



February 29th, 2012

**Attention: Preparer of Inter Pipeline Fund 2011 Form T5013 and RL 15 Information
CUSIP # 45833P102**

Dear Sir or Madam:

Please find attached a sample of the 2011 T5013 slip, Statement of Partnership Income federal form and a sample RL 15 form ("Relevé 15" - Québec provincial form) which must be completed for each of your clients that invested in Inter Pipeline Fund in 2011 and received a cash distribution. The sample forms are based upon an individual investor owning one thousand limited partnership units throughout 2011. In addition, we have prepared "instructions" to assist you in the preparation of the 2011 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, 2012. 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. Copy 1 of each form of the RL 15 should be sent to Ministère du Revenu of Quebec.

As part of the distribution process, we have prepared a 2011 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 2011 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 2011 cash distributions regardless of when paid. Thus, the calculations should be based upon a unitholder's entitlement to the following distributions:

Record Date	Payment Date	Distribution
January 21, 2011	February 15, 2011	\$0.08000
February 23, 2011	March 15, 2011	\$0.08000
March 22, 2011	April 15, 2011	\$0.08000
April 25, 2011	May 16, 2011	\$0.08000
May 24, 2011	June 15, 2011	\$0.08000
June 22, 2011	July 15, 2011	\$0.08000
July 22, 2011	August 15, 2011	\$0.08000
August 22, 2011	September 15, 2011	\$0.08000
September 22, 2011	October 14, 2011	\$0.08000
October 21, 2011	November 15, 2011	\$0.08000
November 22, 2011	December 15, 2011	\$0.08000
December 22, 2011	January 16, 2012	\$0.08750
Total 2011		\$0.96750



DO NOT include the December 22, 2010 distribution of \$0.0800 per unit paid on January 14, 2011 in the calculations.

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

Total distributions the unitholder was entitled to for 2011
Total distributions declared by the Partnership for 2011 (\$251,749,540)

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



**Statement of Partnership Income
2011 Income Tax Supplementary Information**

Please be advised that Inter Pipeline Fund does not prepare the T5013 or Relevé 15 forms which you receive. Rather, you receive your T5013 and Relevé 15 forms from either the entity which holds your investment (e.g. investment advisor) or Inter Pipeline Fund's transfer agent, Computershare.

Please find attached the tax results of Inter Pipeline Fund for its 2011 operations. From a Canadian income tax perspective, the income earned by the partnership must be allocated to the members of the partnership. For 2011, Inter Pipeline Fund declared and paid cash distributions totaling \$0.9675 per unit. On a cash distribution basis, the 2011 taxable portion represents 59.17416% of the total cash distributions declared in 2011. The allocation of this taxable portion between eligible dividends, foreign interest income and capital losses is discussed in more detail below. The return of capital is 40.82584% of cash distributions declared in 2011.

It is important to note that in 2011 Inter Pipeline Fund is allocating a capital loss to the members of the partnership. Whether a member of the partnership can claim the capital loss is dependent upon each member's personal tax situation.

For your assistance, we have provided information regarding the amounts as reported on Form T5013 and Relevé 15.

Return of Capital

T5013: Box 27

RL 15: Box 43

This amount represents your share of the capital (including drawings) returned to you from Inter Pipeline Fund. The 2011 return of capital amount was 40.82584% of the total 2011 cash distributions declared in 2011.

Individual unitholders:

This amount is not reported on your current year income tax return. This amount is required when you compute the "adjusted cost base" of your units in Inter Pipeline Fund.

Partnership's Total Gross Income

T5013: Box 34

RL 15: Box 14

This amount represents the total 2011 gross income earned by Inter Pipeline Fund and includes all the unitholders' share of gross income.

Individual unitholders:

This box is for information purposes only and is not to be reported on your current year income tax return.

