



Gibraltar House
77 Main Street
Winnipeg, Manitoba
R3C 2R1
Phone: (204) 943-0881
www.northwest.ca

January 14, 2008

Dear North West Company Fund Unitholder

In connection with the internal reorganization of the North West Company Fund (the "Fund") completed June 5, 2007 and pursuant to an Advance Income Tax Ruling of the Canada Revenue Agency related to the internal reorganization, the Fund is undertaking the following:

1. Remitting to the Receiver General on behalf of each non-resident unitholder of the Fund as at June 5, 2007, an amount equal to \$0.0015 per Unit held by each non-resident unitholder, pursuant to subsection 218.3(2) of the Income Tax Act (Canada) in respect of a return of capital undertaken in connection with the internal reorganization of the Fund completed on June 5, 2007; and
2. Paying to each resident unitholder of the Fund at June 5, 2007, an amount equal to \$0.0015 per Unit held by each resident Canadian unitholder as a return of capital undertaken in connection with the internal reorganization of the Fund completed on June 5, 2007.

North West Company Fund

John D. King
Vice-President, Finance & Secretary