PARTNERS VALUE SPLIT CORP.

2015 Annual Report

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FORWARD-LOOKING INFORMATION

This Annual Report to shareholders contains forward-looking information within the meaning of Canadian provincial securities laws concerning the Company's business and operations. The words "intend," "believe," "principally," "primarily," "likely," "often," "generally" and other expressions of similar import, or the negative variations thereof, and similar expressions of future or conditional verbs such as "could," "should," "would," "may" or "will," are predictions of or indicate future events, trends or prospects or identify forward-looking information. Forward-looking information in this annual report includes, among others, statements with respect to the Company's objective of investing in Class A Limited voting shares of Brookfield Asset Management Inc. ("Brookfield shares") to generate cash dividends to fund quarterly fixed cumulative preferential dividends for the holders of the Company's preferred shares and to enable holders of its capital shares to participate in any capital appreciation of the Brookfield shares, fluctuations in the market value of units of the Company due to interest rate levels and the value of Brookfield shares, fluctuations in the value of the Company's investment portfolio and cash flows due to foreign currency exchange rates, the impact of the adoption of IFRS on the Company's reported financial position and results of operations, future classification of the Company's investment portfolio, potential exposure to liquidity risk to fund dividend obligations, the Company's ability to fund retraction obligations and obligations of the Company under potential indemnification and guarantee agreements.

Although the Company believes that the anticipated future results or achievements expressed or implied by the forward-looking information and statements are based upon reasonable assumptions and expectations, the reader should not place undue reliance on the forward-looking statements and information because they involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to differ materially from anticipated future results, performance or achievement expressed or implied by such forward-looking information and statements.

Factors that could cause actual results to differ materially from those contemplated or implied by the forward-looking information include: the behavior of financial markets, including fluctuations in the value of Brookfield shares and interest and exchange rates, availability of equity and debt financing and other risks and factors detailed from time to time in the Company's other documents filed with the Canadian securities regulators.

We caution that the foregoing list of important factors that may affect future results is not exhaustive. When relying on our forward-looking information to make decisions with respect to the Company, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Except as may be required by law, the Company undertakes no obligation to publicly update or revise any forward-looking information or statements, whether written or oral, that may be as a result of new information, future events or otherwise. Reference should be made to the Company's most recent Annual Information Form for a description of the major risk factors.

MANAGEMENT'S REPORT ON FUND PERFORMANCE

The following is a report on the performance of Partners Value Split Corp. (the "Company") and contains financial highlights but does not contain the complete financial statements of the Company. This report follows the disclosure obligations under National Instrument 81-106 Investment Fund Continuous Disclosure ("NI 81-106" or the "Instrument") and should be read in conjunction with the annual financial statements and notes thereto for the year ended December 31, 2015.

You can receive a copy of the Company's annual financial statements at your request and at no cost by calling (416) 363-9491, by writing to us at 181 Bay Street, Brookfield Place, Suite 300, P.O. Box 762, Toronto, Ontario M5J 2T3 or by visiting SEDAR at *www.sedar.com*. Security holders may also contact us using one of these methods to request a copy of the Company's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure when that information becomes available.

INVESTMENT OBJECTIVE AND STRATEGIES

The Company's objective is to invest in Class A Limited voting shares ("Brookfield shares") of Brookfield Asset Management Inc. ("Brookfield") which generate cash flow through dividend payments that fund quarterly fixed cumulative preferential dividends for the holders of the Company's senior preferred shares, and provide the holders of the Company's capital shares the opportunity to participate in any capital appreciation in the Brookfield shares. The Company's capital shares and preferred shares are also referred to collectively as units, with each unit consisting of one capital share and one preferred share ("unit").

RISKS

The risk factors relating to an investment in the Company include those disclosed below. A complete list of the risk factors relating to an investment in the Company is disclosed in the Company's most recent Annual Information Form available at *www.sedar.com* or by contacting the Company by the means described above.

(a) Interest Rate Fluctuations
The market value of a unit may, at any given time, be affected by the level of interest rates prevailing at such time. An increase (decrease) in interest rates will, on its own, likely reduce (increase) the value of a preferred share, given that the dividends on such preferred shares are fixed.

(b) Fluctuations in Value of Brookfield Shares
The value of a unit will vary according to the value of the Brookfield shares. The value of the investment may be influenced by factors not within the control of the Company, including: the financial performance of Brookfield which may result in a decline in value of the investment portfolio and/or in dividend income from the investment, interest rates, general economic conditions, availability of equity and debt financing and financial market conditions.

(c) Foreign Currency Exchange Fluctuations
Brookfield's functional currency is the United States dollar and it declares dividends in that currency. Accordingly, changes in the exchange rate between the Canadian and United States currencies may impact the value of the Company's investment portfolio and cash flows relative to its financial obligations which are denominated principally in Canadian dollars.

RESULTS OF OPERATIONS

Total assets at December 31, 2015 were $3,557 million compared to $3,108 million as at December 31, 2014. The increase in total assets was the result of an increase in the market value of the Company's Brookfield shares which at December 31, 2015, were equal to $3,481 million compared to $3,095 million at December 31, 2014, based on a Brookfield share price of $43.65 (December 31, 2014 – $38.81, adjusted for stock split). In May 2015, Brookfield completed a three-for-two stock split. As a result of the stock split, the number of Brookfield shares owned by the Company increased from 53 million shares to 80 million shares.

The Company's net assets as at December 31, 2015, were equal to $2,699 million, an increase from $2,348 million at December 31, 2014, which was primarily the result of the increase in the market value of the Brookfield shares. The Company's net assets on a per unit basis, which consists of one capital share and one preferred share, at December 31, 2015 was $102.53 compared to $101.23 at December 31, 2014. The increase in net assets per unit was driven primarily by the increase in the market value of the Company's Brookfield shares.

The Company paid total dividends during the year ended December 31, 2015 of $26 million to the holders of the senior preferred shares, $nil to the holders of its junior preferred shares, and $55 million to the holders of the capital shares (2014 – $26 million, $nil, and $69 million, respectively).

The Company also issued $100 million of Class AA, Series 7 Senior Preferred Shares during the year. The proceeds from this issuance was used to redeem the Class AA, Series 1 Senior Preferred Shares which matured in 2016.

FINANCIAL HIGHLIGHTS

The following table shows selected key financial information about the Company and is intended to facilitate an understanding of the Company's financial performance over the last five fiscal years and is presented in accordance with NI 81-106. This information is derived from the Company's audited financial statements.

