

March 26, 2009

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Dear Investors and Clients,

www.sentryselect.com

RE: NCE Diversified Flow-Through (07-2) Limited Partnership investment in Fission Energy Corp.

NCE Diversified Flow-Through (07-2) Limited Partnership (the “Partnership”) was a limited partnership managed by NCE Diversified Management (07-2) Corp. (the “General Partner”). Sentry Select Capital Corp. (“Sentry Select”) was retained by the General Partner to provide advice on and manage the investment portfolio of the Partnership. The initial public offering closed on September 27, 2007, with investors subscribing for 2,000,000 units (the “Limited Partners”) at a subscription price of \$25.00 per unit (“Unit”) for total gross proceeds of \$50,000,000.

The General Partner received a letter dated January 16, 2009 including a revised T101 Statement of Resource Expenses (the “T101”) from Fission Energy Corp. (“Fission”) in respect of a private placement investment made by the Partnership in November of 2007. The letter indicates that Fission did not spend the full amount of the proceeds of the flow-through investment on qualified expenditures and as such has revised the previous amount of Canadian Exploration Expenditures (“CEE”) renounced to investors, including the Partnership. The Partnership's total investment in flow-through shares of Fission was \$500,200 and Fission initially renounced a CEE amount of \$500,200 to the Partnership in respect of the 2007 year. However, Fission has now revised the renounced CEE amount to \$373,143 in the amended T101. This shortfall has an approximate \$0.06 per Partnership unit impact on the aggregate CEE amount such that the Partnership's revised total CEE amount is estimated to be \$24.94 per Partnership unit. Fission has offered its shareholders a cash settlement as compensation. The proposed cash settlement amount in respect of the Partnership is \$69,119. Management and the Board of the General Partner considered all viable alternative options in respect to Fission’s failure to renounce the correct amount of CEE and have determined that accepting their offer is the best conclusion to this matter for the Limited Partners of this Partnership.

The lost CEE will also be partially offset by the cash received and any incremental amounts potentially received through filing a lawsuit is not believed to be significant or substantial enough to incur the legal fees and risks associated with proceeding with a lawsuit. In addition, upon review of the subscription agreement it is not clear that we would receive a more favorable ruling if we did proceed. It should be noted that as the Partnership will receive the proceeds directly that it will be considered taxable income which reduces the benefit to the Limited Partners. The taxability of the payment can only be offset by a deduction through an election by the Limited Partner when the payment is received directly. As the subscription agreement does not have a clause requiring this, it also means that the incremental benefit to a Limited Partner for any additional proceeds above the offer received is significantly reduced. Further, it has been the General Partner’s experience that prior issuers’ failures to renounce the full CEE amount has resulted in settlements averaging approximately 60% of the un-renounced amount. As the offer is approximately 54.4% of the total un-renounced CEE amount, management has determined that it is not in the best interest of the Partnership and its Limited Partners, from a cost/benefit and timing perspective to proceed with a claim against Fission.

It is unfortunate that this event, which is a known risk factor to investing in flow-through shares, has occurred. In order to mitigate this risk and other investment risks, we continually strive to invest in companies that have experienced management teams, adequate financial strength, and offer potential for future growth. For more information, please contact our investor relations department at 1-888-730-4623.

We appreciate your continued support.

Sincerely,

A handwritten signature in black ink, appearing to read "R. D'Archivio". The signature is stylized with a large, sweeping initial "R" and a long, horizontal flourish at the end.

Richard D'Archivio
Chief Financial Officer
Sentry Select Capital Corp.