



Augen Limited Partnership 2005

IMPORTANT INFORMATION FOR PREPARING YOUR 2007 INDIVIDUAL INCOME TAX RETURN

Dear former Limited Partners,

The Augen Limited Partnership 2005 (“LP2005”) has completed a mutual fund rollover transaction (“the Mutual Fund Rollover”) wherein LP2005 transferred all of its assets to Augen Resource Strategy Fund (“the Fund”) on January 31, 2007 in exchange for shares of the Fund (the “Mutual Fund Shares”). As part of the wind-up and dissolution of LP2005, the Fund shares were subsequently distributed to limited partners of record.

The information contained herein is strictly for information purposes only and should in no way be regarded as tax advice. Obtain professional tax advice about your individual circumstances.

MUTUAL FUND ROLLOVER

Limited partners of LP2005 received **13.4664** of Class B Mutual Fund Shares for each limited partnership unit, based on a net asset value of \$11.20 per Class B share of the Fund.

ACB OF PARTNERSHIP UNITS as at January 31, 2007

The following outlines the adjusted cost base (“ACB”) per unit of LP2005 based on information available to us.

ACB of partnership units as at January 31, 2007
LP2005
\$93.15 per Limited Partnership Unit

ACB OF MUTUAL FUND SHARES as at January 31, 2007

As each unit of LP2005 was exchanged for 13.4664 shares of Class B of the Fund in January 2007, each full share of the Fund would have an approximate **ACB of \$6.92 per share**

Investors who hold Mutual Fund Shares of the Fund resulting from the rollover transaction have deferred the potential tax liability of capital gains until such time as the Mutual Fund Shares are redeemed. Investors who have redeemed a portion or all of their holdings of the Fund resulting from the rollover transaction should use an ACB of \$6.92 per share when determining their capital gain tax liability.

Note: Future tax deductions are available to former LP2005 unitholders for the taxation years 2007 through 2010. For each unit previously held in LP2005, former LP2005 unitholders are entitled to the following tax deductions:

	<u>Per former LP2005 Unit</u>
2007	\$2.50
2008	\$2.50
2009	\$2.50
2010	\$0.27

For further information, please contact us at 1-888-442-8436 or investorrelations@augencc.com.