

March 3, 2005

RE: Transfer of assets from NCE Flow-Through (2003) Limited Partnership and NCE Flow-Through (2003-2) Limited Partnership to Sentry Select Canadian Resource Fund Ltd.

Dear Limited Partners:

On February 9, 2005, the assets of the Partnerships were transferred into Sentry Select Canadian Resource Fund Ltd. (the "Fund"), a mutual fund corporation. The exchange for mutual fund shares was done at a net asset value of \$28.849 per share of the Fund

The net asset value for **NCE Flow-Through (2003) Limited Partnership**, on the transfer date was \$21.71 per unit, which does not include either of the cash distribution of \$3.98 per unit that was paid to unitholders on January 14, 2005, or the final accrued distribution of \$0.50 per unit payable

February 23, 2005.

The net asset value for **NCE Flow-Through (2003-2) Limited Partnership**, on the transfer date was \$19.79 per unit, which does not include either of the cash distribution of \$3.18 per unit that was paid to unitholders on January 14, 2005, or the final accrued distribution of \$0.50 per unit per unit payable February 23, 2005.

Tax implications

The transfer to the Fund is a tax-deferred transaction. This means that any taxable capital gain is deferred until you redeem your shares in the Fund. The adjusted cost base (ACB) of the mutual fund shares on the transfer date (February 9, 2005) was as follows:

Limited Partnership	ACB per share of Sentry Select Canadian Resource Fund Ltd.
NCE Flow-Through (2003) Limited Partnership	\$13.5621
NCE Flow-Through (2003-2) Limited Partnership	\$16.1713

For further clarification on the tax implications associated with this investment, you should consult your tax adviser.

Sentry Select Canadian Resource Fund Ltd.

The Fund is an open-end mutual fund corporation that seeks long-term capital appreciation by investing primarily in equity securities of medium and large capitalization Canadian companies engaged in energy and natural resources industries such as oil and gas, mining, forestry and other resources. The Fund is managed by Sentry Select Capital Corp., which currently manages seven other mutual funds, and also manages fifteen specialty investment trusts that trade on the Toronto Stock Exchange. Sentry Select has approximately \$4 billion in assets under management.

Diversified portfolio

The Fund currently has a diverse portfolio, consisting primarily of oil and gas companies with solid prospects for long-term growth. The fundamentals of the oil and gas industry have created a very favourable growth environment for oil and gas equities. The Fund's portfolio manager believes that the Fund's holdings have excellent potential for capital appreciation and should appeal to investors seeking long-term growth in the natural resources sector.

The Partnership's final annual report will be available shortly on Sedar and our website. This report contains detailed information concerning tax information and, the performance of the Partnership.

If you have any other questions concerning your investment, please call our Investor Services Department at 1-888-246-6656 or 416-861-8729. You can also obtain information through Sentry Select's website by visiting: www.sentryselect.com

For the General Partners,



John Driscoll
President
NCE Flow-Through (2003) Management Corp.

NCE Flow-Through (2003-2) Management Corp.