

2020 TAX INFORMATION

The following information is intended to assist Canadian resident unitholders of Chemtrade Logistics Income Fund (the “Fund”) in the preparation of their 2020 income tax returns. All taxable Canadian unitholders should receive a T3 Supplementary tax slip prior to March 31, 2021 from their financial institution.

The Fund paid both cash and non-cash distributions in 2020. The cash distribution was paid on the Fund’s outstanding units (the “Units”) on the record date. The non-cash distribution in the form of Units was paid under the terms of Distribution Reinvestment Plan (“DRIP”), which was commenced on July 13, 2020.

Pursuant to the terms of DRIP, eligible Unitholders may elect to reinvest all or a portion of their regular monthly distributions in additional trust units of the Fund. Participants of the DRIP will receive a “bonus” distribution of Units equal to 3% of the amount of the cash distribution reinvested.

The following table summarizes the cash distributions per unit of the Fund for 2020 and the treatment of the distributions for Income Tax purposes.

Cash and regular distribution:

2020	Other Income		Dividends Other than Eligible Dividend		Foreign Non- Business Income		Total	
	\$0.00688	0.99%	\$0.08484	12.12%	\$0.60828	86.89%	\$0.7	100.00%

The following table summarizes the non-cash “bonus” distributions per unit of the Fund for 2020 and the treatment of the distributions for Income Tax purposes.

The “bonus” non-cash distribution under the terms of DRIP (for the period July 2020 to December 2020):

2020	Return of capital		Total	
	\$0.009	100%	\$0.009	100%

For individuals who held units for only part of the year, the allocation of distributions received can be determined by multiplying the distributions received by the 2020 Monthly Treatment of Distribution for Income Tax Purposes.

Generally, the income will not be subject to tax where units are held in a trust governed by a RRSP, a RRIF, a DPSP, a RDSP, a TFSA or RESP in which case no income should be reported by the beneficiary of such trust.

Adjusted Cost Base (ACB)

Canadian Unitholders are required to reduce the ACB of their units by any distributions received in the form of a return of capital. The ACB is used in calculating capital gains or losses on the disposition of the

units. No portion of the 2020 cash distribution is a return of capital. DRIP participants who received “bonus” non-cash distribution should adjust their ACB by the return of capital.

Non-Canadian Unitholders

Non-Canadian unitholders should consult their tax advisors to determine how to report their share of income from the Fund for the year.

The Fund is a limited purpose trust established under the laws of the Province of Ontario and governed by the Declaration of Trust. For purposes of the *Income Tax Act* (Canada) (the “**Tax Act**”), the Fund is a mutual fund trust and a Specified Investment Flow-Through trust.

In order for the Fund to maintain its status as a mutual fund trust under the Tax Act, the Fund must not be established nor maintained primarily for the benefit of non-residents of Canada within the meaning of the Tax Act. Accordingly, the Declaration of Trust provides that at no time may non-residents of Canada be the beneficial owners of a majority of the Units. The Declaration of Trust contains provisions that address the threat or occurrence of this situation.

Taxation of Distributions to U.S. Resident Unitholders

The Fund has made an election to be treated as an association taxed as a corporation for U.S. federal income tax purposes effective January 15, 2014.

A non-U.S. corporation, such as the Fund, would be a passive foreign investment company (“**PFIC**”) within the meaning of Section 1297 of the Internal Revenue Code if, during any taxable year, (a) 75% or more of its gross income consists of certain types of passive income (“**Income Test**”), or (b) the average value of its passive assets (generally assets that generate passive income) is 50% or more of the average value of all of its assets (“**Assets Test**”). Passive income includes, for example, dividends, interest, certain rents and royalties, certain gains from the sale of stock and securities, and certain gains from commodities transactions. For purposes of the PFIC Income Test and Assets Test described above, if a corporation owns, directly or indirectly, 25% or more of the total value of the outstanding shares of another corporation, the first corporation will be treated as if it (a) held a proportionate share of the assets of such other corporation and (b) received directly a proportionate share of the income of such other corporation.

Based on the Fund’s current and projected income and the valuation of its assets, the Fund does not believe that it was a PFIC in 2020 and it does not anticipate becoming a PFIC in 2021. The Fund’s determination that it is not, and that it does not expect to become a PFIC, is based on the belief that the Fund and its direct and indirect subsidiaries earn primarily active business income and that the assets of its direct and indirect subsidiaries generate primarily active business income. Since PFIC status is a fact-intensive determination made on an annual basis, no assurance can be given that the Fund is not or will not become classified as a PFIC.

THE ABOVE INFORMATION IS OF A GENERAL NATURE ONLY AND DOES NOT ADDRESS ALL POSSIBLE U.S. FEDERAL, STATE, OR LOCAL INCOME TAX CONSIDERATIONS AND IS NOT INTENDED TO PROVIDE LEGAL OR TAX ADVICE TO

ANY PARTICULAR UNITHOLDER OR POTENTIAL UNITHOLDER OF THE FUND. NON-CANADIAN UNITHOLDERS AND U.S. RESIDENT UNITHOLDERS SHOULD CONSULT THEIR OWN TAX ADVISORS REGARDING THE TAX CONSEQUENCES OF HOLDING UNITS AND REPORTING INCOME EARNED AND TAX WITHHELD FROM DISTRIBUTIONS.

2020 Monthly Treatment of Distribution for Income Tax Purposes

Date of		Other Income		Non Eligible Dividend		Foreign Non-Business Income		Total		Distribution Reinvestment Price
Record	Payment	\$/unit	%	\$/unit	%	\$/unit	%	\$/unit	%	\$/unit
31-Jan-20	28-Feb-20	0.00099	0.99%	0.01212	12.12%	0.08689	86.89%	0.10000	100.00%	
28-Feb-20	31-Mar-20	0.00099	0.99%	0.01212	12.12%	0.08689	86.89%	0.10000	100.00%	
31-Mar-20	30-Apr-30	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	
30-Apr-30	29-May-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	
29-May-20	30-Jun-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	
30-Jun-20	31-Jul-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	
31-Jul-20	31-Aug-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	5.80000
31-Aug-20	25-Sep-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	5.03000
30-Sep-20	27-Oct-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	4.71000
30-Oct-20	25-Nov-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	4.76000
30-Nov-20	23-Dec-20	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	5.57000
31-Dec-20	26-Jan-21	0.00049	0.99%	0.00606	12.12%	0.04345	86.89%	0.05000	100.00%	7.20000
Total		0.00688	0.99%	0.08484	12.12%	0.60828	86.89%	0.70000	100.00%	