

March 27, 2006

**RE: Transfer of assets from NCE Flow-Through (2004) Limited Partnership and NCE Diversified Flow-Through (04) Limited Partnership to Sentry Select Canadian Resource Fund Ltd.**

Dear Limited Partners:

This letter provides you with information concerning the NCE Flow-Through (04) and NCE Diversified Flow-Through (04) Limited Partnerships (the "Partnerships").

**Transfer of the Partnerships' assets**

On March 8, 2006, 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 \$43.098 per share of the Fund.

The net asset value for **NCE Flow-Through (04) Limited Partnership**, on the transfer date was \$22.29 per unit, which does not include either of the cash distribution of \$4.87 per unit that was be paid to unitholders on January 13, 2006, or the final accrued distribution of \$0.57 per unit payable March 22, 2006.

The net asset value for **NCE Diversified Flow-Through (04) Limited Partnership**, on the transfer date was \$21.70 per unit, which does not include either of the cash distribution of \$4.17 per unit that was paid to unitholders on January 13, 2006, or the final accrued distribution of \$0.76 per unit per unit payable March 22, 2005.

**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 eleven other mutual funds, and also manages a number of specialty investment trusts that trade on the Toronto Stock Exchange. Sentry Select has approximately \$8.5 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.

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If you have any other questions concerning your investment, please call our Investor Relations 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](http://www.sentryselect.com).

Sincerely,

A handwritten signature in cursive script that reads "John Vooglaid".

John Vooglaid  
Chief Financial Officer  
Sentry Select Capital Corp.

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