

Financial Statements of

BT GLOBAL GROWTH FUND LP

December 31, 2010



Independent Auditor's Report

To the Unitholders of
BT Global Growth Fund L.P.

We have audited the accompanying financial statements of BT Global Growth Fund L.P., which comprise the statement of investment portfolio as at December 31, 2010, the statement of net assets as at December 31, 2010 and the statement of operations and changes in partners' equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Tél./Tel: 514 931 0841
Télec./Fax: 514 931 9491
www.bdo.ca

BDO Canada s.r.l./S.E.N.C.R.L./LLP
1000, rue De La Gauchetière O. Bureau 200
Montréal QC H3B 4W5 Canada

Independent Auditor's Report

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the BT Global Growth Fund L.P. as at December 31, 2010 and the results of its operations and the changes in its partners' equity for the year then ended in accordance with Canadian generally accepted accounting principles.

BDO Canada LLP/S.F.I./S.E.N.C.R.L.¹

Chartered Accountants

Montréal, Québec
March 21, 2011

¹ CA auditor permit No. 16549

BDO Canada s.r.l./S.E.N.C.R.L., une société canadienne à responsabilité limitée/société en nom collectif à responsabilité limitée, est membre de BDO International Limited, société de droit anglais, et fait partie du réseau international de sociétés membres indépendantes BDO.

BDO Canada LLP, a Canadian limited liability partnership, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

BT GLOBAL GROWTH FUND LP
TABLE OF CONTENTS
December 31, 2010

	Page
Statement of Net Assets	3
Statement of Operations	4
Statement of Changes in Partners' Equity	5
Statement of Investment Portfolio	6
Notes to the Financial Statements	8 - 16

BT GLOBAL GROWTH FUND LP
STATEMENT OF NET ASSETS
AS AT DECEMBER 31, 2010

	2010	2009
	\$	\$
ASSETS		
Cash	4,914,173	3,428,326
Investment portfolio, at fair value	20,474,850	11,355,334
Accrued interest receivable	19,493	2,770
Dividends receivable	-	11,505
Subscriptions receivable	<u>65,070</u>	<u>133,751</u>
	<u>25,473,586</u>	<u>14,931,686</u>
LIABILITIES		
Accrued liabilities	1,282	1,312
Management and performance fees payable (Note 5)	796,738	321,062
Dividends payable	-	753
Redemptions payable	4,644	4,644
Proceeds from short sales, at fair value	<u>3,978,228</u>	<u>2,461,229</u>
	<u>4,780,892</u>	<u>2,789,000</u>
NET ASSETS	<u>20,692,694</u>	<u>12,142,686</u>
SERIES NET ASSETS, REPRESENTING		
EQUITY OF THE LIMITED PARTNERS		
Series A	7,306,609	5,412,630
Series B	<u>13,386,085</u>	<u>6,730,056</u>
	<u>20,692,694</u>	<u>12,142,686</u>
UNITS OUTSTANDING (Note 4)		
Series A	329,505	312,589
Series B	638,362	407,297
NET ASSET VALUE PER PARTNERSHIP UNIT		
Series A	22.17	17.32
Series B	20.97	16.52

Approved on behalf of the Manager

Director

BT GLOBAL GROWTH FUND LP
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31

	2010	2009
	\$	\$
INVESTMENT INCOME		
Dividend income	93,842	62,865
Interest income	142,906	33,800
Other income	-	13,907
Less: US withholding taxes	<u>(1,089)</u>	<u>(1,581)</u>
	<u>235,659</u>	<u>108,991</u>
EXPENSES (Note 5)		
Bank charges and interest	77,562	1,270
Transaction costs	219,079	99,854
Foreign exchange loss	215,031	87,785
Interest expense	25,099	41,659
Management fees	197,790	28,986
Performance fees	938,360	342,170
Other	21,607	5,861
Unitholder administrative costs	19,734	18,516
Professional fees	14,462	14,769
GST expense	18,507	18,558
Dividend expense on securities sold short	18,148	24,503
HST expense	<u>77,573</u>	<u>-</u>
	<u>1,842,952</u>	<u>683,931</u>
NET INVESTMENT LOSS	<u>(1,607,293)</u>	<u>(574,940)</u>
REALIZED GAIN ON SALE OF INVESTMENTS (Note 6)	3,254,006	1,549,143
CHANGE IN UNREALIZED GAIN ON INVESTMENTS	<u>2,482,295</u>	<u>1,929,684</u>
NET GAIN ON INVESTMENTS	<u>5,736,301</u>	<u>3,478,827</u>
INCREASE IN NET ASSETS FROM OPERATIONS	<u>4,129,008</u>	<u>2,903,887</u>
INCREASE IN NET ASSETS FROM OPERATIONS		
Series A	1,522,979	2,160,438
Series B	<u>2,606,029</u>	<u>743,449</u>
	<u>4,129,008</u>	<u>2,903,887</u>
INCREASE IN NET ASSETS PER UNIT		
Series A	4.87	6.84
Series B	4.75	8.23

The accompanying notes are an integral part of these financial statements.

