CEDAR CREEK PARTNERS, LLC

January 2012 Update

Cedar Creek Partners, LLC
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Fund Objective

Our goal, not our promise, is to outperform over time (three to five years) a passive (index) approach to investing by applying fundamental value investing principles. In other words, 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. Ideally we want to find smaller companies with a solid management team in place that can grow their intrinsic value over time. We are convinced that this is what creates the potential for superior returns.

Being a private fund, we are not subject to the diversification requirements of mutual funds, and thus are able to take concentrated positions in securities we like. Our thinking in the matter is that it makes no sense to put nearly equal amounts of money in what you feel is your best idea and your 10th best idea. If we are convinced that our best idea is significantly more undervalued than our 10th best idea, then it only makes sense to invest significantly more funds in that security. We believe in the short-term it will likely result in greater fluctuations in the value of the fund, but in the long run (e.g. five years) we believe it will result in superior returns.

History has shown that the market, over a long period of time, typically rises at a rate of 6 to 8% per year, including dividends. History has also shown that the increase occurs in an unpredictable and volatile manner. There is no reason why this should not continue in the future. There will be years like 2008 where the markets fall significantly, as well as years where it rises sharply, and most years where it is modestly up or down. We do not try to time the market or predict which direction it is headed. We believe we are better served spending our time looking for investments that are trading for less than we think they are worth. When we can find a large number of such investments, the fund will likely be fully invested; when we cannot, the fund will build up a higher level of cash until additional opportunities are found.

We understand that taxes are something most people do not want to pay. One sure way to achieve this is to not make money. We do not find that attractive. While we would prefer to achieve long-term gains that are taxed more favorably than short-term gains, we will not make investment decisions based primarily on taxes. Our goal is to maximize investment gains, not minimize taxes.

Monthly Performance (net of fees and expenses)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	S&P 500
2012	6.1%												**6.1%**	4.6%
2011	1.4%	7.1%	1.6%	1.5%	-2.9%	-0.4%	0.0%	-3.3%	-5.3%	2.8%	-1.1%	-2.0%	**-1.2%**	1.9%
2010	-1.0%	3.0%	2.9%	1.8%	-1.6%	-4.9%	2.6%	-2.5%	6.5%	5.5%	6.3%	5.4%	**26.0%**	15.7%
2009	0.5%	-2.5%	7.2%	8.2%	3.6%	5.9%	9.7%	2.9%	5.5%	8.4%	5.3%	10.5%	**87.3%**	26.4%
2008	-4.5%	-2.9%	-0.8%	0.2%	1.6%	4.9%	-4.4%	-0.4%	-5.7%	-14.3%	-26.7%	12.9%	**-37.5%**	-36.8%
2007	7.5%	-3.6%	1.9%	4.6%	0.5%	-1.5%	-4.9%	-7.2%	6.5%	1.5%	3.5%	6.2%	**14.4%**	5.1%
2006*	0.8%	6.9%	2.7%	5.9%	10.0%	3.2%	1.6%	1.4%	6.9%	3.1%	0.3%	2.4%	**50.6%**	11.5%

* Assumes investment since inception of 1/15/06. S&P 500 Index is measured by the S&P 500 Depository Receipt Trust (SPDR) which trades under the ticker symbol SPY. S&P 500 comparison is for informational purposes only. No single index is directly comparable to the fund. Indexes are highly diversified, passively-managed portfolios, while Cedar Creek Partners is a concentrated, actively managed fund. Effective 11/01/09 fund reduced management fee from 2.0% to 1.25% and eliminated 10% hurdle.

Average Annual Return and Fund Statistics

Average Annual Return *			**% of Assets**		**% of Assets**		**# of Positions**
Cedar Creek Partners	**17.6%**	Long	83.9%	Top 5 Long	32.0%	Long	35
S&P 500	2.4%	Short	-0.0%	Top 5 Short	0.0%	Short	0

Investor Information

Investment Manager:	Eriksen Capital Management LLC	**Management Fee:**	1.25% annualized, paid quarterly
Legal Structure:	Washington LLC	**Incentive Fee:**	20% annualized, paid annually
Fund Manager:	Tim Eriksen	**Hurdle Rate**	No
Administrator:	Unkar Systems	**High Water Mark:**	Yes
Auditors:	Benson & Neff	**Lock-Up / Redemptions:**	12 months / Monthly
Prime Broker:	BTIG	**Investment Minimum:**	$50,000
Custodian:	Goldman Sachs	**Inception Date:**	January 15, 2006

Disclosure