

Trust Unitholders Resident in Canada

Enerflex Systems Income Fund (“Enerflex”) is an unincorporated open-ended investment trust established under the laws of Alberta which qualifies as a mutual fund trust as defined in the *Income Tax Act* (Canada) (“Tax Act”). The following information is intended to assist Canadian resident individual holders of Enerflex trust units (“Trust Units”) in the preparation of their income tax returns. The Trust Units are qualified investments for registered retirement savings plans (“RRSP”), registered retirement income funds (“RRIF”), deferred profit sharing plans (“DPSP”), registered education savings plans (“RESP”) and Tax-Free Savings Account plans (“TFSA”) as defined in the Tax Act.

The following information is of a general nature only. This information is not exhaustive of all possible tax considerations and is not intended to be, nor should it be construed to be, legal or tax advice to any particular holder of Trust Units. Consequently, unitholders or potential unitholders should consult their own tax, legal and/or business advisors as to the tax implications of holding Trust Units in their particular circumstances.

Registered unitholders will receive a “T3 – Statement of Trust Income Allocations and Designations” (“T3 slip”) from the transfer agent, Computershare Trust Company of Canada, which will be mailed on or before March 31, 2010. Unitholders who hold their Trust Units through brokers or investment dealers will receive T3 slips directly from their broker or investment dealer. The deadline for mailing T3 slips is March 31, 2010.

Trust Units held outside of an RRSP, RRIF, DPSP, RESP or TFSA

If a unitholder holds his or her Trust Units outside an RRSP, RRIF, DPSP, RESP or TFSA, the unitholder must report taxable income allocated by Enerflex to the unitholder (that is, “Other income” – Box 26 on the T3 slip) in the unitholder’s income tax return. Enerflex has determined that 100% of the 2009 distributions declared are income in nature and none represents a return of capital.

Trust Units held inside of an RRSP, RRIF, DPSP, RESP or TFSA

If a unitholder holds his or her Trust Units in an RRSP, RRIF, DPSP, RESP or TFSA, no amounts are required to be reported by the unitholder in the unitholder’s income tax return.

2009 Tax Information Summary for Canadian Resident Trust Unitholders

The following table provides a summary of cash distributions declared by Enerflex in fiscal 2009 that were paid or payable as at December 31, 2009 and is intended to be used by Canadian resident Trust unitholders in determining their 2009 income for Canadian tax purposes.

Cash Distribution Information for fiscal 2009 (\$/unit)

Record Date	Payment Date	Total Cash Distribution (CDN)
March 31, 2009	April 15, 2009	\$0.30
June 30, 2009	July 15, 2009	\$0.30
September 30, 2009	October 15, 2009	\$0.30
December 31, 2009	January 15, 2010	\$0.30

ACB Implications for Trust Units

A unitholder's "adjusted cost base" ("ACB") of his or her Trust Units will be reduced by the non-taxable portion of cash distributions (that is, the return of capital component which would be reflected in the "Amount resulting in cost base adjustment" – Box 42 on the T3 slip). The ACB is used in calculating capital gains or losses on the disposition of Trust Units if the unitholder holds his or her Trust Units as "capital property". Further, to the extent that the adjusted cost base of a Trust Unit held as capital property would otherwise be less than zero, the unitholder will be deemed to have realized a capital gain equal to that negative amount. None of the 2009 distributions from Enerflex constituted a return of capital.

Non – resident Trust Unitholders

This summary does not contain information regarding the non-Canadian income tax consequences of holding Trust Units for unitholders who are subject to tax outside of Canada. All non-resident unitholders should consult their tax advisors with respect to the tax implications of holding Trust Units, including any associated filing requirements, in jurisdictions outside of Canada.