Actual amounts of eligible dividends

T5013: Box 52

RL 15: Box 6a

This amount represents your share of the Inter Pipeline Fund's 2011 actual eligible dividends. The 2011 eligible dividend amount was 53.52455% of the total 2011 cash distributions declared in 2011.

Individual unitholders:

This amount is not reported on your current year income tax return.

Taxable amounts of eligible dividends**T5013: Box 52-1****RL 15: Box 6a-1**

This amount represents the taxable amount of eligible dividends from Box 52 noted above. The 2011 taxable amount of eligible dividends is determined by multiplying box 52 by 1.41.

Individual unitholders:

This amount should be reported in Area I "Taxable amount of dividends from taxable Canadian corporations" of Schedule 4 of your Federal 2011 personal income tax return. The total of all eligible dividends should be reported on line 120 (page 2) of your 2011 T1 General tax return.

Dividend tax credit for eligible dividends**T5013: Box 52-2****RL 15: Box 44**

This amount represents the federal dividend tax credit applicable to the taxable amount of eligible dividends from Box 52-1 noted above. The 2011 federal dividend tax credit is determined by multiplying box 52-1 by 0.164354. For those who receive the RL 15 form, Box 44 contains the Quebec dividend tax credit.

Individual unitholders:

This amount should be entered on line 425 of Schedule 1 of your Federal 2011 personal income tax return.

Foreign Interest Income**T5013: Box 55****RL 15: Box 8**

This amount represents your share of Inter Pipeline Fund's 2011 foreign interest income that is subject to Canadian income tax. The 2011 taxable foreign interest income amount was 5.66201% of the total 2011 cash distributions declared in 2011.

Individual unitholders:

This amount should be reported in Area II "Interest and other investment income" of Schedule 4 of your Federal 2011 personal income tax return. The total of all interest and other investment income amounts should be reported on line 121 (page 2) of your 2011 T1 General tax return.

Capital Loss**T5013: Box 70****RL 15: Box 12**

This represents your share of Inter Pipeline Fund's 2011 "gross" capital loss that is subject to Canadian income tax. The 2011 capital loss amount was -0.01240% of the total 2011 cash distributions declared in 2011.

Individual unitholders:

This amount should be reported on line 174 of Schedule 3 of your Federal 2011 personal income tax return. Please note that only ½ of this capital loss is taxable as indicated on line 199 of Schedule 3. Whether you are able to claim the capital loss is dependent upon your personal tax situation.

RL 15 – For Corporate Partners only

For Corporations reporting in Quebec, boxes 24A, 24B and 24C have additional information provided relating to the Corporation's share of year end debt, year end qualified property, and year end total assets of Inter Pipeline Fund. Please consult the Tax Information found at www.interpipelinefund.com for more details.

**INTER PIPELINE FUND
SUPPORT FOR 2011 T5013 SUPPLEMENTARY
Filing Instruction for Form T5013**

The following form should be used in gathering information to be used in completing Form T5013 for the unitholders

Partner's Name and Full Address

Surname first, followed by usual first name and initial
Enter full mailing address

