

## NCE Diversified Flow-Through Limited Partnerships

Since 1997, NCE Resources Group has raised approximately \$1.8 billion in 28 flow-through limited partnerships, which have yielded the returns set out below.

The historical rate of return after tax savings for the prior partnerships will vary over time, primarily as a result of changes in the values of underlying portfolio securities. For this and other reasons, historical performance of the prior partnerships may not be indicative of the actual performance of future partnerships.

LIMITED PARTNERSHIP	GROSS PROCEEDS RAISED	CUMULATIVE TAX DEDUCTIONS <sup>(2)</sup>	NET ASSET VALUE PER UNIT	NET ASSET VALUE PER UNIT AND CUMULATIVE DISTRIBUTIONS PER UNIT (IF ANY)	ANNUAL COMPOUNDED RATE OF RETURN DURING INVESTMENT PERIOD AFTER TAX SAVINGS <sup>(3)(4)</sup>
	(\$ million)	(\$/Unit)	(\$/Unit)	(\$/Unit)	(%)
NCE Resource (97) Limited Partnership <sup>(1)</sup>	23.6	25.00	12.00 <sup>(6)</sup>	12.00	-6.70%
NCE Flow-Through (98) Limited Partnership <sup>(1)(5)</sup>	33.8	22.52	17.68 <sup>(6)</sup>	20.94	29.48%
NCE Flow-Through (99) Limited Partnership <sup>(1)(5)</sup>	25.7	23.30	27.73 <sup>(6)</sup>	29.62	50.88%
NCE Flow-Through (2000-1) Limited Partnership <sup>(1)</sup>	19.6	24.77	19.55 <sup>(6)</sup>	22.66	17.01%
NCE Flow-Through (2000-2) Limited Partnership <sup>(1)</sup>	16.7	24.95	19.34 <sup>(6)</sup>	23.09	22.82%
NCE Flow-Through (2001-1) Limited Partnership	38.4	25.00	19.10 <sup>(6)</sup>	22.22	15.88%
NCE Flow-Through (2001-2) Limited Partnership	25.8	25.00	19.48 <sup>(6)</sup>	22.16	20.04%
NCE Flow-Through (2002-1) Limited Partnership	33.1	25.00	21.64 <sup>(6)</sup>	24.64	25.35%
NCE Flow-Through (2002-2) Limited Partnership	20.0	24.76	19.95 <sup>(6)</sup>	23.58	26.11%
NCE Flow-Through (2003) Limited Partnership	38.4	24.78	21.71 <sup>(6)</sup>	26.19	27.35%
NCE Flow-Through (2003-2) Limited Partnership	50.0	24.27	19.79 <sup>(6)</sup>	23.47	26.78%
NCE Flow-Through (2004) Limited Partnership	99.2	25.00	22.29 <sup>(6)</sup>	27.73	27.02%
NCE Diversified Flow-Through (04) Limited Partnership	50.0	25.00	21.70 <sup>(6)</sup>	26.63	33.05%
NCE Diversified Flow-Through (05) Limited Partnership	86.9	25.00	35.75 <sup>(6)</sup>	37.06	47.40%
NCE Diversified Flow-Through (05-2) Limited Partnership	75.0	25.00	19.43 <sup>(6)</sup>	19.43	8.93%
NCE Diversified Flow-Through (06) Limited Partnership	192.7	24.94	18.22 <sup>(6)</sup>	18.22	2.62%
NCE Diversified Flow-Through (06-2) Limited Partnership	65.0	24.97	21.06 <sup>(6)</sup>	21.06	14.84%
NCE Diversified Flow-Through (07) Limited Partnership	198.2	24.86	7.64 <sup>(6)</sup>	7.64	-34.37%
NCE Diversified Flow-Through (07-2) Limited Partnership	50.0	24.94	7.42 <sup>(6)</sup>	7.42	-46.45%
NCE Diversified Flow-Through (08) Limited Partnership	123.4	25.00	18.99 <sup>(6)</sup>	18.99	4.40%
NCE Diversified Flow-Through (09) Limited Partnership	60.5	25.00	37.06 <sup>(6)</sup>	37.06	47.47%
NCE Diversified Flow-Through (10) Limited Partnership	79.9	25.00	25.39 <sup>(6)</sup>	25.39	22.52%
NCE Diversified Flow-Through (11) Limited Partnership	100.0	25.00	13.96 <sup>(6)</sup>	13.96	-11.29%
NCE Diversified Flow-Through (12) Limited Partnership	100.0	25.00	13.13 <sup>(6)</sup>	13.13	-13.86%
NCE Diversified Flow-Through (13) Limited Partnership	113.6	25.00	19.29 <sup>(6)</sup>	19.29	7.66%
NCE Diversified Flow-Through (14) Limited Partnership	74.1	25.00	15.70 <sup>(6)</sup>	15.70	-3.46%
NCE Diversified Flow-Through (15) Limited Partnership	50.0	25.00	25.30 <sup>(6)</sup>	25.30	27.09%
NCE Diversified Flow-Through (16) Limited Partnership	25.0	25.00 <sup>(9)</sup>	19.77 <sup>(7,8)</sup>	19.77	n/a <sup>(8)</sup>

Note: please refer to the footnotes on the other side.

