

2010 Tax Information for Canadian Residents

The following information is intended to assist shareholders of Keyera Corp. (formerly Keyera Facilities Income Fund) ("Keyera") who in 2010, for the purposes of the Income Tax Act of Canada (Act) were residents of Canada and who held trust units as capital property. Shareholders are encouraged to seek advice from a qualified tax advisor with respect to the tax treatment of distributions received from Keyera in their particular situation.

Cash distributions declared in 2010 totaled \$1.80, of which 100% was **ordinary income**.

The table below identifies the portion of Keyera's 2010 distributions that were **taxable** and **returns of capital** for Canadian Income Tax purposes.

Record Date	Payment Date	Taxable		Tax Deferred	Total
		Other Taxable Income (Cdn\$)	Dividend Income ¹ (Cdn\$)	Return of Capital (Cdn\$)	Distributions Paid (Cdn\$)
January 22, 2010	February 16, 2010	\$0.15	\$0.00	\$0.000	\$0.150
February 23, 2010	March 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
March 22, 2010	April 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
April 22, 2010	May 17, 2010	\$0.15	\$0.00	\$0.000	\$0.150
May 25, 2010	June 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
June 22, 2010	July 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
July 22, 2010	August 16, 2010	\$0.15	\$0.00	\$0.000	\$0.150
August 23, 2010	September 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
September 22, 2010	October 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
October 22, 2010	November 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
November 22, 2010	December 15, 2010	\$0.15	\$0.00	\$0.000	\$0.150
December 22, 2010	January 17, 2011	\$0.15	\$0.00	\$0.000	\$0.150
	Total per unit	\$1.80	\$0.00	\$0.00	\$1.80

¹ Represents actual dividend amount before gross up.

This table does not reflect any additional benefits received by Shareholders enrolled in Keyera's Premium Distribution™ and Distribution Reinvestment Plan (the "Plan"). Unitholders who were enrolled in that Plan in 2010 are responsible for any taxes that may be associated with its operation. For further information on the Canadian income tax considerations associated with the Plan, Shareholders may refer to the Plan text which is available at www.keyera.com. Shareholders are cautioned however, that this information is not intended as legal or tax advice and Shareholders are urged to consult their own tax advisors for advise on their particular tax position.

Trust units held outside of an RRSP, RRIF, DPSP or RESP

Shareholders holding their units outside of an RRSP, RRIF, DPSP or RESP will receive a T3 Supplementary Income Tax (T3) slip from their stockbroker. The T3 slips are required to be mailed out by March 31 of the following year and will indicate the **taxable** and **return of capital** components of the distributions. Shareholders are required to include the amounts indicated on their T3 slip on their income tax returns.

The Adjusted Cost Base (ACB) is used in calculating capital gains or losses on the disposition of trust units. Unitholders are required to reduce the ACB of their trust units by subtracting the ***return of capital*** amounts that became payable in a taxation year. Unitholders are required to keep a record of the ***return of capital*** amounts and their impact on the ACB of their trust units.

In the event a unitholder's ACB drops below zero during a taxation year, the negative amount is treated under the Act as a capital gain, which must be reported in the taxation year. The Shareholder's ACB is then considered to be re-set to zero.

Trust units held within an RRSP, RRIF, DPSP or RESP

Shareholders holding their units within an RRSP, RRIF, DPSP or RESP are not required to report any of the amounts shown in the table above on their 2010 Income Tax Returns.