

**Maple Leaf Short Duration 2011
Flow-Through Limited Partnership**

Financial Statements
June 30, 2011
(Unaudited)

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Statement of Net Assets

As at June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

	\$
Assets	
Cash	255,330
Short-term investment	400,000
Investments - at fair value	<u>24,152,575</u>
	<u>24,807,905</u>
Liabilities	
Accounts payable and accrued liabilities	34,326
Due to related parties (note 6)	42,155
Loan payable (note 3)	<u>3,300,000</u>
	<u>3,376,481</u>
Net assets representing Partnership equity	<u>21,431,425</u>
Partnership units outstanding (note 5)	<u>1,200,000</u>
Net assets per Partnership unit	<u>17.86</u>

Approved by the General Partner

Maple Leaf Short Duration 2011 Flow-Through Management Corp.

"Hugh Cartwright" (signed)
Hugh Cartwright
Director

"Shane Doyle" (signed)
Shane Doyle
Director

The accompanying notes are an integral part of these financial statements.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Statement of Operations

For the period from commencement of operations on January 28, 2011 to June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

	\$
Investment income	
Interest income	29,028
Expenses	
Administrative and other (notes 4, 6 and 7)	59,264
Audit fees	10,553
Interest	59,942
Management fee (note 4)	195,932
	<hr/>
	325,690
Net investment loss	(296,662)
Realized loss on investments	(58,753)
Unrealized depreciation on investments	<hr/>
	(5,577,394)
Decrease in net assets from operations	<hr/>
	(5,932,809)
Decrease in net assets from operations per Partnership unit	<hr/>
	(4.94)

The accompanying notes are an integral part of these financial statements.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Statement of Changes in Net Assets

For the period from commencement of operations on January 28, 2011 to June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

	\$
Net assets - Beginning of period	-
Decrease in net assets from operations	<u>(5,932,809)</u>
Partners' transactions	
Proceeds from issuance of Partnership units	30,000,000
General Partner's contribution	10
Issue costs	<u>(2,635,776)</u>
	<u>27,364,234</u>
Net assets - End of period	<u>21,431,425</u>

The accompanying notes are an integral part of these financial statements.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Statement of Cash Flows

For the period from commencement of operations on January 28, 2011 to June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

	\$
Cash flows from operating activities	
Net investment loss	(296,662)
Changes in non-cash working capital items	
Accounts payable and accrued liabilities	34,326
Due to related parties	42,155
	<hr/>
	(220,181)
Purchase of investments	(30,744,349)
Proceeds from sale of investments	555,627
	<hr/>
	(30,408,904)
Cash flows from financing activities	
General Partner's contribution	10
Proceeds from issuance of Partnership units	30,000,000
Proceeds from loan	3,300,000
Issue costs	(2,635,776)
	<hr/>
	30,664,234
Increase in cash	255,330
Cash - Beginning of period	<hr/> -
Cash - End of period	<hr/> 255,330
Interest paid	<hr/> 59,942

The accompanying notes are an integral part of these financial statements.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Statement of Investment Portfolio