	For the years ended				
	December 31, 2015	December 31, 2014	December 31, 2013[1]	September 30, 2013	September 30, 2012
Net assets per unit, beginning of year	**$ 101.23**	$ 79.08	$ 73.93	$ 65.03	$ 78.15
Share issuance proceeds (net of costs)	**2.78**	6.29	—	—	—
Share redemption and retraction	**(0.01)**	(4.07)	—	—	—
Capital subscription	—	—	0.03	—	—
Net assets (dilution) anti-dilution[2]	**(12.67)**	(9.02)	—	0.06	(23.60)
Increase (decrease) from operations:					
Total revenue	**1.56**	1.37	0.30	1.12	1.15
Total expenses[3]	**(0.06)**	(0.06)	(0.01)	(0.07)	(0.08)
Realized and unrealized gains (losses)	**12.29**	30.89	5.15	11.34	10.44
Total increase from operations[4]	**13.79**	32.20	5.44	12.39	11.51
Distributions[4]	**(2.59)[5]**	(3.25)[6]	(0.32)	(3.55)[7]	(1.03)
Net assets per unit, end of year	**$ 102.53**	$ 101.23	$ 79.08	$ 73.93	$ 65.03
Net asset value per unit, end of year	**$ 102.53**	$ 101.23	$ 79.08	$ 73.93	$ 65.03

1. *Represents the three-month transition year as a result of changing the Company's year end from September 30 to December 31.*
2. *Dilution occurred as a result of the subdivision of capital shares following the issuance of the Series 7 senior preferred shares in October 2015 so that the number of capital shares issued and outstanding was equal to the number of preferred shares issued and outstanding as required by the articles of the Company. A similar dilution occurred in 2014 following the issuance of Series 6 senior preferred shares and in 2012 following the issuance of junior preferred shares.*
3. *Total expenses net of non-cash preferred share issuance cost amortization.*
4. *Net assets and distributions are based on the actual number of units outstanding over the year. The increase from operations is based on the weighted average number of units outstanding over the year.*
5. *Includes a special distribution of the proceeds received on issuance of the Class AA, Series 7 senior preferred shares to holders of the Company's capital shares.*
6. *Includes a special distribution of the proceeds received on issuance of the Class AA, Series 6 senior preferred shares to holders of the Company's capital shares.*
7. *Includes a special dividend of Brookfield Property Partners L.P. units to holders of the Company's capital shares.*

(Thousands, except per share amounts)	December 31, 2015	December 31, 2014	December 31, 2013[1]	September 30, 2013	September 30, 2012
	As at and for the years ended				
Total assets	**$ 3,557,425**	$ 3,108,228	$ 2,191,464	$ 2,048,844	$ 1,802,162
Net assets	**$ 2,699,355**	$ 2,348,289	$ 1,501,338	$ 1,359,110	$ 1,113,857
Number of units outstanding	**34,694**	30,705	27,708	27,711	27,713
Management expense ratio (excluding dividends on senior preferred shares and issue costs)	**0.0%**	0.0%	0.0%	0.0%	0.0%
Management expense ratio (including dividends on senior preferred shares and issue costs)	**1.0%**	1.2%	0.5%	2.0%	2.5%
Redemption price of senior preferred shares:					
Class AA, Series 1[2]	**$ 25.25**	$ 25.50	$ 25.75	$ 25.75	$ 26.00
Class AA, Series 3[3]	**26.00**	26.00	26.00	26.00	N/A
Class AA, Series 5[4]	**25.50**	N/A	N/A	N/A	N/A
Class AA, Series 6[5]	**N/A**	N/A	N/A	N/A	N/A
Class AA, Series 7[6]	**N/A**	N/A	N/A	N/A	N/A
Redemption price of junior preferred shares:					
Class AA Series 1	**$ 25.00**	$ 25.00	$ 25.00	$ 25.00	$ 25.00

1. Represents the three month transition year as a result of changing the Company's year end from September 30 to December 31.
2. Redemption period commenced on March 25, 2009.
3. Redemption period commenced on January 10, 2012.
4. Redemption period commenced on December 10, 2015.
5. Redemption period commences on October 8, 2019.
6. Redemption period commences on October 31, 2020.

INVESTMENT PORTFOLIO

The investment in the Brookfield shares, the associated costs and the fair values are as follows:

As at December 31 (Thousands)	Number of Shares 2015	Number of Shares 2014	Cost 2015	Cost 2014	Fair Value 2015	Fair Value 2014
Brookfield shares[1]	**79,741**	53,161	**$ 691,423**	$ 691,423	**$ 3,480,693**	$ 3,095,013

1. During the year ended December 31, 2015, there was a three-for-two stock split of the Brookfield shares.

On a per share basis, the fair value of the Brookfield shares was $43.65 on December 31, 2015 versus $38.81 (adjusted for stock split) on December 31, 2014.

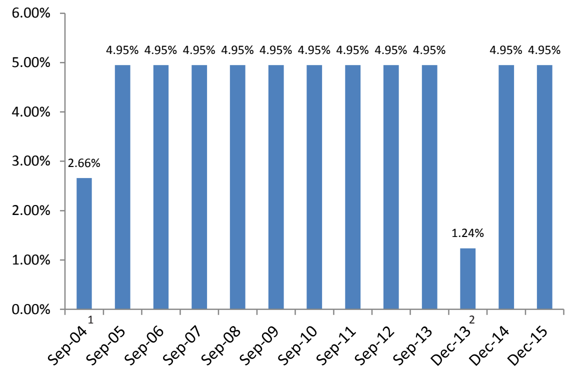
PAST PERFORMANCE

Period by Period Returns

The following charts show the Company's annual performance of its Class AA Series 1, Series 3, Series 5, Series 6, and Series 7 senior preferred shares since issuance for the year ended December 31, 2015, assuming the senior preferred shares are sold at their final redemption price. The charts are not reflective of the current yield to maturity and past performance is not an indication of how the senior preferred shares will perform in the future. The Series 1 junior preferred shares, pay a non-cumulative quarterly dividend at an annual rate of 5%.

Class AA, Series 1 Preferred Shares

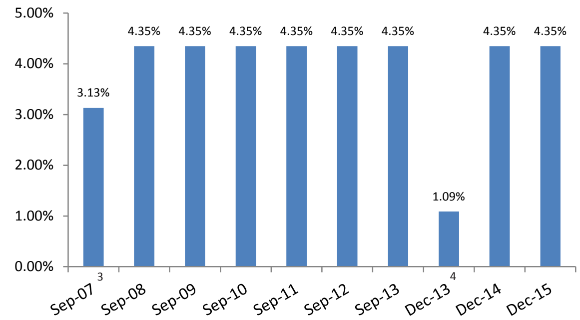
For the years ending



1. Reflects the period from March 25, 2004 to September 30, 2004.
2. Reflects the period from October 1, 2013 to December 31, 2013.

