



MAPLE LEAF SHORT DURATION 2011 FLOW-THROUGH
LIMITED PARTNERSHIP
Interim Management Report of Fund Performance
As at June 30, 2011

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This Management Report of Fund Performance contains financial highlights but does not contain the complete financial statements for Maple Leaf Short Duration 2011 Flow-Through Limited Partnership (the "Partnership"). You can get a copy of either the interim or annual financial statements at your request, and at no cost, by calling 1.866.688.5750, by writing the general partner, Maple Leaf Short Duration 2011 Flow-Through Management Corp. (the "General Partner"), at 808 - 609 Granville Street, Vancouver, BC V7Y 1G5 or by visiting our website at www.MapleLeafFunds.ca or SEDAR at www.sedar.com.

Securityholders may also contact us using one of these methods to request a copy of the Partnership's proxy voting policies and procedures, proxy voting disclosure record, quarterly portfolio disclosure or Independent Review Committee Report to Securityholders.

Forward-Looking Information

This Management Report of Fund Performance contains forward-looking information and statements relating to, but not limited to, anticipated or prospective financial performance and results of operations of the Partnership. Any statements that are contained herein that are not statements of historical fact may be deemed to be forward-looking information. Without limiting the foregoing, the words "believes", "anticipates", "plans", "intends", "will", "should", "expects", "projects", and similar expressions are intended to identify forward-looking information.

The General Partner believes the forecasts or projections herein are reasonable, however readers are cautioned not to place undue reliance on such forward-looking information and readers should review the prospectus filed with Canadian securities regulatory authorities. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons including, but not limited to, market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Partnership may invest and the risks detailed in the Prospectus of the Partnership. We caution that the foregoing list of factors is not exhaustive.

The forward-looking information is given as of the date of this management report of fund performance, and the General Partner undertakes no obligation to update publicly or revise any forward-looking information, whether as a result of new information, future events or otherwise.

Management Discussion of Fund Performance

Investment Objectives

The investment objective of the Partnership is to provide limited partners with a tax-assisted investment in a diversified portfolio of flow-through shares of resource companies focused on oil & gas and mineral exploration, development and/or production or certain renewable energy production with a view to earning income and achieving capital appreciation.

Results of Operations

In February 2011 the Partnership completed its public offering of units, raising \$30 million for investment in flow-through shares of Canadian resource companies and has fully invested the proceeds from this offering.

For the period ended June 30, 2011, the Partnership earned interest income of \$29,028 and incurred total expenses of \$325,690, comprised of administrative and other \$59,264, management fee \$195,932, audit \$10,553 and interest \$59,942. The Partnership had realized loss on investments of \$58,753 and recorded unrealized depreciation on investments of \$5,577,394.

Performance Review

After the initial burst of enthusiasm, the first half of 2011 was marked by a broad correction in the Materials and Energy sectors. Investors' sentiment faltered once again in the face of macroeconomic uncertainties. Disappointing economic data from the U.S. combined with further monetary and fiscal tightening in China challenged the bullish trend of the commodity prices, at least in the short term. Several negative events in the first half of this year also contributed to the weakening of the Energy and Materials sectors as well as the overall market performance, such as the earthquake in Japan and the tornados in the U.S. Despite confidence expressed by the U.S. Federal Reserve Chairman, Ben Bernanke, in the effectiveness of the stimulus packages implemented to date, investors still held skepticism in the sustainability of an economic recovery with stagnant growth in the job market. China, the country perceived by many as the World's growth engine, had reported higher-than-expected year-over-year inflation data in July. This sparked speculation on further rate hikes from the Chinese authorities, which will inevitably lead to a slowdown in demand for input materials that fuel the country's industrialization. On the other hand, China had reported a real GDP growth of 9.5% and its industrial production grew by 15.1% compared to the same period last year, outpacing the most optimistic estimates made by economists worldwide by an impressive 2%. In summary, the future performance of the commodities market will depend on the continued growth momentum from emerging markets and the ability of developed countries to rein in debt and stabilize their respective economies.

The Partnership successfully completed its initial public offering in February 2011, raising total assets of \$30 million. The Partnership had substantially completed its investment mandate by mid-2011, investing in a diversified portfolio of publicly traded securities, consisting of a 35% weighting in precious metals equities, a 15% weighting in base metals and bulk commodity equities, and a 40% weighting in energy equities. The portfolio experienced a reversal in its performance that resonated with the broader correction in the commodities market. After making an impressive gain of 36%, the S&P/TSX Index's Materials sector experienced a 10% pullback in the first half of 2011. The Base Materials sector and mining or exploration companies with a small market capitalization were particularly hard hit. The Manager has opportunistically adjusted part of the portfolio in order to increase its liquidity, enhance the safety of the investments, and take advantage of potential buying opportunities that may arise.