BT GLOBAL GROWTH FUND LP
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED
DECEMBER 31

	Series A		Series B		Total	
	2010	2009	2010	2009	2010	2009
	\$	\$	\$	\$	\$	\$
NET ASSETS AT BEGINNING OF YEAR	5,412,630	3,302,476	6,730,056	254,780	12,142,686	3,557,256
INCREASE IN NET ASSETS FROM OPERATIONS	<u>1,522,979</u>	<u>2,160,438</u>	<u>2,606,029</u>	<u>743,449</u>	<u>4,129,008</u>	<u>2,903,887</u>
CAPITAL TRANSACTIONS						
Proceeds from units issued	371,000	425,000	4,050,000	5,974,552	4,421,000	6,399,552
Amounts paid on redemption of units	<u>-</u>	<u>(475,284)</u>	<u>-</u>	<u>(242,725)</u>	<u>-</u>	<u>(718,009)</u>
NET CAPITAL TRANSACTIONS	<u>371,000</u>	<u>(50,284)</u>	<u>4,050,000</u>	<u>5,731,827</u>	<u>4,421,000</u>	<u>5,681,543</u>
INCREASE IN NET ASSETS	<u>1,893,979</u>	<u>2,110,154</u>	<u>6,656,029</u>	<u>6,475,276</u>	<u>8,550,008</u>	<u>8,585,430</u>
NET ASSETS AT END OF YEAR	<u>7,306,609</u>	<u>5,412,630</u>	<u>13,386,085</u>	<u>6,730,056</u>	<u>20,692,694</u>	<u>12,142,686</u>

The accompanying notes are an integral part of these financial statements.

BT GLOBAL GROWTH FUND LP
STATEMENT OF INVESTMENT PORTFOLIO
AS AT DECEMBER 31, 2010

	No. of shares	Cost \$	Fair Value \$	% of Net Assets
Fixed Income- Long				
Consolidatedtho Clmcn 5% 11/30/17	278,000	284,311	317,974	1.54%
Garda World Rest 9.75% 15 Mar17	900,000	926,754	963,000	4.65%
Mega Brands Inc 1 10.000 Mar/31/15	880,000	886,539	924,000	4.47%
Pacific Rubi Engy .0000 Aug/29/13	395,000	367,700	1,108,962	5.36%
Total Fixed Income-Long		2,465,304	3,313,936	16.02%
Canadian Equity- Long				
Alange Energy Corp	850,000	520,065	442,000	2.14%
Argonaut Gold Ltd-Cw12	50,000	50,000	70,500	0.34%
Asia Bio-Chem Group Corporation	150,000	156,526	234,000	1.13%
Avion Gold Corporation	150,000	121,523	294,000	1.42%
Bankers Petroleum Ltd	100,000	705,379	760,000	3.67%
Barkerville Gold Mines Ltd.	355,100	437,885	504,242	2.44%
Bio-Extraction Inc	5,200	10,523	12,116	0.06%
Consolidated Thompson Iron Mines Ltd	70,000	678,003	984,900	4.76%
D'Ariane Resources Inc, restricted	600,000	84,000	222,000	1.07%
Eastern Platinum Ltd	375,000	611,250	667,500	3.23%
Gran Tierra Energy Inc	120,630	815,169	965,040	4.66%
Great Panther Resources Ltd	650,000	696,428	1,807,000	8.73%
Hanfeng Evergreen Inc	68,200	371,252	405,790	1.96%
Matamec Explorations Inc	138,000	83,700	86,940	0.42%
Migao Corp	85,000	599,515	659,600	3.19%
Pacific Rubiales Energy Corp	5,000	161,477	168,600	0.81%
Petrominerales Ltd	15,000	486,250	494,850	2.39%
Renega de Petroleum Ltd	159,600	528,123	646,380	3.12%
Rio Novo Gold Inc Ord Shs	20,000	49,600	44,400	0.21%
Sino-Forest Corp	35,000	618,693	813,750	3.93%
Torquay Oil Corp-A	196,500	371,546	361,560	1.75%
Uranium Participation Corp	100,300	810,256	794,376	3.84%
Wt Exploration Orbite 26June11	200,000	0	142,000	0.69%
Wt Gran Colombia Gld 24Aug15	266,500	99,225	247,845	1.20%
Wt-Petroamerica Oil Cp 17Nov12	187,500	0	36,563	0.18%
Wt-D' Ariane Resources 13Dec12	300,000	0	60,000	0.29%
Total Canadian Equity-Long		9,066,388	11,925,952	57.63%

