Statement of Trust Income Allocations and Designations

Select: ☑ T3 ☐ R16 ☐ AMENDED POSTING ☐ SUBSCRIPTION RECEIPTS

TAXATION YEAR: 2010

Preparer information:

TRUST NAME:	Labrador Iron Ore Royalty Income Fund
ADDRESS (1):	Scotia Plaza, 26th Floor, 40 King Street West
ADDRESS (2):	P.O. Box 4085, Station "A"
CITY:	TORONTO
PROVINCE:	ON
COUNTRY CODE:	CAN
POSTAL CODE:	M5W 2X6
TIN#:	T15441055
CUSIP#:	504904103
QUEBEC TAX ID:	

CONTACT NAME:	Sukanja Senthilkumar
DATE PREPARED:	2011/03/09
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SYMBOL:	LIF.UN
WEBSITE:	www.labradorironore.com Go

1) CORPORATE ACTIONS
WAS THE TRUST INVOLVED IN ANY CORPORATE ACTION(S) THAT AFFECT T3/RL-16 TAX REPORTING?: Yes

2) IS U.S. 1099-DIV TAX ALLOCATION REPORTING AVAILABLE?: No

TAXABLE CANADIAN PROPERTY (TCP) APPLICABLE TO NON-RESIDENT UNITHOLDERS (NR4):

3) IS CAPITAL GAINS (BOX 21/A) DISTRIBUTION NR TAXABLE?: No
Part XIII Tax (Income Tax Act)

4) IS ASSESSABLE DISTRIBUTIONS (ROC BOX 42/M) NR TAXABLE?: No
Part XIII.2 Tax (Income Tax Act)

CALCULATION METHOD: RATE

PER CENT - ALLOCATION MUST ADD TO 100
RATE - ALLOCATION TOTAL MUST ADD TO TOTAL INCOME ($) PER UNIT BEING ALLOCATED

T3 Box No.	R16 Box No.		Period 1	Period 2	Period 3	Period 4	Period 5	Period 6	Period 7	Period 8	Period 9	Period 10	Period 11	Period 12	Period 13	Period 14
		Total Distribution ($) Per Unit	0.75000	0.75000												
		Record Date	2010/03/31	2010/06/30												
		Payment Date	2010/04/25	2010/07/25												
		Total Cash Distribution ($) Per Unit	0.75000	0.75000												
		Total Non Cash Distribution ($) Per Unit														
		Total Income ($) per unit being allocated	**0.75000**	**0.75000**												
21	A	Capital gain														
49	C1	Actual Amount of Eligible Dividends	0.50000	0.55100												
23	C2	Actual Amount of Non Eligible Dividend														
24	E	Foreign Business Income														
25	F	Foreign Non-Business Income														
26 OTHER INCOME	G-CODE 1	**G- Other Income** (Investment Income)	0.25000	0.19900												
	G-CODE 2	**G- Other Income** (Not investment Income)														
42	M	Return of Capital														
X	X	Non Reportable Distribution														
30	H	Capital gains eligible for deduction														
33	K	Foreign business income tax paid														
34	L	Foreign non-business income tax paid														
Total Income Allocation (check figure)			**0.75000**	**0.75000**												

CHECK: When the calculation method is Rate, row 24 should match row 40; when the calculation method is Percentage rows 25 to 39 should add up to 100, when correct, no error message will appear in this row for completed columns.

NOTES:

Corporate Action: On July 1, 2010, Labrador Iron Ore Royalty Income Fund was converted into a corporation named Labrador Iron Ore Royalty Corporation. Distributions for record date September & December 2010 - please refer to Labrador Iron Ore Royalty Corporation T5 reporting (CUSIP # 505440115).