

IMPORTANT TAX INFORMATION FOR UNIT HOLDERS

Qwest Energy 2008-II Flow-Through Limited Partnership

Issue Cost Deduction

Below are the issue cost deductions available to the unit holders of Qwest Energy 2008-II Flow-Through Limited Partnership pursuant to section 20(1)(e) of the Income Tax Act. To claim this deduction, report the issue cost on Schedule 4 “*Carrying Charges and Interest Expenses*” (Part IV) of your personal income tax return.

<u>Year</u>	<u>Deduction Per LP Unit</u>
2010	\$0.43806
2011	\$0.43806
2012	\$0.43806
2013	\$0.43806

Adjusted Cost Base (“ACB”)⁽¹⁾

For tax purposes, the ACB of each Qwest Energy Canadian Resource Class Mutual Fund share is as follows:

For all investor redemptions between April 8, 2010 and February 23, 2011	\$2.9240
For all investor redemptions after February 23, 2011	\$3.2908 ⁽²⁾

The applicable ACB should be used when calculating the capital gains (losses) from the sale of the mutual fund shares.

For more information please contact our Client Services department at 1.866.602.1142, ext. 5804 or info@qwestfunds.com

PLEASE RETAIN THIS LETTER FOR TAX PURPOSES

- (1) This ACB per share is not applicable for investors who chose to receive cash distributions (as opposed to re-investing) on their shares of the Qwest Energy Canadian Resource Class Mutual Fund.
- (2) This amount is subject to change. Prior to preparing your tax statement please visit our website at www.qwestfunds.com to ensure you obtain the latest number.