The accompanying notes are an integral part of these financial statements.

BT GLOBAL GROWTH FUND LP
STATEMENT OF INVESTMENT PORTFOLIO
AS AT DECEMBER 31, 2010

	No. of shares	Cost \$	Fair Value \$	% of Net Assets
Canadian Equity- Short				
Centerra Gold Inc	(18,100)	(392,101)	(360,371)	-1.74%
Horizons Betapr o S&P/Tsx Global Gold Bull Plus E	(17,000)	(282,001)	(300,900)	-1.45%
Ishares Cdn S&P/Tsx Capped Energy Index Fund	(27,000)	(524,381)	(546,750)	-2.64%
Ishares Cdn S&P/Tsx Global Gold Index Fund	(6,000)	(157,630)	(157,260)	-0.76%
Total Canadian Equity-Short		(1,356,113)	(1,365,281)	-6.60%
Foreign Equity- Long				
Apple Inc	3,700	1,179,206	1,186,732	5.74%
Gold Spot	550	610,960	777,209	3.76%
International Paper Co	17,000	434,608	460,579	2.23%
Ishares Msci Germany Index Fund	10,000	239,054	238,107	1.15%
Ishares Silver Trust	20,000	534,421	600,540	2.90%
Powershares Db Agriculture Fund	25,000	744,000	803,140	3.88%
Total Foreign Equity-Long		3,742,249	4,066,307	19.65%
Foreign Equity- Short				
Dj Euro Stoxx 50 Fund	(2,000)	(74,402)	(79,269)	-0.38%
Fibria Celulose Sa	(20,000)	(324,102)	(318,471)	-1.54%
Ipath Dow Jones-Aig Livestock Total Return Sub-In	(6,500)	(195,734)	(201,511)	-0.97%
Ishares Msci Cana da Index Fund	(15,000)	(458,081)	(464,727)	-2.25%
Ishares Msci Emu Index Fund	(16,043)	(557,005)	(563,898)	-2.73%
Ishares S&P Europe 350 Index Fund	(9,964)	(374,682)	(399,381)	-1.93%
St Joe Co/The	(27,000)	(573,360)	(585,690)	-2.83%
Total Foreign Equity-Short		(2,557,366)	(2,612,947)	-12.63%
Other- Long				
Call C Us Jan 2012 @2.5	220,000	458,704	514,208	2.48%
Call Slv Us 2012Jan@ 15	20,000	212,337	304,348	1.47%
Grs Us 6/18/11 C5	110,000	331,813	350,099	1.69%
Total Other-Long		1,002,854	1,168,655	5.65%
Total Investment Portfolio		12,363,316	16,496,622	79.72%
Other Net Assets			4,196,072	20.28%
Total Net Assets			\$20,692,694	100.00%

The accompanying notes are an integral part of these financial statements.

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

1. ORGANIZATION AND INVESTMENT OBJECTIVE

BT Global Growth Fund LP. (the "Partnership") is a limited partnership formed and organized under the laws of the Province of Ontario by way of a limited partnership agreement dated July 14, 2006. The Partnership began operations on August 31, 2006.

BT Advisory Inc. (the "General Partner") of the Partnership is responsible for managing the business and affairs of the Partnership. The General Partner was formed under the laws of Canada on November 18th, 1997.

Pursuant to the Limited Partnership Agreement, the General Partner has authority to manage the business and affairs of the Partnership and has authority to bind the Partnership. Among its other powers, the General Partner may establish the Partnership's operating expense budget and authorize the payment of operating expenses.

The General Partner has retained BT Global Growth Inc. (the "Manager") to manage the Partnership's day-to-day business and affairs and has authorized the Manager to retain MacNicol & Associates (the "Investment Adviser") to provide portfolio management services to the Partnership.

The General Partner has sole discretion in determining the amount and frequency of distributions.

