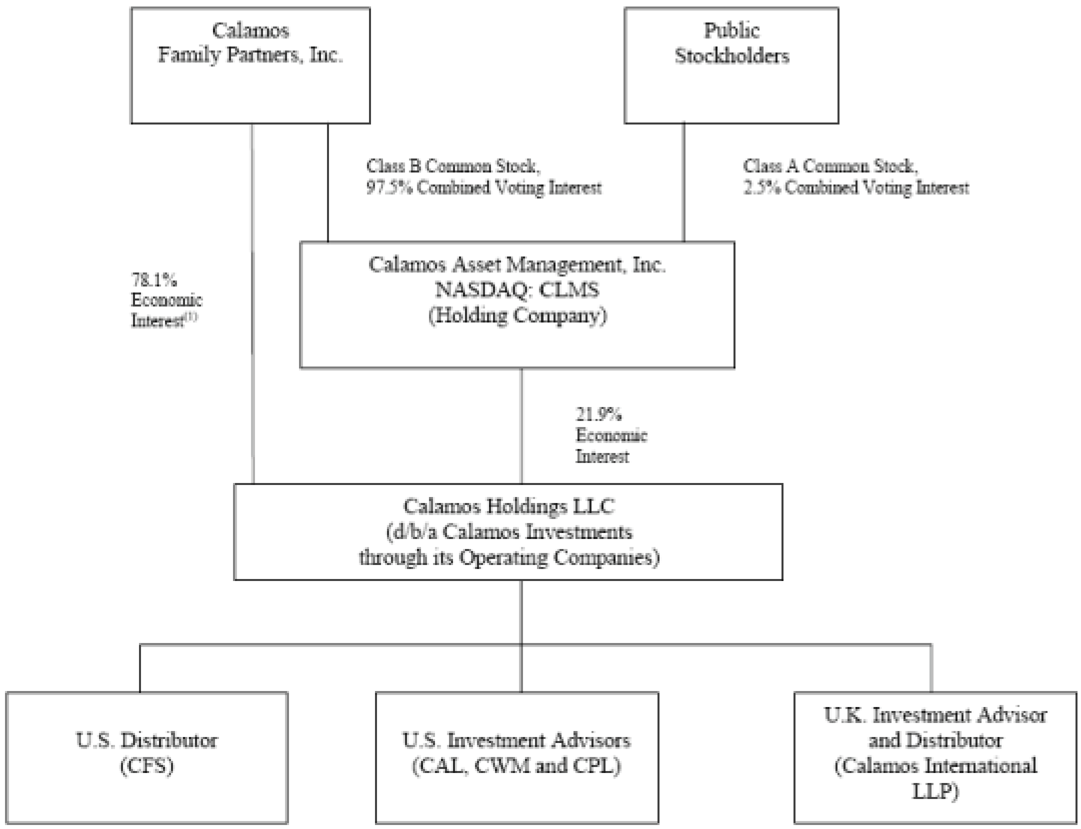
Since we know that the current share price of CLMS is $13.37 per share, we can make adjustments to figure out what value the market is placing on the ownership interest in the $1 per share of annualized earnings in Calamos Holdings and then determine whether that is attractive to justify a purchase of CLMS' shares. The result is an effective purchase price of $5.65 per share (or just 5.65 times after tax operating earnings).

Calamos Asset Management		
Share Price	$	13.37
Less CLMS cash	$	(2.47)
Less CLMS tax assets (NPV)	$	(2.25)
Calamos Holdings	$	8.65
Less cash	$	(3.00)
Effective net price	$	5.65
After-tax Operating EPS	$	1.00
Effective P/E ratio		5.7

In my opinion, CLMS is a strong buy at this level. Our estimate of fair value is $20 for CLMS. We derived that based on our estimate of a fair value of thirteen times after-tax operating earnings for Calamos

Holdings and adding back in $5.47 in net cash and investments and $2.25 of present value for the deferred tax assets. Lastly, barring any significant changes in AUM the buyer can also confidently view any further drop in CLMS shares price as an even more attractive opportunity.

Organizational and Ownership Structure Chart from Calamos' 3/31/11 10-Q filing



July 7, 2011

Subject: Cedar Creek Partners June 2011 Unaudited Results

Dear Partner:

The general market indices finished down in June despite closing the month with one of the best performing weeks in the last two years. Overall, results in the first half of the year were solid, with returns ranging between 4 and 8%. The fund had a modest decline in June of 0.4% net of fees, and finished the first half up 8.4%, net of fees.[5]

	June '11	2011	Inception	Ave. Annual
Cedar Creek	**-0.4%**	**8.4%**	**175.7%**	**20.8%**
DJIA	-1.1%	8.6%	31.2%	5.1%
Russell 2000	-2.3%	6.2%	25.6%	4.3%
Nasdaq	-2.2%	4.5%	19.7%	3.4%
S&P 500	-1.7%	7.7%	14.7%	2.5%

* fund inception January 15, 2006. Index Returns as reported on Yahoo! Finance, Morningstar, Dow Jones and Russell.

The biggest gain in the month was Sandstorm Gold common (SSL.V, SNDXF) and warrants (SNXXF) up 20% and 11%, respectively. Other notable gainers were Revett Minerals (RVM), Conrad Industries (CNRD), The Marketing Alliance (MAAL), Dell (DELL) and Microsoft (MSFT). The biggest decliners were Bullion Monarch Minerals (BULM) down 15%, Goldgroup Mining (GGA.TO) down 14%, IDT Corp. (IDT) down 8% and Armanino Foods (AMNF) down 5%.