Class AA, Series 3 Preferred Shares

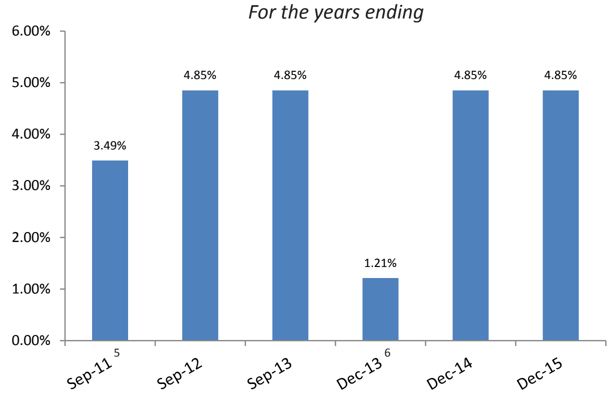
For the years ending



3. Reflects the period from January 10, 2007 to September 30, 2007.
4. Reflects the period from October 1, 2013 to December 31, 2013.

Class AA, Series 5 Preferred Shares

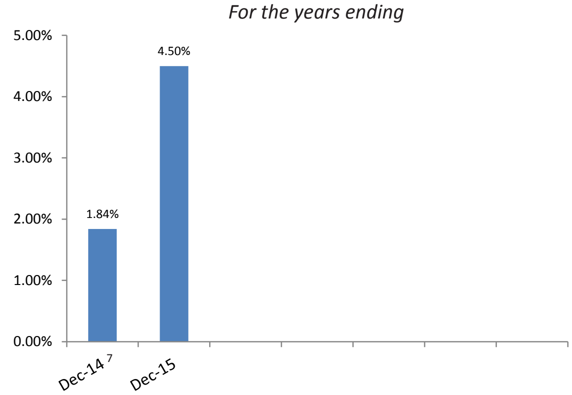
For the years ending



5. Reflects the period from December 10, 2010 to September 30, 2011.
6. Reflects the period from October 1, 2013 to December 31, 2013.

Class AA, Series 6 Preferred Shares

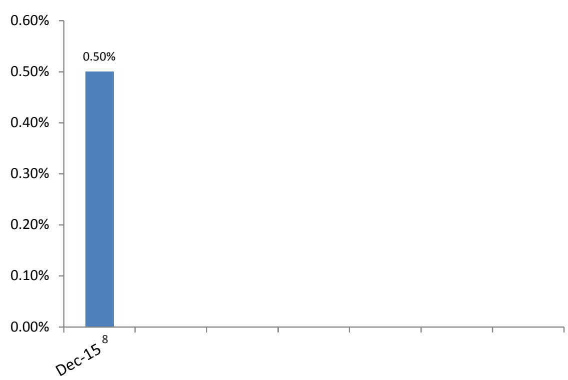
For the years ending



7. Reflects the period from July 4, 2014 to December 31, 2014.

Class AA, Series 7 Preferred Shares

For the years ending



8. Reflects the period from October 29, 2015 to December 31, 2015.

ANNUAL COMPOUND RETURNS

The following table compares the yield on issuance of the Company's senior preferred shares against the yield provided by a Government of Canada bond that matures during a similar period. Returns are based on the par value of a preferred share.

	Since Inception	Ten-Year	Five-Year	Three-Year	One-Year
Preferred Shares Class AA, Series 1 – March 25, 2016[1]	4.95%	4.95%	4.95%	4.95%	4.95%
Ten-year Government of Canada Bonds – June 1, 2015	4.50%	4.50%	4.50%	4.50%	4.50%
Preferred Shares Class AA, Series 3 – January 10, 2019[2]	4.35%	N/A%	4.35%	4.35%	4.35%
Ten-year Government of Canada Bonds – June 1, 2018	4.25%	N/A%	4.25%	4.25%	4.25%
Preferred Shares Class AA Series 5 – December 10, 2017[3]	4.85%	N/A%	4.85%	4.85%	4.85%
Seven-year Government of Canada Bonds – June 1, 2017	4.00%	N/A%	4.00%	4.00%	4.00%
Preferred Shares Class AA, Series 6 – October 8, 2021[4]	4.50%	N/A%	N/A%	N/A%	4.50%
Seven-Year Government of Canada Bonds – June 1, 2021	3.25%	N/A%	N/A%	N/A%	3.25%
Preferred Shares Class AA, Series 7 – October 31, 2022[5]	0.50%	N/A%	N/A%	N/A%	N/A%
Seven-Year Government of Canada Bonds – June 1, 2022	0.47%	N/A%	N/A%	N/A%	N/A%

1. *The Class AA, Series 1 preferred shares were issued on March 25, 2004.*
2. *The Class AA, Series 3 preferred shares were issued on January 10, 2007.*
3. *The Class AA, Series 5 preferred shares were issued on December 10, 2010.*
4. *The Class AA, Series 6 preferred shares were issued on July 4, 2014.*
5. *The Class AA, Series 7 preferred shares were issued on October 29, 2015.*

CONTRACTUAL OBLIGATIONS

The Company's contractual obligations related to its senior preferred shares as at December 31, 2015 are:

		Payment Due By Period			
Thousands	Total	Less Than 1 Year	2-3 Years	4-5 Years	After 5 Years
Class AA, Series 1[1]	$ 51,861	$ 51,861	$ —	$ —	$ —
Class AA, Series 3[2]	190,777	—	—	190,777	—
Class AA, Series 5[3]	124,975	—	124,975	—	—
Class AA, Series 6[4]	199,750	—	—	—	199,750
Class AA, Series 7[5]	100,000	—	—		100,000
Dividend expense related to:					
Class AA, Series 1	$ 825	$ 825	$ —	$ —	$ —
Class AA, Series 3	25,829	8,299	16,598	932	—
Class AA, Series 5	12,288	6,061	6,227	—	—
Class AA, Series 6	52,623	8,989	17,978	17,978	7,678
Class AA, Series 7	38,044	5,500	11,000	11,000	10,544

1. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in cash.*
2. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2019.*
3. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2017.*
4. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2021.*
5. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2022.*

RELATED-PARTY TRANSACTIONS

The Company's operations are managed by Brookfield entities who are entitled to a management fee of up to 10% of ordinary expenses of the Company. For the year ended December 31, 2015, the Company paid management fees of $30 thousand (2014 – $30 thousand) plus applicable taxes.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The accompanying financial statements and other financial information in this Annual Report have been prepared by the Company's management who is responsible for their integrity, consistency, objectivity and reliability. To fulfill this responsibility, the Company maintains policies, procedures and systems of internal control to ensure that its reporting practices and accounting and administrative procedures are appropriate to provide a high degree of assurance that relevant and reliable financial information is produced and assets are safeguarded. These controls include the careful selection and training of employees, the establishment of well-defined areas of responsibility and accountability for performance and the communication of policies and code of conduct throughout the Company.