These financial statements reflect only the assets, liabilities, revenues and expenses of the Partnership and do not include any assets, liabilities, revenues or expenses of the Partners.

The Partnership is a value oriented, long/short equity and commodity hedge fund which aims to provide investors with a return through long-term capital appreciation, uncorrelated with major North American markets by seeking out undervalued special situations.

The capital of the Partnership is divided into an unlimited number of limited partnership units issuable in series or classes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses during the reporting period. Actual results could differ from such estimates. The significant accounting policies of the Partnership are summarized below:

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(a) Valuation of investments

Investments, long and short positions, are classified as held-for-trading financial instruments. The Canadian Institute of Chartered Accountants (CICA) Handbook Section 3855, Financial Instruments - Recognition and Measurement ("Section 3855"), requires that the fair value of financial instruments, which are actively traded, be measured based on the bid/ask price for the security.

Securities listed upon a recognized public stock exchange are valued at their quoted bid/ask prices on the valuation date. Securities with no quoted bid/ask prices are valued at their closing sale prices. Securities not listed upon a recognized public stock exchange are valued using valuation techniques, on such basis and in such manner established by the General Partner.

Section 3855 also requires transaction costs to be expensed and included in "Transaction costs" in the Statements of Operations. Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges and transfer taxes and duties.

The net excess (shortfall) of the market value of investments over the total average cost of the investments is included in operations as change in unrealized gain (loss) on investments.

(b) Other financial assets and financial liabilities

Cash is a held for trading asset and is carried at its fair value.

Accrued interest receivable, dividends receivable and subscriptions receivable are classified as loans and receivables. Similarly, redemptions payable, management and performance fees payable and dividends payable are classified as other financial liabilities. They are initially measured at fair value and subsequently carried at amortized cost using the effective interest method. The carrying values of the loans and receivables and other financial liabilities approximate their fair values.

All related transaction costs are expensed and included in "Transaction costs" in the Statement of Operations.

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Revenue recognition and investment transactions

Investment transactions are recorded on a trade date basis.

Interest income is accrued as earned and dividend income is recognized on the ex-dividend date. Realized gains and losses on investment transactions and the unrealized gains and losses on investments are computed on an average cost basis. Realized gains and losses are recognized as of the transaction date.

(d) Valuation of fund units

The Net Asset Value of the Fund per series is calculated after the close of business on each valuation date, which is the last business day in each month. The Net Asset Value per series is calculated on the valuation date by dividing the Net Asset Value of each series of the Partnership by the total number of units of each series outstanding.

Expenses directly attributable to a series are charged to that series. Other expenses are allocated proportionately to each series based upon the relative net assets of each series.

(e) Increase in net assets from operations per unit

Increase in net assets from operations per unit represents the increase in net assets from operations by series divided by the average units outstanding per series during the year.

(f) Foreign currency translation

The fair value of investments and other assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the rate of exchange prevailing at the end of the year.

Purchases and sales of investments and investment income denominated in foreign currencies are translated into Canadian dollars at the rate of exchange prevailing on the respective dates of the transactions.

Foreign currency gains (losses) are included in expenses the Statement of Operations.

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Recent accounting pronouncements

Recent accounting pronouncements that have been issued but are not yet effective, and have potential implications for the Partnership are as follows:

International Financial Reporting Standards

In September 2010, the Canadian Accounting Standards Board approved a one year deferral of the effective date for the changeover to IFRS for investment funds from January 1, 2011 to January 1, 2012. In January 2011, an additional one year extension to the option deferral was approved. Investment funds will now be required to mandatorily adopt IFRS for interim and annual financial statements relating to annual periods beginning on or after January 1, 2013.

The Manager has already initiated the process of developing its IFRS change-over plan. The process of evaluating the potential impact of IFRS on the financial statements is ongoing as the International Accounting Standards Board and the Canadian Accounting Standards Boards continue to issue new standards and recommendations.

The Manager will continue to evaluate potential changes to the financial statements along with the impact on accounting policies, business functions, information technology and internal controls.

Based on the Manager's current evaluation of the differences between Canadian GAAP and IFRS, the Manager expects that there will be no impact to net asset value per unit from the changeover to IFRS. The impact of IFRS on accounting policies and implementation decisions will principally be in the areas of presentation and additional note disclosures on the financial statements of the Partnership.

(h) Change in Accounting Policy

In June 2009, CICA amended Section 1506, "Accounting Changes", to exclude from the scope of this section changes in accounting policies upon the complete replacement of an entity's primary basis of accounting. This amendment is effective for years beginning after July 1, 2009, and was adopted effective January 1, 2010. The adoption of this amendment has no impact on these financial statements.