The fund's cash levels (excluding short credits) finished the month at 13%, just a tad above our general target of 10%. As I mentioned in last month's letter, we added to a number of positions as prices declined in the first part of the month, most notably Calamos Asset Management (CLMS). Please refer to our attachment to last month's letter for an analysis of Calamos.

This is our third time owning Calamos in size in the last three years. We love it when the market gives us opportunities to revisit companies that we have owned in the past. We believe we are less likely to make a mistake in our analysis when we invest in a company that we have a long history of analyzing versus one we have only watched closely for a short period of time.

[5] While, no single index is directly comparable to Cedar Creek Partners, we believe that it is important to compare our performance to a passively managed approach. At the core of our investment philosophy is the belief that we can generate superior risk-adjusted returns by holding a more concentrated portfolio of under-valued securities, than an index holding a far greater number of securities. Index returns as reported on Yahoo! Finance, Dow Jones, and Russell (see DISCLAIMER for more information).

Top 10 Holdings

We rarely list all of the fund's holdings but since we have profiled most of them in the recent past we feel comfortable letting you know what we owned as of the end of the quarter. Below are the top ten holdings in the fund as of June 30, 2011.

	Symbol	Company	% Fund	Mkt Cap
1	ABB.TO	Aberdeen International	5.80%	72
2	MSFT	Microsoft	5.60%	225,750
3	CNRD	Conrad Industries	5.20%	82
4	WILC	G Willi Foods	5.20%	96
5	MMY.V	Monument Mining	4.40%	97
6	CLMS	Calamos Asset Mgmt	4.40%	305
7	AMNF	Armanino Foods	4.20%	30
8	DELL	Dell Inc	3.90%	32,360
9	PDER	Pardee Resources	3.90%	170
10	WSTL	Westell Technologies	3.30%	246

We included each company's market capitalization (in millions) in order to give you a picture of how we are predominantly a micro to small cap fund, but will venture up in size if we see an attractive value.

The only stocks we probably have not mentioned before are Microsoft (MSFT) and Monument Mining (MMY.V). Microsoft is an unloved stock that continues to generate solid cash flows. Microsoft has net cash and investments of nearly $6 per share and trailing EPS of $2.52. We purchased shares at $25 which amounted to eight times earnings net of cash, which we think is cheap.

We briefly mentioned Monument Mining last month without naming it since we were still buying it:

> In May we aggressively purchased shares in a small Canadian gold mining company with operations in Malaysia. While we were not really looking to add another mining company we couldn't pass up this debt-free, cash producing little gem at three times earnings and just a 20% premium to book value.

Monument's existing mine has only 5 years of remaining reserves, but they have potential reserves in nearby properties that we do not think is being factored into the share price. At the time of our purchase they had 20 cents per share in cash and free cash flow of 20 to 25 cents per year, yet the stock was trading at just 60 cents per share. In late May, they entered into a memorandum of understanding to participate in a large project that would use their existing cash and most of the free cash flow generated in the June and September quarters. Management does not have a history of misusing their cash so we think it is highly likely that the purchase, if completed, will be accretive to shareholders.

Lastly, I would note that Sandstorm Gold (SSL.V) common was the 11th largest position and if the in-the-money warrants we own are also included it would be a 4.5% position and rank 5th. We have sold some of our shares as the price has briefly spiked a few times in the recent week.

Room for New Members and/or Additional Funds

We still have plenty of room for existing partners to increase their investment and for others to join. Please consider referring friends of yours who may be potential new investors. The basic requirements are 1) that each invests a minimum of $50,000 and 2) that new members are accredited (high net worth) individuals. Subsequent investments must be a minimum of $10,000.

Should you have any questions regarding the fund, please don't hesitate to call me at my home office (360) 393-3019, or on my cell at (360) 354-3331.

Sincerely,

Tim Eriksen
Manager
Cedar Creek Partners LLC
tim@eriksencapital.com

DISCLAIMERS

Fund Performance

The financial performance figures for 2011 presented in this report are un-audited estimates based on the best information available at the time of the letter, and are subject to subsequent revision by the Fund's auditors. Past performance may not be indicative of future results and no representation is made that an investor will or is likely to achieve results similar to those shown. All investments involve risk including the loss of principal.

Net Return reflects the experience of an investor who came into the Fund on inception and did not add to or withdraw from the Fund through the end of the most recently reported period. The reported net return figures will therefore include the impact of high water marks in the cumulative return. Individual investor returns will vary depending upon the timing of their investment, the effects of additions and withdrawals from their capital account, and each individual's high water mark figure, if any.

Index Returns

The S&P500 Index returns are reported using the S&P500 Depository Receipt Trust (SPDR) which trades under the ticker symbol SPY. Reinvested dividends are included in these figures. A spreadsheet showing the SPY performance versus the fund since inception is available upon request.

Nasdaq performance excludes dividends, which are generally immaterial to the total return of that index.

Russell 2000 performance is from data reported on Russell's website, and includes reinvested dividends.

DJIA is from Yahoo! Finance and Dow Jones and includes dividends.

Index returns are provided as a convenience to the reader only. The Fund's returns are likely to differ substantially from that of any index, and there can be no assurance that the Fund will achieve results that are superior to such indices.