



Charitable Donation Example

Charitable giving is becoming more popular in Canada as Bill C-13, passed on June 22, 2006, eliminated capital gains tax entirely on donations given after May 1, 2006, of "listed securities" to a registered charity (other than a private charitable foundation). A listed security includes a share in the capital stock of a mutual fund corporation. It does not include a unit of a limited partnership.

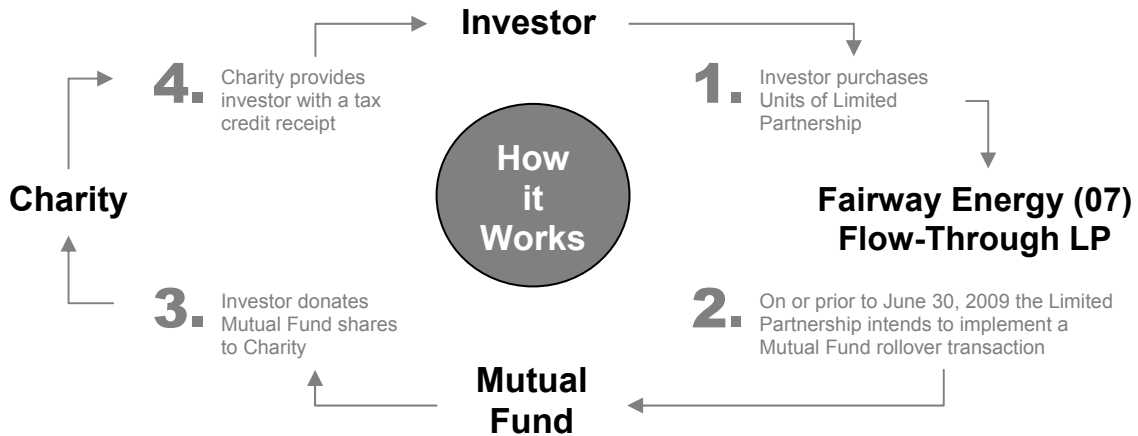
Charitable Donations should be limited to 75% of net income, in any given year. Amounts granted in excess are not deductible in the year of donation and are carried forward for up to 5 years.

Financial Example

	<u>Example 1</u> Donation originating with Flow-Through Investment	<u>Example 2</u> Donation without using Flow-Through Investment
Donation to charity:	45%	45%
Net Flow-Through share and other tax savings: ⁽¹⁾	\$25,000	\$25,000
Charitable Donation tax savings ⁽²⁾	\$11,250	\$0
Net tax savings ⁽³⁾	\$11,250	\$11,250
TOTAL COST:	\$2,500	\$13,750

(1) The tax savings are calculated by multiplying the total estimated income tax deductions for each year by the assumed highest marginal tax rate for that year. This illustration assumes that the subscriber has sufficient income so that the illustrated tax savings are realized in the year shown.
 (2) Assumes charitable donation amount is equal to the original investment amount.
 (3) Estimate for illustrative purposes only.

Before June 30, 2009 the Fairway Energy (07) Flow-Through Limited Partnership intends to implement a transaction to improve liquidity and the potential for long-term growth of capital and income. This implementation involves an exchange transaction, pursuant to which the Partnership will transfer its assets to a Mutual Fund on a tax-deferred basis in exchange for redeemable securities of a Mutual Fund. Within 60 days thereafter, the Mutual Fund Shares will be distributed to the Limited Partners, pro rata, on a tax-deferred basis, and the Partnership will be dissolved. There can be no assurance that any such Liquidity Event will be proposed, approved or implemented.



Distributed By:

Gibraltar Consulting Group
1.866.514.6603

Fairway Energy
1.866.688.5750

For further information please contact:
Andrea Pysh, Manager, Business and Client Services
 Suite 1601, 650 West Georgia Street, Vancouver, BC V6B 4N7
 Phone: 1.866.688.5750 or 604.684.5750 Fax: 604.684.5748 Email: andrea@fairwayenergy.ca

The information contained in this document has been derived from the Final Prospectus of the Fairway Energy (07) Flow-Through Limited Partnership (the "Partnership") dated February 14, 2007 and the analysis is provided by Jove Investment Management Inc. (the "Investment Manager"). The information described herein is of a general nature and is not intended to be used by the reader as direct personalized investment advice nor is this communication to be construed as a public offering to sell, or a solicitation of an offer to buy securities. Commissions, trailing commissions, management fees and expenses may be associated with this investment. Limited Partnerships and Mutual Funds in general are not guaranteed, their values change frequently and past performance may not be repeated. Please read the Final Prospectus dated February 14, 2007 and consult with your own professional investment and tax advisor before considering investing in this or any other security.