



inter pipeline

February 28th, 2011

**Attention: Preparer of Inter Pipeline Fund 2010 Form T5013 and RL 15 Information
CUSIP # 45833P102**

Dear Sir or Madam:

Please find attached a sample of the 2010 T5013 slip, Statement of Partnership Income federal form and a RL 15 form ("Relevé 15" - Québec provincial form) which must be completed for each of your clients that invested in Inter Pipeline Fund in 2010 and received a cash distribution. The sample forms are based upon an individual investor owning one thousand limited partnership units throughout 2010. In addition, we have prepared "instructions" to assist you in the preparation of the 2010 T5013 slips and the RL 15 slips. Copies of each of these slips are to be distributed to each of the limited partnership unitholders (the "unitholders") no later than March 31, 2011. These preparation "instructions" are complementary to the information filed at www.cdsinnovations.ca.

Four copies of both the T5013 and the RL 15 should be prepared with copies 2 and 3 distributed to the unitholders. Copy 4 of each form is to be retained for your records. Copy 1 of each of the T5013 slips should be sent to the Canada Revenue Agency at the following address:

Canada Revenue Agency
Data Assessment and Evaluation Programs Division
Ottawa Technology Centre
875 Heron Road
Ottawa, Ontario
K1A 1A2

Copy 1 of each form of the RL 15 should be sent to Ministère du Revenu at the following address.

Revenu Québec
3800, rue de Marly
Québec, Québec
G1X 4A5

As part of the distribution process, we have prepared a 2010 Income Tax Supplementary Information Sheet. We request that a copy of this supplementary information be distributed to each of the unitholders together with copy 2 and 3 of each of the Tax Slips. This supplementary information will assist the unitholders in the preparation of their 2010 income tax return.

A unitholder's share of the Partnership's taxable income is calculated pursuant to the Partnership Agreement. The Partnership Agreement allocates the taxable income to unitholders based upon their respective entitlement to 2010 cash distributions regardless of when paid. Thus, the calculations should be based upon a unitholder's entitlement to the following distributions.



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Record Date	Payment Date	Distribution
22-Jan-10	16-Feb-10	\$0.0750
23-Feb-10	15-Mar-10	\$0.0750
22-Mar-10	15-Apr-10	\$0.0750
22-Apr-10	14-May-10	\$0.0750
21-May-10	15-Jun-10	\$0.0750
22-Jun-10	15-Jul-10	\$0.0750
22-Jul-10	16-Aug-10	\$0.0750
23-Aug-10	15-Sep-10	\$0.0750
22-Sep-10	15-Oct-10	\$0.0750
22-Oct-10	15-Nov-10	\$0.0750
22-Nov-10	15-Dec-10	\$0.0750
22-Dec-10	14-Jan-11	\$0.0800
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Total 2010		\$0.9050

DO NOT include the December 22, 2009 distribution of \$0.0750 per unit paid on January 15, 2010 in the calculations.

The ratio for each unitholder to calculate the appropriate amounts for the required forms is as follows:

$$\frac{\text{Total distributions the unitholder was entitled to for 2010}}{\text{Total distributions declared by the Partnership for 2010 } (\$232,602,393)}$$

If you have any questions, please do not hesitate to contact Sean Heywood, Director, Tax & Finance at (403) 290-6163 or Jeremy Roberge, V.P. Capital Markets (403) 290-6015.

Yours sincerely,
On behalf of Inter Pipeline Fund

Signed "Sean Heywood"

SEAN HEYWOOD, C.A.
DIRECTOR, TAX & FINANCE
Pipeline Management Inc.,
as General Partner for Inter Pipeline Fund