Future Strategy

While the Manager continues to believe the foundation of the secular global economic expansion is intact - global liquidity is still plenty and the rising of the East is nowhere near to be over – it is too early to declare that this cyclical bull market has become a secular one. Even though the global economy has been boosted by multiple rescue or stimulus measures implemented by various monetary authorities, it remains to be seen if a self-sustaining recovery has taken hold. As many of these measures are being gradually withdrawn, signs of weakness have surfaced, renewing debates on whether and when the huge fiscal and monetary incentives should be taken back. As the Greek crisis has shown, even countries cannot rely on borrowed funds forever. In the end, whether the global economy can sustain a strong recovery in the face of the many challenges is the key to the direction of the markets over the next year. The Manager anticipates that the markets will remain in a consolidation phase until clear evidences emerge on the strength of the economic recovery later in 2011.

Credit Facility

The Partnership had a credit facility that enabled the Partnership to borrow an amount up to \$3,300,000 (subject to certain conditions including borrowing limits based on assets) for the payment of issue costs and provided the bank with a security interest in all the assets of the Partnership. The loan is subject to interest based on the prime rate payable monthly. During the period ended June 30, 2011, the Partnership incurred interest expense of \$59,942 on the loan. As at June 30, 2011, the minimum loan balance was \$3,300,000 which is the maximum amount borrowed during the period. The loan is repayable at the earlier of a) dissolution and b) May 31, 2012.

Related Party Transactions

The General Partner is entitled to an annual management fee of 2.0% of the net asset value of the Partnership. The fee is calculated and payable monthly in arrears. For the period ended June 30, 2011 the management fee totalled \$195,932 including harmonized sales tax ("HST").

The General Partner has retained CADO Bancorp Ltd., a company controlled by directors of the General Partner, to provide office space and perform certain administrative functions on behalf of the General Partner. During the period, an amount of \$18,401 was incurred, which is included in administrative and other expenses. During the period, the General Partner also charged an administration fee to the Partnership in the amount of \$8,720.

Risk

There are risks associated with an investment in units of the Partnership. The most recent Prospectus of the Partnership contains a discussion of these risks and is available at our website at www.MapleLeafFunds.ca or on SEDAR at www.sedar.com.

There have been no major or significant changes during the period ended June 30, 2011 that have had an impact on the overall risk level and investments of the Partnership.

Financial Highlights

The following tables summarize selected key financial information about the Partnership and is intended to help you understand the Partnership's financial performance since inception on January 28, 2011. The information is derived from the Partnership's financial statements.

The Partnership's Net Assets per unit

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership	<u>June 30, 2011</u> ⁽³⁾
Net assets (net of issue costs), Beginning of period ⁽²⁾	22.80
Increase (decrease) from operations	
Total revenue	0.02
Total expenses	(0.25)
Realized gains (losses) for the period	(0.05)
Unrealized gains (losses) for the period	(4.66)
Total increase (decrease) from operations ⁽¹⁾	<u>(4.94)</u>
Net assets, end of period ⁽²⁾	<u>\$ 17.86</u>

⁽¹⁾ Net assets per unit is 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.

⁽²⁾ These calculations are prescribed by securities regulators and are not intended to be a reconciliation between the opening and closing net assets per unit.

⁽³⁾ This information is derived from the Partnership's unaudited interim financial statements for the period from commencement of operations on January 28, 2011 to June 30, 2011.

Ratios and Supplemental Data

	<u>2011</u>
Total net asset value (000's) ⁽¹⁾	\$ 21,729
Number of units outstanding ⁽¹⁾	1,200,000
Management expense ratio ⁽²⁾	14.16%
Management expense ratio excluding issue costs ⁽²⁾	3.71%
Portfolio turnover rate ⁽³⁾	1.95%
Trading expense ratio ⁽⁴⁾	0.03%
Net asset value per unit	\$ 18.11

Notes:

(1) This information is provided as at June 30 of the year shown.

(2) The Management expense ratio ("MER") is based on the total expenses (excluding commissions and portfolio transaction costs) of the Partnership for the stated period expressed as an annualized percentage of average net assets during the period. The annualized MER for December 31, 2010 (the year of inception) includes issue costs which are one-time expenses and therefore not annualized.

