

Date: February 28, 2005

To: Limited Partners of Titan Investments Limited Partnership (“Titan”)

From: Alger & Associates Inc. (“Alger”)

Subject: Taxation Matters

As noted in our January 19, 2005 report to the Court, a number of current and former limited partners in Titan have approached Alger with questions regarding the reporting of income to taxation authorities and these questions include:

1. Prior years’ income was reported and never received. What is the treatment of these amounts? Answer - Due to the fictitious nature of Titan’s income, we will be amending prior years tax returns and T-5013’s (i.e. income tax information slips) for Titan and its Comte Global Partners predecessor in order to eliminate this “fictitious income”. We intend to have this undertaking completed by March 31, 2005.
2. I transferred all or a portion of my investment to members of my family or to entities under my control at the values contained in the material that Titan provided to me. If the values change as a result of this elimination of fictitious income, can I amend the values attributed to these transfers? Answer – You should consult your advisor on this as this is a matter unique to your particular situation.
3. Will Alger be issuing T5013’s this year for income? Answer – Yes, we intend to issue these T5013’s for 2004 on or prior to March 31, 2005.
4. What are the tax consequences if I repay the Receiver amounts paid to me by Titan? Answer – We are in the process of researching this matter and will provide a communication to you along with the T5013’s noted above.
5. Can I recover tax monies paid to CRA in order to repay these monies? Answer – We are in the process of researching this matter and will provide a communication to you along with the T5013’s noted above.
6. If I suffer a gain or loss on my investment, is my gain or loss a capital gain or loss or is it a fully taxable gain or loss? Answer – We are in the process of researching this matter and will provide a communication to you along with the T5013’s noted above.