Statement of Trust Income Allocations and Designations

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

TAXATION YEAR: 2010

Preparer information:

TRUST NAME: SUNSTONE OPPORTUNITY (2007) MORTGAGE FUND
ADDRESS (1): 910 - 925 WEST GEORGIA STREET
ADDRESS (2):
CITY: VANCOUVER
PROVINCE: BC
COUNTRY CODE: CAN
POSTAL CODE: V6C 3L2

TIN#: T28758511
CUSIP#: 86801G104
QUEBEC TAX ID:

CONTACT NAME:
DATE PREPARED: 2011/02/22
PHONE:
FAX:
E-MAIL:

SYMBOL:
WEBSITE: www.sunstoneadvisors.com Go

1) CORPORATE ACTIONS
WAS THE TRUST INVOLVED IN ANY CORPORATE ACTION(S) THAT AFFECT T3/RL-16 TAX REPORTING?: No

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)

This message will vanish when ALL SECURITY and PREPARER information is complete. IMPORTANT: Please indicate which calculation method you are using for tax information below. Files submitted with incomplete information will not be processed.

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 ($) Per Unit	19.72603	19.94521	12.71232	250.00000	5.58904	15.12329								
		Record Date	2010/03/31	2010/06/30	2010/08/27	2010/08/27	2010/09/30	2010/12/31								
		Payment Date	2010/04/15	2010/07/15	2010/08/27	2010/08/27	2010/10/14	2011/01/17								
		Total Cash Distribution ($) Per Unit	19.72603	19.94521	12.71232	250.00000	5.58904	15.12329								
		Total Non Cash Distribution ($) Per Unit														
		Total Income ($) per unit being allocated	**19.72603**	**19.94521**	**12.71232**	**250.00000**	**5.58904**	**15.12329**								
21	A	Capital gain														
49	C1	Actual Amount of Eligible Dividends														
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)	19.72603	19.94521	12.60098		5.58904	15.12329								
	G-CODE 2	**G- Other Income** (Not investment Income)														
42	M	Return of Capital			0.11134	250.00000										
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)			**19.72603**	**19.94521**	**12.71232**	**250.00000**	**5.58904**	**15.12329**								

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:

1.) $7.67123 per unit to unitholders on record as at December 31, 2007 remains payable.
2.) $9.86361 per unit to unitholders on record as at March 31, 2008 remains payable.
3.) $4.93151 per unit to unitholders on record as at March 31, 2010 remains payable.
4.) $4.98630 per unit to unitholders on record as at June 30, 2010 remains payable.
5.) $15.12329 per unit to unitholders on record as December 31, 2010 remains payable.