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

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

Management Fees

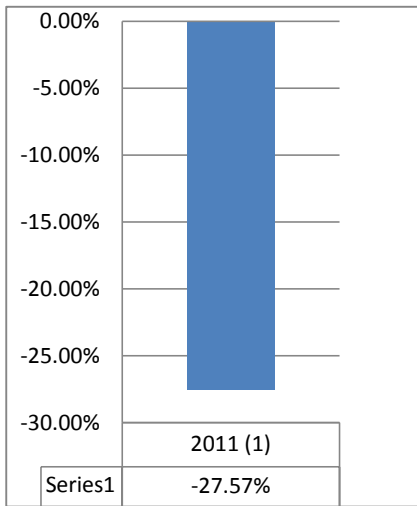
The General Partner is entitled to an annual fee in the aggregate amount of 2% of the Net Asset Value, calculated and paid monthly in arrears. The General Partner will also be entitled to a performance bonus (the "Performance Bonus"), equal to 20% of the product of (a) the number of Units outstanding on the Performance Bonus Date; and (b) the amount by which the net asset value per unit on the Performance Bonus date (prior to giving effect to the Performance Bonus) plus the total distributions per unit over the Performance Bonus Term exceeds \$28. As at June 30, 2011 this threshold has not been achieved; accordingly no performance bonus has been accrued.

Past Performance

The chart below shows the Partnership’s annual performance for each of the periods shown, and illustrates how the Partnership’s performance has changed from period to period, since inception. The chart shows, in percentage terms, 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 period.

Please note that the Partnership’s past performance does not necessarily indicate how it will perform in the future.

Year-by-Year Returns



⁽¹⁾ Total return for the period January 28, 2011 (commencement of operations) to June 30, 2011.

Annual Compound Returns

The following table shows the Partnership’s historical annual compound return since the Commencement of Operations on January 28, 2011 to June 30, 2011 as compared to the performance of the S&P/TSX Composite Index (the “Index”).

Period from January 28, 2011 to June 30, 2011

Maple Leaf Short Duration 2011 Flow-Through LP	-27.57%
S&P/TSX Composite Index	-4.08%

Note:

The S&P/TSX Composite Index is a broad based securities market index that tracks the performance of some of the largest and most widely held Canadian stocks listed on the Toronto Stock Exchange.

Summary of Investment Portfolio

The following summaries of the Partnership's investment portfolio break down the portfolio into subgroups, showing the percentage of net asset value of the Partnership constituted by each subgroup and the table lists the top 25 securities held and the percent of net asset value, as at June 30, 2011.

	% of Net Asset Value
Cash	1.18
Equity investments	
Base Metals	39.64
Precious Metals	30.30
Energy	25.94
Uranium	10.43
Alternative Energy	6.22
	<u>112.52</u>
Total investment portfolio, including cash	113.70
Liabilities, net of other assets	<u>(13.70)</u>
Total Net Asset Value	<u>100.00</u>

Top 25 Investments	% of Net Asset Value
Copper Fox Metals Inc.	17.38
Finavera Renewables Inc.	6.22
San Gold Corporation	5.97
Hathor Exploration Limited	5.57
Tourmaline Oil Corp.	5.16
Treasury Metals Inc.	4.49
Golden Predator Corp.	3.97
Yangarra Resources Ltd.	3.49
Prodigy Gold Inc.	3.38
Alberta Oilsands Inc.	3.25
AM Gold Inc.	3.22
Artek Exploration Ltd.	3.09
Northern Tiger Resources Inc.	3.06
Labrador Iron Mines Holdings Limited	3.04
Starfield Resources Inc.	2.99
Bayfield Ventures Corp.	2.88
DeeThree Exploration	2.80
Cap-Ex Ventures Ltd.	2.73
Kivalliq Energy	2.58
Gold Canyon Resources Inc.	2.44
Manitou Gold Inc.	2.28
Forum Uranium Corp.	2.27
Torquay Oil Corp.	2.21
Rock Energy Inc.	2.21
Ethos Capital Corp.	2.09

Note:

This summary of Investment Portfolio may change due to buy and sell transactions enacted by the portfolio manager. A quarterly update detailing future changes will be available on our website at www.mapleleafflowthrough.ca or you can request a quarterly update by calling Maple Leaf Flow-Through at 1.866.688.5750.

Recent Development

International Financial Reporting Standards

The Canadian Accounting Standards Board (“AcSB”) has announced its intention to replace Canadian generally accepted accounting principles with International Financial Reporting Standards (“IFRS”) effective January 1, 2011. The AcSB proposed that investment companies can continue to apply Canadian standards in Part V of the CICA Handbook – Accounting until fiscal years beginning on or after January 1, 2013. The Partnership is expected to transfer its assets to a mutual fund and dissolve on or before December 31, 2011, the adoption of IFRS is not expected to impact the Partnership.



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