As at June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

	Number of shares	Cost \$	Fair value \$	Net assets %
Equity investments				
AM Gold Inc. ⁽¹⁾	2,143,000	750,050	699,156	3.26
Alberta Oilsands Inc.	2,880,000	1,440,000	705,600	3.29
Artek Exploration Ltd.	350,000	1,050,000	668,500	3.12
Bayfield Ventures Corp. ⁽¹⁾	833,300	749,970	616,855	2.88
Cap-Ex Ventures Ltd. ⁽¹⁾	950,000	1,068,085	592,400	2.76
Cequence Energy Ltd.	43,500	152,250	144,420	0.67
Compass Petroleum Ltd.	50,000	125,000	79,000	0.37
Copper Fox Metals Inc. ⁽¹⁾	1,800,000	2,400,000	3,758,773	7.54
DeeThree Exploration Ltd.	168,800	869,320	605,992	2.83
Donnybrook Energy Inc. ⁽¹⁾	383,333	287,500	188,918	0.88
Ethos Capital Corp. ⁽¹⁾	400,000	480,000	449,627	2.10
Finavera Renewables Inc. ⁽¹⁾	2,393,600	2,249,984	1,303,023	6.08
Forum Uranium Corp. ⁽¹⁾	4,170,000	750,600	493,326	2.30
Gold Canyon Resources Inc. ⁽¹⁾	200,000	730,000	530,239	2.47
Golden Predator Corp. ⁽¹⁾	900,000	810,000	871,296	4.07
Hathor Exploration Limited ⁽¹⁾	465,000	1,395,000	1,206,684	5.63
Hyperion Exploration Corp. ⁽¹⁾	180,000	324,000	188,349	0.88
Kaminak Gold Corporation ⁽¹⁾	83,000	298,800	310,841	1.45
Kivalliq Energy ⁽¹⁾	1,666,700	1,000,020	560,903	2.62
Labrador Iron Mines Holdings Limited	54,000	810,000	661,500	3.09
Manitou Gold Inc. ⁽¹⁾	1,000,000	550,000	485,068	2.26
Northern Tiger Resources Inc. ⁽¹⁾	1,364,000	750,200	665,064	3.10
Prodigy Gold Inc. ⁽¹⁾	1,380,000	1,035,000	719,748	3.36
Rock Energy Inc.	116,500	710,650	479,980	2.24
Ryan Gold Corp. ⁽¹⁾	200,000	450,000	354,926	1.66
Sabina Gold & Silver Corp.	70,500	465,300	415,950	1.94
San Gold Corporation ⁽¹⁾	400,000	1,500,000	1,285,141	6.00
Starfield Resources Inc. ⁽¹⁾	13,333,400	946,005	583,345	2.72
Torquay Oil Corp.	300,000	600,000	465,000	2.17
Tourmaline Oil Corp.	35,000	1,050,000	1,120,000	5.23
Treasury Metals Inc. ⁽¹⁾	780,000	1,248,000	975,045	4.55
Victory Nickel Inc. ⁽¹⁾	4,348,000	474,584	400,481	1.87
Waldron Energy Corporation ⁽¹⁾	66,000	260,700	179,441	0.84
Wallbridge Mining Company ⁽¹⁾	2,885,000	750,100	581,869	2.72
Yangarra Resources Ltd. ⁽¹⁾	1,250,000	1,000,000	745,226	3.48
	47,642,633	<u>29,531,118</u>	24,091,685	112.42

The accompanying notes are an integral part of these financial statements.

Maple Leaf Short Duration 2010 Flow-Through Limited Partnership

Statement of Investment Portfolio

As at June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

	Number of warrants	Cost \$	Fair value \$	Net assets %
Warrants				
Cap-Ex Ventures Ltd.	475,000	119,415	17,290	0.08
Starfield Resources Inc. ⁽¹⁾	6,666,700	54,000	20,800	0.10
Victory Nickel Inc. ⁽¹⁾	2,174,000	25,436	22,800	0.11
	9,315,700	198,851	60,890	0.28
		<u>29,729,969</u>	24,152,575	112.70
Liabilities - net of other assets			<u>(2,721,150)</u>	(12.70)
Net assets			<u>21,431,425</u>	<u>100.00</u>

⁽¹⁾ Subject to hold period restrictions

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

1 Formation and purpose of the Partnership

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership (the “Partnership”) was formed on December 10, 2010 as a limited partnership under the laws of the Province of British Columbia and commenced operations on January 28, 2011. The principal purpose of the Partnership is to provide Limited Partners with a tax-assisted investment in a diversified portfolio of flow-through shares of resource companies for capital appreciation and profits.