Partnership's Name and Full Address

Inter Pipeline Fund
2600, 237 - 4th Avenue S.W.
Calgary, AB
Canada, T2P 4K3

DO NOT REPORT "\$" IN FRONT OF THE AMOUNTS REPORTED ON THE FORM T5013

Form T5013 Identification	Description	Only Information Contained in the Boxes Should Vary	
Box 01	Fiscal Period End	2011 12	
Box 02	Partnership's Business Number	866936255RZ0001	
Box 04	Publicly Traded Partnership		leave this box blank
Box 05	Type of slip		0 for original; 1 for amended; 2 for additional; 3 for cancelled; 4 for duplicate
Box 06	Partnership Code		leave this box blank
Box 07	Country Code	CAN	
Box 08	Member Code	0	
Box 09	Number of units held		Insert the number of units held at year end by the unitholder
Box 10	Partner's % of Partnership income (loss)	x.xxxx%	$x.xxxx\% = \frac{\text{\$Unitholder's total 2011 Distribution entitlement}}{\$251,749,540} \times 100$
Box 11	Recipient's ID #		Recipient type: Individual - enter social insurance number Corporation - enter the 15 character RC account number Trust - enter the Trust account number Partnership - enter the partnership's 15 character RZ account number
Box 27	Return of capital		40.82584% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 34	Gross income	865,484,731	
Box 52	Actual amount of eligible dividends		53.52455% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 52-1	Taxable amount of eligible dividends		Multiply the amount in box 52 by 1.41 and enter this amount in box 52-1. This box is not required for corporate partners.
Box 52-2	Dividend tax credit for eligible dividends		Multiply the amount in box 52-1 by 0.164354 and enter this amount in box 52-2. This box is not required for corporate partners.
Box 55	Foreign dividend and interest income		5.66201% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 59	Carrying charges		0.00000% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 70	Capital gains (losses)		-0.01240% x amount of 2011 cash distributions to which unitholder was entitled to receive
Other Information			
Box 80-1	Part IX.1 tax		19.34987% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 80-2	Taxable non-portfolio earnings		72.86305% x amount of 2011 cash distributions to which unitholder was entitled to receive

All other Boxes on the Form T5013 Supplementary should be left blank (do not report "0" or "N/A")

Details:

Box 55 - All income in this box is foreign source interest income and can be allocated 83.1410% to the United Kingdom (GBR) and 16.8590% to Germany (DEU)

**INTER PIPELINE FUND
SUPPORT FOR 2011 T5013 SUPPLEMENTARY
Filing Instruction for RELEVE 15**

The following form should be used in gathering information to be used in completing RELEVE 15 for the unitholders

Unitholder's Name and Full Address

Surname first, followed by usual first name and initial
Enter full mailing address

Partnership's Name and Full Address

Inter Pipeline Fund
2600, 237 - 4th Avenue S.W.
Calgary, AB
Canada, T2P 4K3

DO NOT REPORT "\$" IN FRONT OF THE AMOUNTS REPORTED ON THE FORM RL 15

RELEVE15 Identification	Description	Only Information Contained in the Boxes Should Vary	
	Year	2011	
	Fiscal Period End	2011/12/31	
	Quebec Partnership ID #	1021059567SP0001	
	Code du releve		"R" for original;"A" for amended;"D" for cancelled
Box 6a	Eligible dividends		53.52455% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 6a-1	Taxable Amount of Eligible dividends		Multiply the amount in box 6a by 1.41 and enter this amount in box 6a-1. This box is not required for corporate partners.
Box 8	Foreign dividend and interest income		5.66201% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 12	Capital gains (losses)		-0.01240% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 14	Gross income	865,484,731	
Box 15a	Carrying charges		0.00000% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 24a	Share of debt		For Corporate Partners Only: Number of units held at December 31, 2011 x \$1,070,658,097 264,156,858 Units
Box 24b	Share of qualified property		For Corporate Partners Only: Number of units held at December 31, 2011 x \$913,714,792 264,156,858 Units
Box 24c	Share of total assets		For Corporate Partners Only: Number of units held at December 31, 2011 x \$2,468,023,670 264,156,858 Units
Box 36	Partner's % of Partnership income (loss)	x.xxxx%	x.xxxx%= $\frac{\text{\$Unitholder's total 2011 Distribution entitlement}}{\text{\$251,749,540}} \times 100$
Box 37	Units held at year end		Insert the number of units held at year end by the unitholder
Box 38	Business code	22	
Box 39	Partnership code	1	
Box 40	Member code	0	
Box 41	Taxpayer code		Recipient type: "1" - for an individual other than a trust "3" - for a corporation "4" - for a trust or a partnership
Box 42	% business in Quebec	0.00%	The Partnership has no operations in Quebec
Box 43	Capital Repayment		40.82584% x amount of 2011 cash distributions to which unitholder was entitled to receive
Box 44	Dividend Tax Credit		Multiply the amount in box 6a by 0.16779 and enter this amount in box 44. This box is not required for corporate partners.
	Recipient ID #		Recipient type: Individual - enter social insurance number Corporation - enter "0" followed by the corporation's registration number Trust - enter the Trust identification number Partnership - enter the partnership's identification number

