

FUND SNAPSHOT

WCSB 2010-II FUND

WCSB Royalty Income 2010-II Limited Partnership ("WCSB 2010-II Fund" or the "Fund") completed its financing in July of 2010 and has met expectations with respect to production levels and drilling success rate. The Fund currently has 18 wells of which 16 wells are on production. One well is waiting on the operator for completion and the other was successful but has been shut in due to lack of processing capacity. Our drilling success rate for this fund is 100%.

Distributions commenced in February 2011 at \$0.50 per unit and the January distribution is \$1.16 per unit. Over the past 12 months the fund has distributed a total of \$22.34 per unit representing a 40.6% return on at-risk capital.

These returns to date are stellar considering the Fund has only been distributing cash for 12 months now and two wells are yet to be completed, tied-in or realize revenues. The key factor directly impacting the level of current distributions is the 15-20% decrease in natural gas prices from the time we invested the capital to the average price that the Fund has realized on the sale of its production to date. Overall though, we are pleased with the robust cash distributions and production performance of the wells in this Fund and even with lower than expected natural gas pricing, the financial performance of this Fund is excellent.

PRODUCTION, REVENUE & DISTRIBUTIONS:

PRODUCTION BOE/d	192 BOE/d	(October)
REVENUE	\$319,466	(October)
CURRENT DISTRIBUTION/UNIT	\$1.16/unit	(January)
TOTAL DISTRIBUTIONS/UNIT	\$22.34/unit	(January)

EXECUTIVE MANAGEMENT

William Bonner, B. Comm, Finance
Chairman of the Board

Shane Doyle, BA, MBA
Chief Executive Officer

Peter Bolton, P. Geol.
President

Hugh Cartwright
Managing Director

T. Martin Davies, B.A. Economics
Managing Director

Keith Macdonald
Director

John Dickson, CGA
Chief Financial Officer

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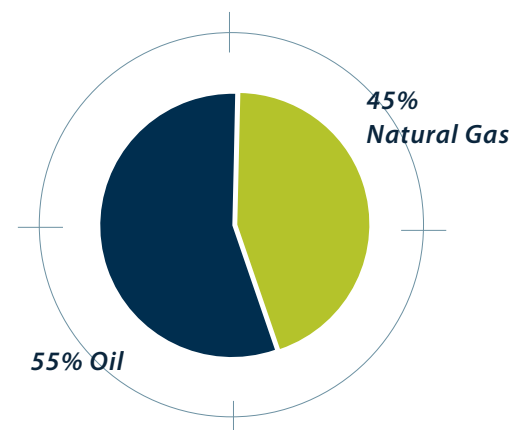
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FUND DETAILS:

Fund Type: Closed-End
Securities: LP Units
Sector: Canadian Oil & Gas
Mandate: Income & Capital Gain
RSP Eligibility: No
CUSIP: 94683V108
Tax Shelter ID: TS 076893
Offering Closed: July 15, 2010
Liquidity Target: June 30, 2013
Dividend Distribution: Monthly
Joint Venture Partners: 7
Joint Ventures: 18
Wells Committed To-Date: 18
Producing Wells: 16

TARGETED INVESTMENT MIX:



AREAS OF OPERATION:

● WCSB 2010-II Fund area of operation