The Partnership is managed by Maple Leaf Short Duration 2011 Flow-Through Management Corp. (the “General Partner”). Under the Amended and Restated Limited Partnership Agreement between the General Partner and each of the Limited Partners (the “LPA”) dated January 26, 2011, 99.9% of the net income of the Partnership, 100% of the net loss of the Partnership and 100% of any Eligible Expenditures renounced to the Partnership will be allocated pro rata to the Limited Partners and the General Partner is to be allocated 0.01% of the net income of the Partnership.

The Partnership is expected to dissolve on or before August 31, 2012. Upon dissolution, Limited Partners are entitled to receive 99.99% of the net assets of the Partnership and the General Partner is entitled to receive 0.01% of the net assets. The General Partner intends to implement a transaction pursuant to which the Partnership will transfer its assets to a mutual fund in exchange for shares of that mutual fund (the “Liquidity Event”) and the mutual fund shares will be distributed to the Limited Partners, pro rata, on a tax deferred basis upon the dissolution of the Partnership. The Liquidity Event is subject to the mutual agreement of the General Partner and the mutual fund and the receipt of all necessary regulatory approvals.

2 Significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (“GAAP”). The following is a summary of significant accounting policies used by the Partnership:

Investments in public equity securities

The fair value of equity securities traded in active markets is measured using the closing bid price at the period-end date. An appropriate discount from the values of an actively traded security is taken for holdings of securities when a formal restriction limits the sale of the security. The amounts at which the Partnership’s publicly traded investments could be disposed of may differ from carrying value based on closing bid prices, as the value at which significant ownership positions are sold is often different than the quoted market price due to a variety of factors such as premiums paid for large blocks or discounts due to illiquidity.

Warrants

Warrants are recorded at their estimated fair value using a recognized valuation model.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

Transaction costs

Transaction costs, such as brokerage commissions, incurred in the purchase and sale of investments, are recorded as an expense in the statement of operations.

Cash

Cash consists of cash and deposits with maturities of three months or less and is held with a Canadian chartered bank.

Revenue and expense recognition

Dividend income is recognized at the ex-dividend date. Realized gains and losses on disposal of investments and unrealized gains and losses in the value of investments are reflected in the statement of operations and calculated on an average cost basis. Upon disposal of an investment, previously recognized unrealized gains and losses are reversed, so as to recognize the full realized gain or loss in the period of disposition. Interest is recorded on an accrual basis. All costs directly attributable to operating activities are expensed as incurred.

Purchases and sales of securities are accounted for on a trade date basis.

For income tax purposes, the adjusted cost base of flow-through shares is reduced by the amount of expenditures renounced to the Partnership. Upon disposition of such shares, a capital gain will result and be allocated to the Limited Partners based upon their proportionate share of the Partnership.

Issue costs

Expenses related to the initial offering of the Partnership units have been accounted for as a reduction of net assets.

Valuation of Partnership units

Net assets per Partnership unit are calculated by dividing the net assets of the Partnership by its outstanding units on each valuation date.

Increase (decrease) in net assets from operations per Partnership unit

Increase (decrease) in net assets from operations per Partnership unit is determined by dividing the net increase (decrease) in net assets from operations by the weighted average number of units outstanding during the reporting period.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

Income taxes

Since the Partnership is an unincorporated business, the liability for income taxes is that of the partners and not the Partnership. Accordingly, no provision for income taxes for the Partnership has been made in these financial statements.

Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and income and expenses during the reporting period. Actual results could differ from those reported and the differences could be material. Significant areas involving the use of estimates include determining estimated fair value of warrants. In calculating the estimated fair value, the Partnership makes maximum use of publicly available market-based inputs.

Financial instruments

The carrying value of accounts payable and accrued liabilities and loan payable approximates fair value due to the relatively short period to maturity.