Details:
Box 8 - All income in this box is foreign source interest income and can be allocated 83.1410% to the United Kingdom (GBR) and 16.8590% to Germany (DEU)



Identification

01	Fiscal period end 2011-12 Y M	02	Partnership's account number 866936255RZ0001	04	Is this a publicly traded partnership? <input type="checkbox"/>	05	Type of slip 0		
06	Partnership code	07	Country code CAN	08	Member code 0	09	Number of partnership units held 1,000.000	10	Partner's share (%) of partnership income (loss) 0.000384

Partner's name and address

Your Name
Your Address

11 Recipient's identification number
12 Complex sharing arrangements

Partnership's name and address
Inter Pipeline Fund
Suite 2600, 237 - 4th Avenue SW
Calgary AB T2P 4K3

If your partnership is a tax shelter, you should receive a T5013A information slip.

Limited partnership net income (loss)

20	Limited partnership farming income (loss)	20-1	Agricultural income stabilization	21	Limited partnership fishing income (loss)	22	Limited partnership business income (loss)	22-1	Limited partner's at-risk amount	22-2	Limited partner's adjusted at-risk amount	23	Limited partnership rental income (loss)
24	Limited partnership loss available for carryforward	25	Previous loss carry forward eligible in the current year	27	Return of capital 394.99	Box		Box		Box		Box	

Canadian and foreign net business income (loss)

35	Business income (loss)	37	Professional income (loss)	41	Farming income (loss)	43	Fishing income (loss)	30	Other income	34	Partnership's total gross income 865,484,731.00
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Canadian and foreign investments and carrying charges

26	Canadian and foreign net rental income (loss)	51	Actual amount of dividends (other than eligible dividends)	51-1	Taxable amount of dividends (other than eligible dividends)	51-2	Dividend tax credit for dividends other than eligible dividends	52	Actual amount of eligible dividends 517.85	52-1	Taxable amount of eligible dividends 730.17	52-2	Dividend tax credit for eligible dividends 120.01
50	Interest from Canadian sources	55	Foreign dividend and interest income 54.78	56	Business investment loss	59		Carrying charges	Box		Box		

Other amounts and information

70	Capital gains (losses) -0.12	71	Capital gains reserve	85	Capital cost allowance	Box		Box		Box		Box	
Box		Box		Box		Box		Box		Box		Box	
Amount/Details		Amount/Details		Amount/Details		Amount/Details		Amount/Details		Amount/Details		Amount/Details	

55	83.1410% (GBR) ; 16.8590% (DEU)
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15 Montants attribués aux membres d'une société de personnes

