

**AltaGas Income Trust**

**2009 Distribution Information  
For U.S. Unitholder (\$/Unit)**

The information that follows is being provided to assist U.S. individual unitholders of AltaGas Income Trust in reporting distributions received from AltaGas Income Trust on their Internal Revenue Service Form 1040, *U.S. Individual Income Tax Return* for the calendar year 2009. This information is of a general nature only and is not intended to be legal or tax advice. Readers should consult their own qualified legal or tax advisors as to their particular U.S. tax consequences of holding AltaGas Income Trust units.

Record Date	Payment Date	Distribution Paid CDN\$	Exchange Rate <sup>(1)</sup>	Distribution Paid US\$	Taxable Qualified Dividends US\$	Tax-Deferred Return of Capital US\$
29-Dec-08	15-Jan-09	0.18000	0.7921	0.14258	0.14258	nil
26-Jan-09	17-Feb-09	0.18000	0.7936	0.14285	0.14285	nil
25-Feb-09	16-Mar-09	0.18000	0.7859	0.14146	0.14146	nil
25-Mar-09	15-Apr-09	0.18000	0.8307	0.14953	0.14953	nil
27-Apr-09	15-May-09	0.18000	0.8506	0.15311	0.15311	nil
25-May-09	15-Jun-09	0.18000	0.8818	0.15872	0.15872	nil
25-Jun-09	15-Jul-09	0.18000	0.8933	0.16079	0.16079	nil
27-Jul-09	17-Aug-09	0.18000	0.9026	0.16247	0.16247	nil
25-Aug-09	15-Sep-09	0.18000	0.9291	0.16724	0.16724	nil
25-Sep-09	15-Oct-09	0.18000	0.9706	0.17471	0.17471	nil
26-Oct-09	16-Nov-09	0.18000	0.9560	0.17208	0.17208	nil
25-Nov-09	15-Dec-09	0.18000	0.9416	0.16949	0.16949	nil
Total		<u>2.16000</u>		<u>1.89502</u>	<u>1.89502</u>	<u>nil</u>

<sup>(1)</sup> Bank of Canada noon rate of exchange on date of payment.

The distribution payable to record holders on December 29, 2009 and paid on January 15, 2010 to unitholders resident in the U.S. will be reported in the 2010 calendar year.

AltaGas Income Trust believes that its trust units should be properly classified as equity in a corporation, rather than debt, and that distributions paid to U.S. individual unitholders should be "qualified dividends" for U.S. federal income tax purposes. As such, the portion of the distributions made during 2009 that are considered dividends for U.S. federal income tax purposes should qualify for the reduced rate of tax applicable to long-term capital gains. However, the individual taxpayer's situation must be considered before making this determination.

*AltaGas Income Trust has not received an IRS letter ruling or a tax opinion from its tax advisors on these matters.*