3 Loan payable

In February 2011, the Partnership established a credit facility of up to \$3,300,000 (subject to certain conditions including borrowing limits based on assets) with a Canadian chartered bank (the "Bank") for the payment of issue costs and provided the Bank with a security interest in all the assets of the Partnership. As at June 30, 2011, the loan principal balance outstanding was \$3,300,000, which is the maximum amount borrowed during the period. The Partnership pays interest on the outstanding loan balance at the Bank's prime lending rate plus 2.0% per annum. This loan is repayable at the earlier date of (a) dissolution; and (b) May 31, 2012.

4 Expenses of the Partnership

The Partnership paid, from the proceeds of the Partnership's credit facility, all of the expenses of the offering and all other costs that were reasonably incurred in connection with the formation, capitalization or organization of the Partnership, and pays certain operating and administrative costs that are not expected to be fully deductible in computing income of the Partnership pursuant to the *Income Tax Act*.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

The Partnership pays all of the expenses of carrying on of its business, including legal and audit fees, interest and administrative costs relating to financial and other reports, and compliance with all applicable laws, regulations and policies. The General Partner is reimbursed for all reasonable out-of-pocket costs and expenses that are incurred by the General Partner on behalf of the Partnership in the ordinary course of business or other costs and expenses incidental to acting as general partner so long as the General Partner is not in default of its obligations. Such costs and expenses include reimbursement for any overhead costs or costs of personnel of the General Partner and its affiliated companies that provide time and services to the Partnership.

The General Partner is entitled to an annual management fee of 2.0% of the net asset value of the Partnership, calculated and paid in arrears, which totalled \$195,932 for the period ended June 30, 2011, of which \$41,437 was payable at June 30, 2011. The General Partner is also entitled to a performance bonus equal to 20% of the product of: (a) the number of units outstanding on Performance Bonus Date (as defined in the LPA); and (b) the amount by which the net asset value per unit (prior to giving effect to the performance bonus) plus the total distributions per unit during the Performance Bonus Term exceeds \$28. As at June 30, 2011, this threshold has not been achieved; accordingly, no performance bonus has been accrued.

5 Partners' equity

a) Authorized

The interest of the Limited Partners in the Partnership is divided into an unlimited number of units. The Partnership is authorized to issue a maximum of 1,200,000 units.

All Partnership units are of the same class with equal rights and privileges, including equal participation in any distribution made by the Partnership and the right to one vote at any meeting of the Limited Partners.

b) Issued and outstanding

As at June 30, 2011, 1,200,000 Partnership units were issued and outstanding.

Pursuant to the LPA, the General Partner contributed \$10 to the capital of the Partnership.

6 Related party balances and transactions

The General Partner has retained CADO Bancorp Ltd., a related company by way of common directors, to provide office space and perform certain administrative functions on behalf of the General Partner. During the period ended June 30, 2011, an amount of \$18,401 was incurred and is included in administrative and other expenses and the entire amount remained payable at June 30, 2011. Balances and transactions with related parties have been recorded at the exchange amount.

During the period, an administration fee was also charged by the General Partner in the amount of \$8,720.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

7 Custodial fees

During the period ended June 30, 2011, the Partnership incurred custodial fees of \$3,000, which are included in administrative and other expenses in the statement of operations.

8 Reconciliation of net asset value

In accordance with the decision made by the Canadian securities regulatory authorities, a reconciliation between the transactional net asset value determined under National Instrument 81 - 106 ("NI 81 - 106") and net assets of an investment fund as determined under Canadian GAAP is required for financial reporting purposes. For investments that are traded in an active market where quoted prices are readily and regularly available, Canadian Institute of Chartered Accountants ("CICA") Handbook Section 3855 requires bid prices (for investments held) and ask prices (for investments sold short) to be used in the fair valuation of investments, rather than the use of closing prices currently used for the purposes of determining net asset value under NI 81 - 106. For investments that are not traded in an active market, Section 3855 requires the use of specific valuation techniques, rather than the use of valuation techniques by virtue of general practice in the investment fund industry. These changes account for the difference between net asset value and net assets as follows:

	Net asset value per NI 81 - 106 as at June 30, 2011 \$	Section 3855 adjustment \$	Net asset value per Section 3855 as at June 30, 2011 \$
Total net assets	21,729,423	297,998	21,431,425
Total per unit	18.11	0.25	17.86

9 Risk management

The Partnership's activities expose it to a variety of financial instrument risks: market risk (including price risk, interest rate risk and foreign exchange risk), credit risk and liquidity risk.

