

INCOME TAX INFORMATION

March 17, 2010

**RE: NCE Diversified Flow-through (07) Limited Partnership and
NCE Diversified Flow-Through (07-2) Limited Partnership**

Dear Unitholder,

As you are aware, the NCE Diversified Flow-Through (07) Limited Partnership and NCE Diversified Flow-Through (07-2) Limited Partnership assets were transferred into the Sentry Select Canadian Resource Class on February 9, 2009.

We would also like to provide you with the following guidance on how you can claim the issue costs. Section 20 (1)(e)(vi) of the Income Tax Act (Canada) allows issue costs to be written off for tax purposes over a number of years. Those costs may be deducted on line 122 of your income tax return.

- **NCE Diversified Flow-Through (07) Limited Partnership \$1.05096/ per unit**
- **NCE Diversified Flow-Through (07-2) Limited Partnership \$1.12050/ per unit**

These amounts are to be deducted as follows on your 2009, 2010, and 2011 income tax returns:

Tax year	Percentage of issue costs to be claimed
2009	33.33%
2010	33.33%
2011	33.34%

If you have any questions concerning the Partnerships, please call our Investor Services Department at 1-888-730-4623 or 416-364-9297.