These financial statements have been prepared in conformity with Canadian generally accepted accounting principles, and where appropriate, reflect estimates based on management's judgment. The financial information presented throughout this Annual Report is generally consistent with the information contained in the accompanying financial statements.

Deloitte LLP, the independent auditors appointed by the shareholders, have examined the financial statements set out on the following page in accordance with auditing standards generally accepted in Canada to enable them to express to the shareholders their opinion on the financial statements. Their report is set out on the following page.

The financial statements have been further reviewed and approved by the Board of Directors acting through its Audit Committee, which is comprised of directors who are not officers or employees of the Company. The Audit Committee, which meets with the auditors and management to review the activities of each and reports to the Board of Directors, oversees management's responsibilities for the financial reporting and internal control systems. The auditors have full and direct access to, and meet periodically with, the Audit Committee both with and without management present to discuss their audit and related findings.

Edward C. Kress
President
Toronto, Canada
March 29, 2016

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Partners Value Split Corp.

We have audited the accompanying financial statements of Partners Value Split Corp., which comprise the statements of financial position as at December 31, 2015 and December 31, 2014, and the statements of comprehensive income, changes in equity and cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Partners Value Split Corp. as at December 31, 2015, and December 31, 2014, and its financial performance and its cash flows for the years then ended, in accordance with International Financial Reporting Standards.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
Toronto, Canada
March 29, 2016

STATEMENTS OF FINANCIAL POSITION

As at *(Thousands, except per unit amounts)*	Note	**December 31, 2015**	December 31, 2014
Assets			
Cash and cash equivalents		**$ 76,561**	$ 13,198
Investment portfolio	3	**3,480,693**	3,095,013
Accounts receivable and other		**171**	17
Total assets		**$ 3,557,425**	$ 3,108,228
Liabilities			
Accounts payable		**72**	77
Preferred shares	4	**857,998**	759,862
Total liabilities		**858,070**	759,939
Net assets		**$ 2,699,355**	$ 2,348,289
Equity			
Capital shares	5	**$ 181,091**	$ 181,091
Retained earnings		**2,518,264**	2,167,198
Total equity		**$ 2,699,355**	$ 2,348,289
Number of units outstanding		**34,694**	30,705
Net assets value per capital share		**$ 77.80**	$ 76.48
Book value per preferred share		**24.73**	24.75
Net assets per unit		**$ 102.53**	$ 101.23

The accompanying notes are an integral part of the financial statements

On behalf of the Board,

Edward C. Kress
Director and President

Brian D. Lawson
Director

STATEMENTS OF COMPREHENSIVE INCOME

For the years ended December 31 *(Thousands, except per share amounts)*	Note	2015	2014
Income			
Dividend income		**$ 48,643**	$ 39,984
Interest and other income		**172**	158
		48,815	40,142
Expenses			
Listing fees		**128**	121
Transfer agent fees		**68**	71
Directors fees		**37**	37
Legal and audit fees		**76**	65
Other professional fees		**50**	—
Management fees	6	**34**	34
Rating fees		**23**	17
Custodial fees		**11**	16
Administrative fees and other		**24**	21
		451	382
Income available for distribution		**48,364**	39,760
Dividends and interest paid on senior preferred shares and debentures		**(26,420)**	(26,097)
Income available for distribution to junior preferred and capital shares		**21,944**	13,663
Amortization of share issuance costs		**(1,558)**	(1,443)
Income available for distribution to capital shares		**20,386**	12,220
Change in realized and unrealized value of investment		**385,680**	903,731
Comprehensive income		**$ 406,066**	$ 915,951
Comprehensive income per share	11	**$ 12.94**	$ 29.83

The accompanying notes are an integral part of the financial statements

STATEMENTS OF CHANGES IN EQUITY

For the year ended December 31, 2015 *(Thousands)*	Capital Shares	Retained Earnings	Total
Balance, beginning of year	$ 181,091	$ 2,167,198	$ 2,348,289
Comprehensive income	—	406,066	406,066
Capital transactions			
Dividends paid to Capital shareholders	—	(55,000)	(55,000)
Balance, end of year	$ 181,091	$ 2,518,264	$ 2,699,355

For the year ended December 31, 2014 *(Thousands)*	Capital Shares	Retained Earnings	Total
Balance, beginning of year	$ 181,091	$ 1,320,247	$ 1,501,338
Comprehensive income	—	915,951	915,951
Capital transactions			
Dividends paid to Capital shareholders	—	(69,000)	(69,000)
Balance, end of year	$ 181,091	$ 2,167,198	$ 2,348,289

The accompanying notes are an integral part of the financial statements

STATEMENTS OF CASH FLOWS

For the years ended December 31 *(Thousands)*	2015	2014
Cash flow from operating activities		
Income available for distribution	**$ 48,364**	$ 39,760
Add (deduct) non-cash items:		
Net change in working capital	**(160)**	56
	48,204	39,816
Cash flow used in financing activities		
Dividends and interest paid on preferred shares and debentures	**(26,420)**	(26,097)
Dividends paid on capital shares	**(55,000)**	(69,000)
Redemption of preferred shares and debentures	**(250)**	(125,169)
Preferred share issuance	**96,829**	193,595
	15,159	(26,671)
Cash and cash equivalents		
Increase in cash and cash equivalents	**63,363**	13,145
Cash and cash equivalents balance, beginning of year	**13,198**	53
Cash and cash equivalents balance, end of year	**$ 76,561**	$ 13,198

SUPPLEMENTAL CASH FLOW INFORMATION

For the years ended December 31 *(Thousands)*	2015	2014
Cash interest and dividends received	**$ 48,815**	$ 40,142
Retractable preferred share dividends paid	**(26,420)**	(26,097)

NOTES TO THE FINANCIAL STATEMENTS

1. BUSINESS OPERATIONS

Partners Value Split Corp. (the "Company") is an investment fund incorporated under the laws of the province of Ontario. The Company's investment portfolio consists of an investment in the Class A Limited voting shares ("Brookfield shares") of Brookfield Asset Management Inc. ("Brookfield"). Brookfield provides management and administration services to the Company. The Company was formed by the articles of incorporation under the Business Corporations Act (Ontario) and is registered in Ontario, Canada. The registered office of the Company is Brookfield Place, 181 Bay Street, Suite 300, Toronto, ON, M5J 2T3.