The Partnership's overall risk management strategy focuses on the unpredictability of performance of early stage public investments and seeks to minimize potential adverse effects on the Partnership's financial performance. The Partnership uses diversification to moderate risk exposures associated with a concentration of investments. The Partnership's investment objective is to provide Limited Partners with a tax-assisted investment in a diversified portfolio of flow-through shares of resource issuers with a view to achieving capital appreciation. The principal business of the resource issuers is mineral, oil or gas exploration, development or production and projects in renewable energy and the development of energy efficient technologies.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

The Partnership's investment strategy is to invest in flow-through shares of resource companies that are considered to:

- a) have experienced and reputable management with a defined track record in the energy, mining or alternative energy industries;
- b) have a knowledgeable Board of Directors;
- c) have exploration programs or exploration and development programs in place;
- d) have securities that are suitably priced and offer capital appreciation potential; and
- e) meet certain market capitalization and other investment criteria.

Market risk

- a) Price risk

The Partnership's investments are exposed to market price risk due to changing market conditions for equities as well as specific industry changes in the energy sector, such as changes in commodity prices and the level of market demand as well as any changes to the tax environment in which the investee entities operate. All investments in equity securities have an inherent risk of loss of capital. The maximum risk resulting from financial instruments investments is determined by the fair value of the financial instruments.

The Partnership seeks to manage market risks by careful selection of securities prior to making an investment in an early stage company and by regular ongoing monitoring of the investment performance of the individual investee companies. The Manager also sets thresholds on individual investments to mitigate the risk of exposure to any one investment. The Partnership's overall market positions are monitored on a daily basis by the Partnership's Manager and are reviewed on a semi-annual basis by the Board of Directors.

The Partnership's overall exposure is managed by the investment restrictions outlined in the prospectus, which include a requirement for all investments to be held in publicly traded resource investments and no more than 20% of investments to be held in any one investment.

At June 30, 2011, the Partnership's market risk is impacted directly by changes in equity prices and indirectly by changes in oil and gas and other commodity prices. The immediate impact on equities of a 5% increase or decrease in the fair value of investments is approximately \$1,207,629.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

b) Interest rate risk

The substantial majority of the Partnership's financial assets are non-interest bearing. As a result, the Partnership is not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates except for interest on the loan payable. Any excess cash is invested at short-term market interest rates. The Partnership's interest-bearing financial assets and liabilities expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

The table below summarizes the Partnership's exposure to interest rate risks at June 30, 2011. It includes the Partnership's assets and liabilities at fair values, categorized by the earlier of contractual repricing or maturity dates.

	June 30, 2011			
	Interest bearing \$	Due in less than 6 months \$	Non-interest bearing \$	Total \$
Cash	-	255,330	-	255,330
Investments	-	-	24,152,575	24,152,575
Loan payable	(3,300,000)	-	-	(3,300,000)
Other liabilities	-	(76,481)	-	(76,481)
Other assets	400,000	-	-	400,000
	<u>(2,900,000)</u>	<u>178,849</u>	<u>24,152,575</u>	<u>21,431,425</u>

The Partnership's exposure to interest rate changes results from the difference between assets and liabilities and their respective maturities or interest rate repricing dates. Based on current differences as at June 30, 2011, the Partnership estimates that an immediate and sustained 100 basis point change in interest rates would impact net interest expense over the next 12 months by approximately \$29,000.

c) Foreign exchange risk

The Partnership is not exposed to any significant foreign exchange risk.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

Credit risk

The Partnership has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due.