Financial Instruments - Recognition and Measurement

In June 2009, CICA amended Section 3855, "Financial Instruments - Recognition and Measurement", to clarify application of the effective interest rate method after a debt instrument has been impaired. The amendment also clarifies when an embedded prepayment option is separated from its host debt instrument for accounting purposes. This amendment is effective January 1, 2011. The Partnership is currently evaluating the impact of the adoption of this amendment.

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

3. NET ASSET VALUE PER UNIT

Net asset value (“transactional NAV”) per unit is computed by dividing the net asset value attributable to the Partnership or a series of the Partnership, as applicable, determined for the purchase and redemption of units in accordance with the Partnership agreement, by the total number of units of the Partnership or series outstanding. This amount may be different from the net asset per unit calculation, which is presented on the Statement of Net Assets. Generally, any difference is due to valuing actively traded securities at bid or ask price for GAAP purposes while transactional NAV typically utilizes closing price to determine fair value for the purchase and redemption of units. A reconciliation between the Partnership’s GAAP NAV and the Partnership’s Transactional NAV is provided below.

	<i>Net Asset Value (\$)</i>			<i>Net Asset Value per Unit (\$)</i>		
	<i>Transactional NAV</i>	<i>Section 3855 Adjustment</i>	<i>GAAP NAV</i>	<i>Transactional NAV</i>	<i>Section 3855 Adjustment</i>	<i>GAAP NAV</i>
Series A	7,291,791	14,818	7,306,609	22.13	0.04	22.17
Series B	13,359,075	27,010	13,386,085	20.93	0.04	20.97

4. PARTNERS' EQUITY

The Partnership’s capital is defined as the net assets attributable to unitholders.

Partnership units are issued to specified investors and are redeemable in accordance with the terms of the limited partnership agreement and offering memorandum. In accordance with its investment objectives and strategies, and the risk management practices, the Partnership endeavors to invest the amounts received on issuance of units in appropriate investments in order to maximize unitholder value and maintain financial strength while maintaining sufficient liquidity to meet redemptions.

There are no external restrictions. There have been no changes to the Partnership's capital management policies since the previous year.

The following is a summary of the changes in the Fund’s outstanding units for years ended December 31:

	2010			
	Beginning	Issued	Redeemed	End
Series A	312,589	16,916	-	329,505
Series B	407,297	231,065	-	638,362

	2009			
	Beginning	Issued	Redeemed	End
Series A	315,615	28,764	(31,790)	312,589
Series B	24,687	399,391	(16,781)	407,297

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

5. MANAGEMENT AND PERFORMANCE FEES AND OPERATING EXPENSES

Management Fees

Under the terms of the Limited Partnership Agreement, the Manager is entitled to a monthly management fee equal to 1/12 of 2% of the Net Asset Value of the Series B units. No management fees are charged on Series A units.

Allocation of Net Profits or Losses (Performance Fees)

20 % of the net profits of the Partnership for a calendar quarter are allocated to the General Partner and are credited to the General Partner's Account and the Unitholders are entitled to the remainder. Assuming there is no negative balance in the General Partner's Account to carry forward from a previous calendar quarter, the net profits of the Partnership for a calendar quarter will be allocated as to 20% to the General Partner and as to 80% to the Unitholders. For the Series B units, this applies after the management fees are earned back and a hurdle rate of 5% is applied. Net losses of the Partnership for any calendar quarter will be allocated as to 80% to the Unitholders and as to 20% to the General Partner.

Through the mechanism of the General Partner's Account, to the extent that the Partnership incurs net losses in any calendar quarter, such losses will be carried forward to function as a "high water mark" and effectively offset profits on which the General Partner's share of profit would otherwise be calculated in any subsequent calendar quarter.

Operating Expenses

The Partnership is responsible for the payment of all expenses relating to the operation and the carrying on of its business including but not limited to legal, audit, custodial and safekeeping fees, transfer agent and record keeping, taxes, brokerage commissions, regulatory filing fees, operating and administrative costs.