2. SIGNIFICANT ACCOUNTING POLICIES

(I) Statement of Compliance and Basis of Presentation

These annual financial statements of the Company are prepared in compliance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"). These financial statements were authorized for issuance by the Board of Directors of the Company on March 29, 2016.

(II) Accounting Policies

The following is a summary of significant accounting policies followed by the Company:

(a) Cash and Cash Equivalents

Cash and cash equivalents include cash held by the Company in addition to any deposit instruments held with an initial maturity of less than 90 days.

(b) Investment in Brookfield

The Company's Brookfield shares are recorded at their fair value upon initial recognition and are designated as fair value through profit or loss ("FVTPL") financial assets with subsequent adjustments to fair value recorded as a change in the unrealized value of investment in the Statements of Comprehensive Income. The Brookfield shares are valued at their quoted market price in accordance with IFRS 13 Fair Value Measurement ("IFRS 13").

(c) Preferred Shares

The Company's issued preferred shares are measured at amortized cost and are classified as other liabilities.

(d) Deferred Financing Costs

Deferred issue costs were incurred in connection with the issuance of the retractable preferred shares and are amortized using the effective interest rate method.

(e) Revenue Recognition

Dividend income is recognized on the ex-dividend date and interest income is recognized as earned.

(f) Other Assets and Liabilities, and Debentures

Accounts receivable and other are classified as loans and receivables and are accounted for at amortized cost. Accounts payable, debentures and other are classified as other liabilities and are accounted for at amortized cost.

(g) Voting and Capital Shares

The Company's issued voting shares are classified as financial liabilities whereas the Company's capital shares are classified as equity in accordance with IAS 32.

(h) Recognition/Derecognition of Financial Assets and Financial Liabilities

The Company recognizes financial assets and financial liabilities designated as trading securities on the trade date. The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled, or expired.

(i) Foreign Currency Translation

The Company considers the Canadian dollar to be its functional currency as it is the currency of the primary economic environment in which the Company operates. Accordingly, monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rates in effect at the end of the reporting period and non-monetary assets and liabilities at the exchange rates in effect at the time of acquisition or issue. Revenues and expenses are translated at rates approximating the exchange rates in effect at the time of the transactions.

(j) Accounting Estimates

The preparation of the financial statements requires the Company to make critical judgments, estimates and assumptions that affect the carried amounts of certain assets and liabilities, disclosure of contingent assets and liabilities and the reported amounts of revenues and expenses recorded during the year. Actual results could differ from those estimates.

In making estimates and judgments, management relies on external information and observable conditions where possible, supplemented by internal analysis as required. These estimates and judgments have been applied in a manner consistent with prior periods and there are no known trends, commitments, events or uncertainties that the Company believes will materially affect the methodology or assumptions utilized in making these estimates and judgments in these financial statements. The estimates and judgments used in determining the recorded amount for assets and liabilities in the financial statements include the following:

Financial Instruments
The critical assumptions and estimates used in determining the fair value of financial instruments are: equity prices, future interest rates and estimated future cash flows.

(III) Future Changes in Accounting Standards

Financial Instruments
IFRS 9, *Financial Instruments* (“IFRS 9”) was issued by the IASB on November 12, 2009 (with the final IFRS 9 issued in July 2014) and will replace IAS 39, Financial *Instruments: Recognition and Measurement* (“IAS 39”). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. The Company has not yet determined the impact of IFRS 9 on its financial statements.

Presentation of Financial Statements
In December 2014, Disclosure Initiative was issued, which amends IAS 1, *Presentation of Financial Statements* ("IAS 1"). The amendments are designed to encourage entities to use professional judgment to determine what information to disclose in the financial statements and accompanying notes by clarifying the guidance on materiality, presentation, and note structure. The amendments also require separate disclosure of other comprehensive income attributable to joint ventures and associates, classified by nature. These amendments are effective for annual periods beginning on or after January 1, 2016. The Company has not yet determined the impact of the IAS 1 amendments on its financial statements.

3. INVESTMENT PORTFOLIO

The investment in Brookfield shares, the associated cost amounts and the fair values are as follows:

As at December 31 (Thousands)	Number of Shares		Cost		Fair Value	
	2015	2014	**2015**	2014	**2015**	2014
Brookfield shares	**79,741**[1]	53,161	**$ 691,423**	$ 691,423	**$ 3,480,693**	$ 3,095,013

1. During the year ended December 31, 2015, there was a three for two stock split of the Brookfield shares.

On a per share basis, the fair value of the Brookfield shares was $43.65 on December 31, 2015 (December 31, 2014 – $38.81, which reflects the split-adjusted comparative).

4. PREFERRED SHARES

The Company is authorized to issue an unlimited number of Class A, Class AA, Class AAA preferred shares and junior preferred shares. Holders of the senior and junior preferred shares are not entitled to vote at meetings of shareholders of the Company other than meetings of holders of the senior or junior preferred shares.

The following preferred shares were issued and outstanding and have been included in liabilities, net of associated financing costs which are amortized using the effective interest rate method of amortization:

As at December 31	Issued and Outstanding		Total	
(Thousands)	**2015**	2014	**2015**	2014
Senior preferred shares				
4.95% Class AA, Series 1	**2,074**	2,074	**$ 51,861**	$ 51,861
4.35% Class AA, Series 3	**7,631**	7,631	**190,777**	190,777
4.85% Class AA, Series 5	**4,999**	4,999	**124,975**	124,975
4.50% Class AA, Series 6	**7,990**	8,000	**199,750**	200,000
5.50% Class AA, Series 7	**4,000**	—	**100,000**	—
	26,694	22,704	**667,363**	567,613
Junior preferred shares, Series 1	**8,000**	8,000	**200,000**	200,000
	34,694	30,704	**867,363**	767,613
Deferred financing costs			**(9,365)**	(7,751)
			$ 857,998	$ 759,862

The fair values of the Class AA Series 1, Series 3, Series 5, Series 6 and Series 7 senior preferred shares based on quoted market prices as at December 31, 2015 were $25.10, $24.26, $24.99, $23.00 and $24.45 per share, respectively (December 31, 2014, were $25.43, $25.30, $25.85 and $24.71, respectively).