FS-11-15-010

Année
2011

Code du relevé
R

N° du dernier relevé transmis

60000015

Date de clôture de l'exercice financier

2011-12-31

Numéro d'identification de l'abri fiscal, s'il y a lieu

1- Revenu net (ou perte nette) d'entreprise (sources canadienne et étrangère)	2- Revenu net (ou perte nette) d'entreprise de source étrangère	3- Revenu net (ou perte nette) de location (sources canadienne et étrangère)	4- Revenu net (ou perte nette) de location de source étrangère	5- Amortissement	6a- Montant réel des dividendes déterminés
					517 85
7- Intérêts et autres revenus de placement de source canadienne	8- Revenus de placement de source étrangère	9- Ristourne de coopérative	10- Gains (ou pertes) en capital servant au calcul de la déduction	11- Provisions relatives aux immobilisations aliénées	6b- Montant réel des dividendes ordinaires
	54 78				
12- Gains (ou pertes) en capital ne servant pas à calculer la déduction	13- Perte à l'égard d'un placement dans une entreprise	14- Revenu brut (ou perte brute) de la société de personnes	15a- Frais financiers et frais d'intérêts	15b- Paiements compensatoires d'un mécanisme de transfert de dividendes	16- Impôt du Québec retenu à la source
-0 12		865,484,731 00			
17- Impôts étrangers payés sur les revenus non tirés d'une entreprise	18- Impôts étrangers payés sur les revenus d'entreprise	19- Dons de bienfaisance	20- Autres dons	21a- Crédit d'impôt à l'investissement – Biens amortissables	21b- Crédit d'impôt à l'investissement – Autres biens
24a- Capital versé – Part de la société membre dans les dettes	24b- Capital versé – Part de la société membre dans les biens admissibles	24c- Capital versé – Part de la société membre dans l'actif total	26- Fraction à risques	27- Perte comme membre à responsabilité limitée	28- Frais d'exploration au Canada
4,053 10	3,458 98	9,343 00			
29- Frais de mise en valeur au Canada	30- Frais à l'égard de biens canadiens relatifs au pétrole et au gaz	31- Frais relatifs à des ressources étrangères	32- Frais d'exploration au Québec	33- Frais d'explor. minière de surface, pétrolière ou gazière au Québec	34- Frais d'exploration dans le Nord québécois
35- Montants d'aide pour les frais inscrits aux cases 28 à 30 et 32 à 34			36- Pourcentage de participation dans les revenus (ou les pertes)	37- Nombre d'unités détenues par l'associé	38- Code d'activité
28-	29-	30-	0.000384	1,000.000	22
32-	33-	34-			
39- Code de société de personnes	40- Code d'associé	41- Code de contribuable	42- Pourcentage des affaires faites au Québec par la société de personnes	43- Remboursement de capital	44- Crédit d'impôt pour dividendes
1	0	1		394 99	86 89
					45- Partie admise des gains en capital imposables sur biens relatifs aux ressources

Abri fiscal

Description et code de la principale activité commerciale concernant l'abri fiscal :

Le numéro d'identification attribué à cet abri fiscal doit être indiqué sur le formulaire *État des pertes, des déductions et des crédits d'impôt relatifs à un abri fiscal* (TP-1079.6). Il ne confirme aucunement le droit de l'investisseur aux avantages fiscaux découlant de cet abri fiscal.

50- Nombre d'unités acquises au cours de l'exercice financier	51- Coût unitaire	52- Coût total des unités	53- Montant à recours limité	54- Montant de rajustement à risque	55- Autres réductions indirectes

Actions accréditatives

60- Frais d'exploration au Canada	61- Frais de mise en valeur au Canada	62- Frais d'exploration au Québec	63- Frais d'explor. minière de surface, pétrolière ou gazière au Québec	64- Frais d'exploration dans le Nord québécois	65- Frais d'émission d'actions ou de titres
66- Montants d'aide pour les frais inscrits aux cases 60 à 64					
60-	61-	62-	63-	64-	

Crédit d'impôt

70- Code de crédit	71- Montant admissible	72- Code de région ou de MRC	73- Code de frais	74- Pourcentage de participation pour le crédit d'impôt
75- Date d'acquisition du bien	76- Date d'utilisation du bien			

Renseignements complémentaires

6a-1	730.17			

Voyez l'explication des cases dans le document RL-15.EX.

Box 8 - 83.1410% (GBR) ; 16.8590% (DEU)

Nom et adresse du membre de la société de personnes

Your Name
Your Address

Raison sociale et adresse de la société de personnes

Inter Pipeline Fund
Suite 2600, 237 - 4th Avenue SW
Calgary AB T2P 4K3

Numéro d'assurance sociale ou numéro d'identification du membre de la société de personnes

Numéro d'identification de la société de personnes

1021059567SP0001