6. REALIZED GAIN ON SALE OF INVESTMENTS

	2010	2009
	\$	\$
Proceeds from sale of investments	<u>103,869,895</u>	<u>47,154,156</u>
Cost of investments, beginning of year	7,243,094	1,804,444
Cost of investments purchased	<u>105,736,111</u>	<u>51,043,663</u>
Cost of investments, end of year	<u>12,363,316</u>	<u>7,243,094</u>
Cost of investments, sold during year	<u>100,615,889</u>	<u>45,605,013</u>
Realized gain on sale of investments	<u><u>3,254,006</u></u>	<u><u>1,549,143</u></u>

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

7. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Fair Value

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

December 31, 2010

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Cash	4,914,173	-	-	4,914,173
Investments - Long	16,938,914	3,535,936	-	20,474,850
Investments - Short	(3,978,228)	-	-	(3,978,228)
Total Investments	17,874,859	3,535,936	-	21,410,795

December 31, 2009

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Cash	3,428,326	-	-	3,428,326
Investments - Long	10,958,709	396,625	-	11,355,334
Investments - Short	(2,461,229)	-	-	(2,461,229)
Total Investments	11,925,806	396,625	-	12,322,431

There were no significant transfers between Level 1 and Level 2 in the year.

The Partnership is exposed to a variety of financial instruments risks: credit risk, liquidity risk and market risk (including and presented herein as interest rate risk, currency risk and other price risk). The level of risk to which the Partnership is exposed depends on the investment objective and the type of investments the Partnership holds. The value of investments within a portfolio can fluctuate daily as a result of changes in prevailing interest rates, economic and market conditions and company specific news related to investments held by the Partnership. The Manager of the Partnership may minimize potential adverse effects of these risks on the Partnership's performance by, but not limited to, regular monitoring of the Partnership's positions and market events, diversification of the investment portfolio by asset type, country, sector, term to maturity within the constraints of the stated objectives. There have been no significant changes to the Partnership's risk management policies since the previous year.

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

7. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

(a) Credit risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Partnership. The Partnership's credit risk is principally on cash held by custodians and in its trading account as well as investments in debt securities. The Partnership limits its exposure to credit losses by lodging the cash with approved custodians, maintaining high-credit-quality debt instrument investments and by monitoring its investment positions regularly. The maximum credit risk exposure of the Partnership is limited to the carrying amounts presented in the Statement of Net Assets.

The risk of default on transactions in listed securities is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase when the securities have been received by the broker.

(b) Liquidity risk

Liquidity risk is defined as the risk that the Partnership may not be able to settle or meet its obligation on time or at a reasonable price. The Partnership is exposed to monthly cash redemptions of redeemable Units. The Units of the Partnership are issued and redeemed on the valuation date at the then current Transactional NAV per unit at the option of the unitholder. The Partnership's assets are held either in cash and cash equivalents or securities that are traded on North American Stock exchanges.

The Partnership manages its liquidity risk by investing principally into assets that can be readily disposed, on an active market, as liquidity needs arise.

The contractual term to maturity of the Partnership's liabilities are under 1 year.

(c) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. It arises when the Partnership invests in interest bearing financial instruments. As at December 31, 2010, the Partnership did not have any significant exposure to interest rate risk.

BT GLOBAL GROWTH FUND LP
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

7. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

(d) Currency risk

Changes in the value of the Canadian Dollar compared to foreign currencies will affect the value, in Canadian Dollars, of any foreign securities held by the Partnership. These fluctuations may reduce, or even eliminate, any return the Partnership has earned on foreign securities. Currency exposure may increase the volatility of foreign investments relative to Canadian investments.

The table below summarizes the Partnership's exposure to currency risks. Amounts shown are based on the carrying value of monetary and non-monetary assets.

	2010		2009	
	Currency Exposure \$	Percentage of Net Assets %	Currency Exposure \$	Percentage of Net Assets %
United States dollar	2,037,668	9.8	2,248,513	18.5
British pound	(254)	-	(457,755)	(3.8)
Euros	(1,342,754)	(6.5)	(1,275,000)	(10.5)
Australian dollar	20,420	0.1	473,584	3.9
Japanese Yen	(89,923)	(0.4)	1,601	-

As of December 31, 2010, had the Canadian dollar strengthened or weakened by 10% relative to all foreign currencies, with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$62,516 (2009 - \$98,774) In practice, the actual trading results may differ and the difference could be material.

(e) Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in a market. All investments present a risk of loss of capital. The Manager manages the Partnership's market risk on a daily basis in accordance with the Partnership's investment objective and policies. The maximum risk resulting from financial instruments is equivalent to their fair value.

As at December 31, 2010, had the prices on respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively, by approximately \$1,649,662 (2009 - \$889,410). In practice, the actual trading results may differ and the difference could be material.