

IMPORTANT TAX INFORMATION FOR UNIT HOLDERS

Qwest Energy 2010 Flow-Through Limited Partnership

Issue Cost Deduction

Below are the issue cost deductions available to the unit holders of Qwest Energy 2010 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>
2012	\$0.418342
2013	\$0.418342
2014	\$0.418342
2015	\$0.412553

Adjusted Cost Base (“ACB”) ⁽¹⁾

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

For all investor redemptions between January 23, 2012 and February 26, 2012	\$2.6523
For all investor redemptions after February 26, 2012	\$2.6948 ⁽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, extension #1 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.