

CANADIAN SMALL CAP RESOURCE FUND 2004 LIMITED PARTNERSHIP

****IMPORTANT INFORMATION FOR PREPARING YOUR 2006 INDIVIDUAL INCOME TAX RETURN.**

Dear (Former) Limited Partners;

Canadian Small Cap Resource Fund 2004 Limited Partnership ("CSCRF 2004") dissolved on May 17, 2006.

Limited partners of CSCRF 2004 were offered the option of accepting either cash of \$ 9.17 per unit or 30.5667 NovaDx Units for each unit held.

In connection with the dissolution of the partnership, enclosed you will find important tax information relating to:

- the adjusted cost base (ACB) of the partnership units as at May 17, 2006;
- filing instructions for Forms T5013 Statement of Partnership Income, to assist you in filling out your 2006 income tax returns; and
- the unamortized issue costs of the Partnership available for deduction by you in determining your 2006 and subsequent taxation years' taxable income.

You should receive your tax slips(s) (T5013) directly from your Investment Advisor.

This information has been provided to assist you with the preparation of your 2006 and subsequent years individual income tax returns and is based on information and tax forms available at the time of writing. The information contained herein is strictly for information purposes only and should in no way be regarded as tax advice.

You are advised to obtain professional tax advice on your individual circumstances.

On behalf of Canadian Small Cap Resource Fund
Management Limited

Stephen Wilkinson
President & CEO

ACB OF PARTNERSHIP UNITS AT MAY 17, 2006

On the dissolution of the Partnership, you are deemed to dispose of your units in the partnership for proceeds equal to, and to have acquired shares of NovaDx Ventures Corp at a cost equal to the ACB of your partnership units. If, however, you opted to receive the cash portion of \$ 9.17 per unit, you will realize a capital gain or loss depending on your individual circumstances. The following table outlines the ACB per unit of the Partnership based on information available to us. Please be advised that your individual circumstances may result in an ACB per unit that is different from what is outlined below. **We suggest you consult a tax professional for advice.**

ACB of Partnership units as at May 17, 2006	
Canadian Small Cap Resource Fund 2004 Limited Partnership	
Partners receiving cash	\$ 10.69626 per unit (less issue costs)
Rollover partners	\$ 9.68922 per unit OR \$.30 per NovaDx share

To determine the total ACB of your partnership units disposed of and the cost of shares acquired, multiply the ACB per unit of the partnership by the number of respective partnership units you owned immediately before the dissolution.

FILING INSTRUCTIONS FOR FORM T5013 STATEMENT OF PARTNERSHIP INCOME

Amounts allocated to the members of a partnership:

Net business loss per unit	Capital gain per unit	At risk amount per unit	Partnership's total gross income
(T5013 - Box 18)	(T5013 - Box 23)	(T5013 - Box 45)	(T5013 - Box 51)
\$ (0.12918)	\$ 8.36284	\$ 10.82543	\$ 11,954

FILING INSTRUCTIONS FOR FORM T5013

BOX 18 Canadian and foreign net business income (loss)

This amount represents your share of partnership net loss for the 2006 fiscal period ended May 17, 2006. This amount should be reported in Part III, "Net Partnership Income (Loss)" of Schedule 4. The total amount in Part III should be reported on line 122, page 2 of your 2006 T1 General tax return.

BOX 23 Capital gains (losses)

This amount represents your share of partnership capital gains for the 2006 fiscal year ended May 17, 2006.

This amount should be reported on line 174 "Information slips - Capital gains (or losses)" of Schedule 3. The taxable capital gains from line 199 of Schedule 3 should be reported on line 127, page 2 of your 2006 T1 General tax return.

BOX 45 Limited partner's at-risk amount

This amount represents a partner's original cost of partnership interest plus or minus certain adjustments. A limited partner cannot deduct partnership losses in excess of their "at-risk" amount.

This amount is used by taxpayers and Canada Revenue Agency to determine the limit to which you can deduct losses and resource expenses, as well as any investment tax credits that may be claimed. It is not reported in the personal income tax return.

BOX 51 Partnership's total gross income

This amount represents the total fiscal 2006 gross income of the Partnership.

Partners are not required to report this amount in their personal tax returns.

This information has been provided to assist you with the preparation of your 2006 individual income tax return and is based on information and tax forms available at the time of writing.

SCHEDULE OF PARTNERSHIPS UNAMORTIZED BALANCE OF ISSUE COSTS AVAILABLE FOR DEDUCTION

Limited partners of record at the date of dissolution of the Partnership are entitled to claim a deduction on their 2006 and subsequent years income tax returns in respect of the unamortized balance of issue costs incurred by the Partnership.

To determine the total deduction available in 2006 and beyond, multiply the deduction per unit amount outlined for the respective taxation year by the number of corresponding partnership units you owned immediately before the dissolution.

You should report the total amount available for deduction on line 232 "Other deductions", on page 3 of the T1 General tax return.

<u>Taxation year</u>	CSCRF 2004 <u>Deduction per unit</u>
2006	\$ 0.28296
2007	\$ 0.28296
2008	\$ 0.28296
2009	\$ 0.15815

IMPORTANT:

Please retain this schedule for use in preparing your individual tax return in future taxation years. No additional information reminder will be mailed to you with respect to these deductions.