

April 2014

## ADJUSTED COST BASE (“ACB”) OF DIVESTED LIMITED PARTNERSHIPS

*Tax Reporting information for former limited partners of  
WCSB Oil & Gas Royalty Income 2010 Limited Partnership and  
WCSB Oil & Gas Royalty Income 2010-II Limited Partnership*

WCSB Oil & Gas Royalty Income 2010 Limited Partnership and WCSB Oil & Gas Royalty Income 2010-II Limited Partnership (together the “Partnerships”) announced that Limited Partners received shares of Toscana Energy Income Corporation (a publicly traded company TSX:TEI) in exchange for the Partnerships’ portfolios of oil and gas royalties (the “Royalties”) on April 3, 2013. These TEI shares were transferred to Limited Partners on or about September 12, 2013. The Partnerships have since been dissolved.

If you choose to sell any shares of Toscana Energy Income Corporation you need to know the adjusted cost base (ACB) per share to determine capital gains or losses for tax reporting. Below you will find the ACB per unit at time of rollover for both the Partnerships and Toscana Energy Income Corporation.

Divested Limited Partnership	Distribution Date	Total TEI Shares distributed	ACB per WCSB LPU at Divestiture	ACB per TEI Share at Divestiture	Distribution Ratio
WCSB Oil & Gas Royalty Income 2010-II LP	September 12, 2013	531,269	\$10.86269	\$3.92090	2.77046
WCSB Oil & Gas Royalty Income 2010 LP	September 12, 2013	398,431	\$11.24143	\$6.11899	1.83714

### Additional notes on tax reporting:

- **Reporting capital gains or losses:** Each shareholder is responsible for reporting the proper taxable capital gain or loss on their income tax return in the year you sell your TEI Shares.
- **Your Account statement:** The ACB reported on your account statement may not accurately reflect the tax implications of the transfer of assets from the Limited Partnership to TEI. The above table shows accurate ACB amounts.

*WCSB Royalty Income programs reminds you that each individual's tax and investment planning situation is unique and professional advice should always be received from a qualified tax and/or investment advisor. We strongly recommend that you consult with your tax advisor to determine the optimal use of these tax deductions as well as the impact to you, if any, with respect to either alternative minimum tax or cumulative net investment losses.*

Document Created: April 2014