On October 29, 2015, the Company issued 4,000,000 Class AA, Series 7 preferred shares. The net proceeds of the offering were used to redeem the Company's 2,074,420 Class AA, Series 1 preferred shares on March 28, 2016. On July 4, 2014, the Company issued 8,000,000 Class AA, Series 6 preferred shares. The net proceeds of the offering were used to redeem the Company's 4,994,850 Class AA, Series 4 preferred shares on July 9, 2014.

Net Asset Value

The “net assets per unit” is defined as the fair value of the portfolio shares held by the Company plus (minus) the amount by which the value of the other assets of the Company exceed (are less than) the liabilities (including any extraordinary liabilities) of the Company and the redemption value of the preferred shares, divided by the total number of units outstanding. A “unit” is considered to consist of one capital share and one preferred share of any class or series. For greater certainty, Class AA Series 1, Series 3, Series 5, Series 6 and Series 7 senior preferred shares will not be treated as liabilities for purposes of determining net assets per unit.

Retraction
The Company's preferred shares may be surrendered for retraction at the option of the holders of the respective preferred shares. The details of the retraction feature for each respective class of preferred shares are as follows:

Class AA senior preferred shares

Series 1	May be surrendered for retraction at any time for an amount equal to the lesser of: (i) 95% of net assets per unit; and (ii) $25.00 less 5% of the net assets per unit, in either case less $1.00. Retraction consideration will be cash.
Series 3	May be surrendered for retraction at any time for an amount equal to the lesser of: (i) net assets per unit; and (ii) $25.00. Retraction consideration will be a number of Series 1 debentures determined by dividing the holder's aggregate preferred share Retraction Price by $25.00.
Series 5	May be surrendered for retraction at any time for an amount equal to the lesser of: (i) net assets per unit; and (ii) $25.00. Retraction consideration will be a number of Series 3 debentures determined by dividing the holder's aggregate preferred share Retraction Price by $25.00.
Series 6	May be surrendered for retraction at any time for an amount equal to the lesser of: (i) net assets per unit; and (ii) $25.00. Retraction consideration will be a number of Series 4 debentures determined by dividing the holder's aggregate preferred share Retraction Price by $25.00.
Series 7	May be surrendered for retraction at any time for an amount equal to the lesser of: (i) net assets per unit; and (ii) $25.00. Retraction consideration will be a number of Series 5 debentures determined by dividing the holder's aggregate preferred share Retraction Price by $25.00.

Junior preferred shares

Series 1	May be surrendered for retraction at any time for an amount equal to the lesser of: (i) net assets per unit; and (ii) $25.00. Retraction consideration will be cash.

During the year ended December 31, 2015, there were 10,000 Class AA, Series 6 senior preferred shares retracted for Series 4 debentures. During the year ended December 31, 2014, there were 5,700 Class AA, Series 3 senior preferred shares and 3,000 Class AA, Series 4 senior preferred shares retracted for Series 1 debentures and Series 2 debentures, respectively.

Debentures
The details of each respective class of the Company's debentures are as follows:

Series 1	The Series 1 debentures will have a principal amount of $25.00 per debenture and will mature on January 10, 2019. Holders of the Series 1 debentures will be entitled to receive quarterly fixed interest payments at a rate of 4.45% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 1 debentures shall be redeemable by the company at any time. The Series 1 debentures may not be retracted.
Series 3	The Series 3 debenture will have a principal amount of $25.00 per debenture and will mature on December 10, 2017. Holders of the Series 3 debentures will be entitled to receive quarterly fixed interest payments at a rate of 4.95% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 3 debentures can be redeemed by the Company at any time. The Series 3 debentures may not be retracted.
Series 4	The Series 4 debenture will have a principal amount of $25.00 per debenture and will mature on October 8, 2021. Holders of the Series 4 debentures will be entitled to receive quarterly fixed interest payments at a rate of 4.60% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 4 debentures can be redeemed by the Company at any time. The Series 4 debentures may not be retracted.
Series 5	The Series 5 debenture will have a principal amount of $25.00 per debenture and will mature on October 31, 2022. Holders of the Series 5 debentures will be entitled to receive quarterly fixed interest payments at a rate of 5.60% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 5 debentures can be redeemed by the Company at any time. The Series 5 debentures may not be retracted.

As at December 31, 2015, there were $nil debentures outstanding (December 31, 2014 – $nil).

Redemption
The Company's preferred shares may be surrendered for retraction at the option of the Company. The details of the redemption feature for each respective class of preferred shares are as follows:

Class AA senior preferred shares

Series 1	May be redeemed by the Company at any time on or after March 25, 2009, and prior to March 25, 2016, (the "Series 1 Redemption Date") at a price which until March 25, 2013, will equal $26.00 per share plus accrued and unpaid dividends and which will decline by $0.25 each year thereafter to be equal to $25.00 on the Series 1 Redemption Date. All Class AA, Series 1 preferred shares outstanding on the Series 1 Redemption Date will be redeemed for a cash amount equal to the lesser of $25.00 plus any accrued and unpaid dividends, and the net assets per unit.
Series 3	May be redeemed by the Company at any time on or after January 10, 2012, and prior to January 10, 2019, (the "Series 3 Redemption Date") at a price which until January 9, 2016, will equal $26.00 per share plus accrued and unpaid dividends and which will decline by $0.25 each year thereafter to be equal to $25.00 on the Series 3 Redemption Date. All Class AA, Series 3 preferred shares outstanding on the Class AA, Series 3 Redemption Date will be redeemed for a cash amount equal to the lesser of $25.00 plus accrued and unpaid dividends, and the net assets per unit.
Series 5	May be redeemed by the Company at any time on or after December 10, 2015, and prior to December 10, 2017, (the "Series 5 Redemption Date") at a price which until December 10, 2016, will equal $25.50 per share plus accrued and unpaid dividends and which will decline by $0.25 each year thereafter to be equal to $25.00 on the Series 5 Redemption Date. All Class AA, Series 5 senior preferred shares outstanding on the Series 5 Redemption Date will be redeemed for a cash amount equal to the lesser of $25.00 plus any accrued and unpaid dividends, and the net assets per unit.
Series 6	May be redeemed by the Company at any time on or after October 8, 2019, and prior to October 8, 2021, (the "Series 6 Redemption Date") at a price which until December 8, 2020, will equal $25.50 per share plus accrued and unpaid dividends and which will decline by $0.25 on October 8, 2020. All Class AA, Series 6 senior preferred shares outstanding on the Series 6 Redemption Date will be redeemed for a cash amount equal to the lesser of $25.00 plus any accrued and unpaid dividends, and the net assets per unit.
Series 7	May be redeemed by the Company at any time on or after October 31, 2020, and prior to October 1, 2022, (the "Series 7 Redemption Date") at a price which until October 31, 2021, will equal $25.50 per share plus accrued and unpaid dividends and which will decline by $0.25 each year thereafter to be equal to $25.00 on the Series 7 Redemption Date. All Class AA, Series 7 senior preferred shares outstanding on the Series 7 Redemption Date will be redeemed for a cash amount equal to the lesser of $25.00 plus any accrued and unpaid dividends, and the net assets per unit.

