



IMPORTANT TAX INFORMATION

Probity Mining 2016-II Short Duration Flow-Through Limited Partnership

Federal Tax Shelter Number: TS085316

Closing Date: December 15, 2016

Issue Cost Deduction

Below are the issue cost deductions available to past unit holders of Probity Mining 2016-II Flow-Through Short Duration 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>Series A (QWE932)</u>	<u>Series F (QWE933)</u>
2017	\$0.28385 per unit	\$0.27757 per unit
2018	\$0.28385 per unit	\$0.27757 per unit
2019	\$0.28385 per unit	\$0.27757 per unit
2020	\$0.28385 per unit	\$0.27757 per unit
2021	\$0.27482 per unit	\$0.27110 per unit

As a reminder, the mining Investment Tax Credit “ITC” and Provincial Tax Credits claimed in the investment year typically give rise to an income inclusion in the following year. Unused ITCs can be carried back three years and forward twenty. You may reference the T5013 issued in 2016 for the tax credits amount. If you are utilizing a computer tax program you can review if the program has carried this amount forward for you, so you are not including it twice.

For more information, please contact Tammy Shapiro, Client Services, at funds@probitycorporation.com or at 416-402-4741.

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