

March 26, 2009

Dear Limited Partner:

Re: Creststreet 2007 Limited Partnership - Annual Tax Reporting Package

We are pleased to provide your 2008 tax reporting package for your investment in **Creststreet 2007 Limited Partnership**. Enclosed you will find the following:

- T5013A – Statement of Partnership Income for Tax Shelters and Renounced Resource Expenses
- Relevé 15 - Sample Statement of Losses, Deductions and Tax Credits
- Creststreet Tax Return Completion Checklist
- Form T5004 – Statement of Tax Shelter Loss or Deduction
- Form TP-1079.6 – Statement of Losses, Deductions and Tax Credits
- Annual Report for the year ended December 31, 2008

We have provided the attached Creststreet Tax Return Completion Checklist to assist you in completing your tax return.

The Partnership was scheduled to transfer all of its assets to Creststreet Resource Fund, a class of shares of Creststreet Mutual Funds Limited, an open-ended mutual fund (the “Mutual Fund”), in exchange for shares of the Mutual Fund on January 23, 2009. The general partner of the Partnership has extended the date upon which the transfer will occur and the Partnership will be dissolved to a date no later than May 29, 2009. May 29, 2009 is the date that unitholders of the Partnership would have become entitled to redeem their shares of the Mutual Fund received on the transfer if it occurred as originally contemplated.

The Partnership is currently not permitted to transfer its assets to the Mutual Fund since the total private securities held after the transfer would be in excess of 10% of the net assets of the Mutual Fund which is not allowed under applicable securities legislation. The Partnership is actively working towards reducing the private securities component of its investment portfolio. If the Partnership is unable to do so and complete the transfer to the Mutual Fund by May 29, 2009, the Partnership plans to propose an alternative liquidity transaction to its unitholders that would provide them liquidity on the public energy securities component of the Partnership’s investment portfolio by May 29, 2009.

We would like to thank you for investing with Creststreet. We will continue to strive to be recognized for excellence in energy investing by continuing to deliver well structured, high quality and innovative investment products in both the conventional and renewable energy sectors and we will continue to work hard to earn your continued support in the years ahead.

Should you have any questions or require further assistance in completing your tax return, please contact Creststreet’s Tax Reporting Department at 416-864-6330 or 1-866-864-6330.

Respectfully,

CRESTSTREET 2007 GENERAL PARTNER LIMITED



Robert J. Toole
President

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