Junior preferred shares

Series 1	May be redeemed by the Company at any time at a price which will equal $25.00 per share plus all dividends declared and unpaid up to the redemption date.

5. SHARE CAPITAL

The Company is authorized to issue an unlimited number of capital shares. The issued and outstanding share capital consists of:

	Issued and Outstanding		Total	
As at December 31	**2015**	2014	**2015**	2014
Equity				
Capital shares	**34,694,520**	30,704,520	**$ 181,091,363**	$ 181,091,363
Liability				
Class A voting shares	**100**	100	**100**	100
	34,694,620	30,704,620	**$ 181,091,463**	$ 181,091,463

Holders of capital shares are entitled to receive dividends as declared by the Board of Directors of the Company. The Board of Directors of the Company has indicated that its policy is to pay dividends, if and to the extent that the dividends received on the portfolio shares, less the administrative and operating expenses of the Company, exceed the preferred share dividends. During the fiscal year ended December 31, 2015, the Company declared and paid dividends in the amount of $55 million (December 31, 2014 – $69 million) to the holders of its capital shares.

Holders of the capital shares are not entitled to vote at meetings of shareholders of the Company other than meetings of holders of the capital shares.

During the year ended December 31, 2015, capital shares were subdivided to match the number of preferred shares outstanding as a result of the issuance of 4,000,000 Class AA, Series 7 preferred shares and consolidated to match the number of preferred shares outstanding as a result of the retraction of 10,000 Class AA, Series 6 senior preferred shares. During the year ended December 31, 2014, capital shares were subdivided to match the number of preferred shares outstanding as a result of the issuance of 8,000,000 Class AA, Series 6 Senior preferred shares and consolidated to match the number of preferred shares outstanding as a result of the redemption of 4,994,850 Class AA, Series 4 Senior preferred shares and the retraction of 5,700 Class AA, Series 3 Senior preferred shares and 3,000 Class AA, Series 4 Senior preferred shares.

If the Company undertakes any future issuance of preferred shares, the articles of the Company will be amended to either subdivide or consolidate, as applicable, such that the number of capital shares outstanding after such subdivision or consolidation would be equal to the number of preferred shares of all classes or series outstanding immediately after such issuance.

Retraction and Redemption
Capital shares may be surrendered for retraction at any time upon delivery of a retraction notice. The capital share retraction price is equal to the amount by which 95% of the net assets per unit calculated as at the applicable valuation date, less $1.00, exceeds the preferred share redemption price on such date. If any capital shares are retracted, the Company will, as necessary and subject to applicable laws, redeem or purchase for cancellation in the open market preferred shares in order to ensure that the number of preferred shares or any classes or series outstanding equals the number of capital shares outstanding.

Capital shares may be redeemed by the Company at any time at a price equal to the amount, if any, by which the net assets per unit exceeds the preferred share redemption price of all outstanding classes and series.

6. RELATED-PARTY TRANSACTIONS

The Company's operations are managed by Brookfield and its subsidiary, which is entitled to a management fee of up to 10% of ordinary expenses of the Company. For the fiscal year ended December 31, 2015, the Company paid management fees of $30 thousand (December 31, 2014 – $30 thousand) plus applicable taxes.

7. INCOME TAXES

The Company qualifies and intends to continue to qualify as a mutual fund corporation under the Income Tax Act (Canada) (the "Act"), and is subject to tax in respect of its net realized capital gains. This tax is refundable in certain circumstances. The Company receives tax-free dividend income. However, the Company is generally subject to a tax of 33-1/3% under Part 4 of the Act on taxable dividends received. This tax is fully refundable upon payment of sufficient dividends. The Company has the intention and ability to qualify as a mutual fund corporation and to manage its affairs in such a way as to transfer any liability to its shareholders.

The Company has $14 million (December 30, 2014 – $12 million) of non-capital losses which expire between 2030 and 2035, and $9 million (December 31, 2014 – $7 million) of undeducted share issue expenses available to offset taxable income, if any, in future periods. The benefit of these losses and undeducted share issue expenses have not been recorded in these financial statements. The carrying value of the Company's investment in Brookfield shares exceeds its tax value by $2,965 million (December 31, 2014 – $2,579 million).

8. FINANCIAL INSTRUMENTS

The Company's investment portfolio in Brookfield shares is carried at their fair values. Cash and cash equivalents, accounts receivable, other accounts payable and the Company's preferred shares and debentures are classified as loans and receivables and liabilities, which are accounted for at amortized cost using the effective interest method and approximate fair value.

All financial instruments measured at fair value are classified into one of three levels that distinguish fair value measurements by the significance of the inputs used for valuation:

Level 1 Quoted prices available in active markets for identical investments as of the reporting date.

Level 2 Pricing inputs other than quoted market prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair values are determined through the use of models or other valuation methodologies.

Level 3 Pricing inputs are unobservable for the instrument and includes situations where there is little, if any, market activity for the instrument. The inputs into the determination of fair value require significant management estimation.

The Company's investment in the Brookfield shares has been classified as a Level I financial instrument and, as such, fair value has been determined by reference to the quoted close price as of the valuation date.

There were no changes made to the financial instrument classifications and no transfers in and out of levels during the fiscal year ended December 31, 2015 or December 31, 2014.

9. RISK MANAGEMENT

The Company is exposed to the following risks as a result of holding financial instruments: foreign currency risk, market price risk, interest rate risk and credit risk.