## Notes:

- (1) The capital gains inclusion rate was reduced twice in the 2000 calendar year. Prior to February 28, 2000, three quarters of a limited partner's capital gain was a taxable capital gain; after February 27, 2000 and prior to October 18, 2000 two-thirds of a limited partner's capital gain was a taxable capital gain; and after October 17, 2000 and currently, one-half of a limited partner's capital gain is a taxable capital gain.
- (2) Cumulative tax deductions are determined as at December 31, 2016. Subject to the discussion in "Canadian Federal Income Tax Considerations", certain offering expenses and loss amounts are deductible over a five year period. Tax deductions reduce an investor's adjusted cost base for income tax purposes.
- (3) The rate of return has been calculated on an annual compounded basis for the following investment periods:

<b>Prior Partnership</b>	<b>Investment period</b>
NCE Resource (97) Limited Partnership .....	October 1, 1997 to March 28, 2000
NCE Flow-Through (98) Limited Partnership .....	November 2, 1998 to June 20, 2000
NCE Flow-Through (99) Limited Partnership .....	December 7, 1999 to May 29, 2001
NCE Flow-Through (2000-1) Limited Partnership.....	August 1, 2000 to April 30, 2002
NCE Flow-Through (2000-2) Limited Partnership.....	December 19, 2000 to May 15, 2002
NCE Flow-Through (2001-1) Limited Partnership.....	July 31, 2001 to April 8, 2003
NCE Flow-Through (2001-2) Limited Partnership.....	November 30, 2001 to April 8, 2003
NCE Flow-Through (2002-1) Limited Partnership.....	September 3, 2002 to March 25, 2004
NCE Flow-Through (2002-2) Limited Partnership.....	November 26, 2002 to March 25, 2004
NCE Flow-Through (2003) Limited Partnership.....	May 28, 2003 to February 9, 2005
NCE Flow-Through (2003-2) Limited Partnership.....	October 30, 2003 to February 9, 2005
NCE Flow-Through (2004) Limited Partnership.....	March 30, 2004 to March 8, 2006
NCE Diversified Flow-Through (04) Limited Partnership .....	October 15, 2004 to March 8, 2006
NCE Diversified Flow-Through (05) Limited Partnership .....	February 24, 2005 to February 7, 2007
NCE Diversified Flow-Through (05-2) Limited Partnership.....	October 5, 2005 to February 7, 2007
NCE Diversified Flow-Through (06) Limited Partnership .....	February 23, 2006 to February 6, 2008
NCE Diversified Flow-Through (06-2) Limited Partnership.....	September 7, 2006 to February 6, 2008
NCE Diversified Flow-Through (07) Limited Partnership .....	February 22, 2007 to February 9, 2009
NCE Diversified Flow-Through (07-2) Limited Partnership.....	September 27, 2007 to February 9, 2009
NCE Diversified Flow-Through (08) Limited Partnership .....	February 21, 2008 to February 12, 2010
NCE Diversified Flow-Through (09) Limited Partnership.....	February 26, 2009 to February 4, 2011
NCE Diversified Flow-Through (10) Limited Partnership.....	February 26, 2010 to January 4, 2012
NCE Diversified Flow-Through (11) Limited Partnership.....	February 24, 2011 to January 4, 2013
NCE Diversified Flow-Through (12) Limited Partnership.....	February 7, 2012 to January 3, 2014
NCE Diversified Flow-Through (13) Limited Partnership.....	February 22, 2013 to January 15, 2015
NCE Diversified Flow-Through (14) Limited Partnership.....	February 21, 2014 to January 8, 2016
NCE Diversified Flow-Through (15) Limited Partnership.....	January 26, 2015 to January 6, 2017

- (4) The rate of return has been calculated on an annual compounded basis during the investment period and is based on the gross proceeds of each of the applicable Prior Partnerships net of management fees, incentive fees and operating expenses, assuming: (i) an Ontario investor; (ii) that the full subscription price (average subscription price in the case of NCE Flow-Through (98) Limited Partnership and NCE Flow-Through (99) Limited Partnership where subscription rebates were provided) per unit invested was deducted by investors for income tax purposes such that the calculation is based upon the net amount invested after accounting for the assumed tax savings; (iii) a combined federal and provincial marginal income tax rate of 53.53% and one-half of capital gains are taxable in computing an investor's income; (iv) each unit had an adjusted cost base of nil; and (v) disposition proceeds equal to the net asset value per unit of each Prior Partnership as at the end of the investment period as indicated in note (3) above (being the date of the applicable liquidity transaction). The actual tax rate applicable for a particular investor may differ from the rate assumed. Actual returns may differ from those set out above.
- (5) In the case of NCE Flow-Through (98) Limited Partnership and NCE Flow-Through (99) Limited Partnership, calculations are based on the average subscription price after giving effect to subscription rebates.
- (6) Net asset value per unit calculated as at the date of the liquidity transaction for the applicable Prior Partnerships (being the end of the investment period as indicated in note (3) above).
- (7) Net asset value per unit calculated as at December 30, 2016.
- (8) The investment period of this Prior Partnership has not been completed.
- (9) Subject to receipt of all applicable tax slips from Resource Companies.

## About Sentry Investments

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