

TAX MATTERS



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INFORMATION FOR INVESTORS

This document relates to Portland Focused Plus Fund LP and is intended only for Canadian residents holding limited partnership units in a non-registered account. If you have not yet purchased limited partnership units, you should seek independent tax advice before doing so. Investors in limited partnerships are strongly advised to seek their own independent tax advice regarding their investments. Understanding how your investments are taxed is an important part of developing an effective investment portfolio. Additional information may be found here: <https://www.portlandic.com/PDF/ENG/brochures/PIC6101-E%20Tax%20Matters%20Limited%20Partnerships.pdf>

PORTLAND FOCUSED PLUS LP TAXES FOR ONTARIO RESIDENTS

ALL AMOUNTS IN (\$000)

| Y/E Dec. 31, 2019 | Pretax | Tax % | Taxes |
|-------------------------|----------------|--------------|----------------|
| Canadian dividends | \$1,649 | 39.3% | \$649 |
| Canadian interest | \$161 | 53.5% | \$86 |
| Capital gains | \$7,987 | 26.8% | \$2,137 |
| Foreign income | \$510 | 53.5% | \$273 |
| Foreign withholding tax | (\$77) | 100.0% | (\$77) |
| Carrying charges | (\$2,025) | 53.5% | (\$1,084) |
| Total | \$8,205 | 24.2% | \$1,984 |

Pretax amounts are as filed in the LP's 2019 tax return; tax rates are those for the highest tax bracket in Ontario in 2019; taxes are the hypothetical taxes that would have been payable by the LP's investors if all of them were Ontario residents in the highest tax bracket. Columns may not add due to rounding.



Tax rate information is based on the Income Tax Act (Canada) and substantially enacted tax legislation. The Canadian tax system is extremely complex and changes from time to time. Information in this document is believed to be accurate as at October 31, 2020.

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The Portland focused Plus Fund LP (the "LP") is not publicly offered. It is only available under Offering Memorandum and other exemptions to investors who meet certain eligibility or minimum purchase requirements such as "accredited investors". Information herein pertaining to the LP is solely for the purpose of providing information and is not to be construed as a public offering in any jurisdiction of Canada. The offering of Units of the LP is made pursuant to an Offering Memorandum and the information contained herein is a summary only and is qualified by the more detailed information in the Offering Memorandum. Commissions, trailing commissions, management fees and expenses all may be associated with investments. Funds are not guaranteed, their values change frequently and past performance may not be repeated.

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PIC5185-E(11/20)