
ARCTIC GLACIER INCOME FUND

2009 TAX INFORMATION

THIS SUMMARY IS INTENDED TO PROVIDE INDIVIDUAL UNITHOLDERS OF THE FUND ADDITIONAL INFORMATION TO ASSIST IN THE PREPARATION OF THEIR 2009 INCOME TAX RETURNS. THE INFORMATION PRESENTED IS OF A GENERAL NATURE ONLY, AND IS NOT INTENDED TO BE, NOR SHOULD IT BE CONSTRUED TO BE, LEGAL, BUSINESS OR TAX ADVICE TO ANY PARTICULAR UNITHOLDER. THE FUND RECOMMENDS THAT UNITHOLDERS CONSULT THEIR OWN TAX ADVISORS REGARDING THE INCOME TAX CONSIDERATIONS APPLICABLE TO THEM IN THEIR PARTICULAR CIRCUMSTANCES.

CANADIAN RESIDENTS

2009 Taxable Income Summary for Income Tax Purposes

There were no distributions in 2009 and as a result there is no taxable income or return of capital for Canadian residents.

2009 Taxable Income Summary for Income Tax Purposes

The following chart summarizes taxable income by month (in Canadian dollars) of the Fund per trust unit for U.S. residents:

Month	U.S. Source Income	Canadian Source Income	Return of Capital (Tax Deferred)	Total
January, 2009	\$0.00226	\$0.00579	\$0.00000	\$0.00805
February, 2009	\$0.00204	\$0.00523	\$0.00000	\$0.00727
March, 2009	\$0.00226	\$0.00579	\$0.00000	\$0.00805
April, 2009	\$0.00217	\$0.00562	\$0.00000	\$0.00779
May, 2009	\$0.00226	\$0.00579	\$0.00000	\$0.00805
June, 2009	\$0.00218	\$0.00562	\$0.00000	\$0.00780
July, 2009	\$0.00226	\$0.00579	\$0.00000	\$0.00805
August, 2009	\$0.00226	\$0.00579	\$0.00000	\$0.00805
September, 2009	\$0.00218	\$0.00562	\$0.00000	\$0.00780
October, 2009	\$0.00226	\$0.00579	\$0.00000	\$0.00805
November, 2009	\$0.00218	\$0.00561	\$0.00000	\$0.00779
December, 2009	\$0.00226	\$0.00579	\$0.00000	\$0.00805
2009 Total	\$0.02657	\$0.06823	\$0.00000	\$0.09480
<i>Allocation</i>	<i>28.0%</i>	<i>72.0%</i>	<i>0.0%</i>	<i>100.0%</i>

AGIF elected to be taxed as a partnership for US tax purposes in 2004 to enable a more efficient flow of funds from our U.S. operations to the Fund.

A partnership is not subject to tax itself, and taxable income of the partnership is allocated to the partners. There was a small amount of US taxable income in the Fund in 2009, which is allocated out to the US partners.

This is consistent with previous years where it was the allocation of taxable income, and not the entire distribution that unitholders received from the Fund, that was taxable income in the year for our US unitholders.

The 2009 income allocations are **not** considered Qualifying Dividends under the Jobs and Growth Tax Relief Reconciliation Act of 2003. Please note that 2009 income allocations are comprised of U.S. source income and foreign source income for U.S. tax purposes. For U.S. purposes, the Fund is taxed as a partnership. U.S. investors who hold Fund units registered in the investor's name and who received cash distributions in 2009 will receive a K-1 Form "Partner's Share of Income, Deductions, Credits, etc." directly from the Fund prior to March 15, 2010. When the K-1's have been distributed to these registered unitholders, we will notify investors by way of updating this information bulletin. If the Fund units are held in the name of a broker or intermediary, the investor will receive their tax forms as prepared by their broker, bank, or other intermediary.

Adjusted Cost Base

Investors who hold Fund units are required to reduce the Adjusted Cost Base of their units by the cumulative amount of any distributions received. Taxable income allocated in the year to the investor increases the investor's Adjusted Cost Base of the investment. The Adjusted Cost Base is used in calculating capital gains and losses on the sale of units that are held as capital property by the owner.