Foreign Currency Risk
Brookfield declares dividends in U.S. dollars, which are then converted to Canadian dollars for distribution to Canadian shareholders, including the Company. During the fiscal period ended December 31, 2015, a $0.01 appreciation or depreciation in the U.S. dollar relative to the Canadian dollar, all else being equal, would have increased or decreased income available for distribution by $0.5 million (2014 – $0.4 million) related to the Brookfield shares dividends.

Market Price Risk
The value of the Brookfield shares is exposed to variability in fair value due to movements in equity prices. As a result, the fair value of the Company's investment portfolio may vary from time to time. The Company records these investments at quoted market value. A 1% increase or decrease in the quoted market price will increase or decrease the fair value of the investment in Brookfield shares by $35 million (December 31, 2014 – $31 million), on a pre-tax basis, and will increase or decrease the net assets per unit by $1.00 (December 31, 2014 – $1.01).

Interest Rate Risk
The Company's preferred shares are fixed rate and the Company has negligible floating rate assets or liabilities. Accordingly, changes in interest rates do not have an impact on income available for distribution.

Credit Risk
The Company has no material counterparty risk as at December 31, 2015 December 31, 2014.

Liquidity Risk
The Company's preferred shares expose the Company to liquidity risk to fund dividend obligations. The Company endeavours to maintain dividend income that exceeds the projected dividend obligations and expects to be able to continue to achieve this objective based on current circumstances. Management expects to fund any retraction obligations through a combination of ongoing cash flow, the proceeds from any new financing and proceeds from the sale of Brookfield shares.

Contractual Obligations

The Company's contractual obligations related to its senior preferred shares as at December 31, 2015 are:

		Payment Due By Period			
Thousands	Total	Less Than 1 Year	2-3 Years	4-5 Years	After 5 Years
Class AA, Series 1[1]	$ 51,861	$ 51,861	$ —	$ —	$ —
Class AA, Series 3[2]	190,777	—	—	190,777	—
Class AA, Series 5[3]	124,975	—	124,975	—	—
Class AA, Series 6[4]	199,750	—	—	—	199,750
Class AA, Series 7[5]	100,000	—	—	—	100,000
Dividend expense related to:					
Class AA, Series 1	$ 825	$ 825	$ —	$ —	$ —
Class AA, Series 3	25,829	8,299	16,598	932	—
Class AA, Series 5	12,288	6,061	6,227	—	—
Class AA, Series 6	52,623	8,989	17,978	17,978	7,678
Class AA, Series 7	38,044	5,500	11,000	11,000	10,544

1. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in cash.*
2. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2019.*
3. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2017.*
4. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2021.*
5. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2022.*

The Company's contractual obligations related to its senior preferred shares as at December 31, 2014 are:

		Payment Due By Period			
Thousands	Total	Less Than 1 Year	2-3 Years	4-5 Years	After 5 Years
Class AA, Series 1[1]	$ 51,861	$ —	$ 51,861	$ —	$ —
Class AA, Series 3[2]	190,777	—	—	190,777	—
Class AA, Series 5[3]	124,975	—	124,975	—	—
Class AA, Series 6[4]	200,000	—	—	—	200,000
Dividend expense related to:					
Class AA, Series 1	$ 3,392	$ 2,567	$ 825	$ —	$ —
Class AA, Series 3	34,128	8,299	16,598	9,231	—
Class AA, Series 5	18,439	6,061	12,288	—	—
Class AA, Series 6	61,687	9,000	18,000	18,000	16,687

1. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in cash.*
2. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2019.*
3. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2017.*
4. *Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2021.*

10. CAPITAL MANAGEMENT

The Company's objective is to invest in Brookfield shares that will generate cash dividends to fund fixed preferential cumulative quarterly dividends for the holders of the Company's preferred shares and enable the holders of the Company's capital shares to participate in any capital appreciation in the Brookfield shares. As at December 31, 2015, the capital base managed by the Company consists of shareholder's equity with a carrying value of $2,699 million (December 31, 2014 – $2,348 million), and retractable fixed rate preferred shares with a carrying value of $858 million (December 31, 2014 – $760 million).

11. OTHER

The weighted average number of capital shares/units outstanding during the period ended December 31, 2015 was 31.4 million (2014 – 29.3 million).

12. SUBSEQUENT EVENT

On March 28, 2016, the Company redeemed all of its outstanding Class AA, Series 1 Preferred Shares. The total redemption amount was $51 million plus accrued and unpaid dividends. Subsequent to the redemption, the capital shares were consolidated in order match the number of preferred shares outstanding.

CORPORATE INFORMATION

OFFICERS AND DIRECTORS

Frank N.C. Lochan[1, 2]
Director and Chairman

Edward C. Kress
Director and President

John P. Barratt[1, 2]
Director

James L.R. Kelly[1, 2]
Director

Brian D. Lawson
Director

Vu H. Nguyen
Director and Chief Financial Officer

Loretta M. Corso
Corporate Secretary

1 Member of the Audit Committee
2 Member of the Independent Review Committee

AUDITORS

Deloitte LLP
Chartered Professional Accountants
Chartered Accountants
Licensed Public Accountants

LEGAL COUNSEL

Torys LLP

STOCK EXCHANGE LISTING

The Company's preferred shares are listed on the Toronto Stock Exchange under the following symbols:

Security	*TSX Symbol*
Class AA Preferred Shares, Series 1	**PVS.PR.A**
Class AA Preferred Shares, Series 3	**PVS.PR.B**
Class AA Preferred Shares, Series 5	**PVS.PR.C**
Class AA Preferred Shares, Series 6	**PVS.PR.D**
Class AA Preferred Shares, Series 7	**PVS.PR.E**

YEAR END

December 31

CONTACT INFORMATION

Enquiries relating to the operations of the Company should be directed to the Company's Head Office:

Partners Value Split Corp.
Brookfield Place, 181 Bay Street
Suite 300, P.O. Box 770
Toronto, Ontario
M5J 2T3

Tel: (416) 363-9491
Fax: (416) 365-9642
Website: *www.partnersvaluesplit.com*

Shareholder enquiries relating to dividends, address changes and share certificates should be directed to our Transfer Agent:

CST Trust Company
P.O. Box 700, Station B
Montreal, Quebec
H3B 3K3

Tel: (416) 682-3860 or
toll free within North America
(800) 387-0825
Fax: (888) 249-6189
Website: *www.canstockta.com*
E-mail: *inquiries@canstockta.com*

PARTNERS | VALUE SPLIT CORP.

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