When the Partnership trades in listed or unlisted securities that are settled upon delivery using approved brokers, the risk of default is considered minimal since delivery of securities is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The Partnership only transacts with reputable brokers with a high credit rating.

The Partnership monitors its credit position regularly, and the Board of Directors reviews it on a periodic basis. The Partnership has not identified any past due assets or receivables as at June 30, 2011.

Concentration risk

Sector/subgroup	% of net assets
Base metals	39.64
Precious metals	30.30
Energy	25.94
Uranium	10.43
Alternative energy	6.22
Cash	1.17
Net liabilities	<u>(13.48)</u>
	<u>100.00</u>

Liquidity risk

The Partnership is a closed end partnership and therefore it does not have significant exposure to early redemptions of Partnership units. There is no market for units of the Partnership and it is unlikely that any public market will develop through which units may be sold. At the time of dissolution, the General Partner intends to transfer the assets of the Partnership to a mutual fund in exchange for shares of that mutual fund. However, there is no assurance that the Liquidity Event will be implemented, and the Limited Partners may receive securities upon dissolution of the Partnership for which there may be an illiquid market or which may be subject to resale restrictions.

The Partnership invests in early stage energy resource companies that may be publicly listed securities but thinly traded. Securities purchased by the Partnership may be subject to resale restrictions such as hold periods. During periods when resale restrictions apply, the Partnership may dispose of such securities only pursuant to certain statutory exemptions.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

The Partnership is exposed to liquidity risk related to the loan payable (note 3), which is due the earlier of (a) dissolution; and (b) May 31, 2012. The Partnership manages liquidity risk by maintaining sufficient liquid cash resources and publicly listed resource companies to ensure the Partnership's liquidity requirements are met.

Fair value disclosure

The three levels of the fair value hierarchy as per CICA Handbook Section 3862, *Financial Instruments – Disclosures*, are:

Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities

Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly

Level 3 - Inputs that are not based on observable market data.

The following table illustrates the classification of the Partnership's financial instruments within the fair value hierarchy as at and June 30, 2011:

	Financial assets at fair value as at June 30, 2011			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Equities	4,640,342	19,451,343	60,890	24,152,575

The fair value of publicly traded equity securities is generally estimated using observable market data in active markets or bid prices from market makers and broker-dealers. Generally, these securities are categorized in Level 1 or 2 of the fair value hierarchy as observable market data is readily available. The Partnership's publicly traded equity securities that are thinly traded and where fair values are adjusted for hold period restrictions are categorized as Level 2.

The Partnership's publicly traded warrants are categorized as Level 2. The fair value of remaining warrants is estimated using the Black-Scholes pricing model that factors in current and contractual prices of the underlying instruments, time value of money, yield curve and volatility. These warrants are categorized in Level 3 because significant judgment and estimates were involved to determine volatility.

Maple Leaf Short Duration 2011 Flow-Through Limited Partnership

Notes to Financial Statements

June 30, 2011

(Unaudited)

(expressed in Canadian dollars)

10 Partnership capital

Units issued and outstanding represent the capital of the Partnership. The Partnership issued 1,200,000 units in 2011 for \$30,000,000, before issue costs. The Partnership cannot issue any additional units. Until the time of dissolution of the Partnership, the Limited Partners cannot redeem units. The Partnership manages capital in accordance with its investment objectives. There are no externally imposed restrictions on the Partnership's capital although any distributions of capital are limited in relation to the borrowing limits on the loan payable (note 3).

11 Future accounting standards

In 2008, the CICA affirmed its intention to transition to International Financial Reporting Standards ("IFRS") for publicly accountable enterprises. The Canadian Accounting Standards Board decided to extend the deferral of mandatory adoption of IFRS for investment companies until January 1, 2013. The decision is in response to the International Accounting Standards Board's announcement in late 2010 that its investment company project is delayed and will not likely be issued before January 1, 2012. As the Partnership will be dissolved prior to the mandatory IFRS adoption date, it is unlikely that the Partnership will be impacted by these future accounting changes.

