



THE NORTH WEST COMPANY

Dear Unitholder,

On September 7, 2006, the board of Trustees of the North West Company Fund (the "Fund"), subject to regulatory approval approved a split of the issued and outstanding trust Units (Units) of the Fund at the close of business on September 20, 2006, on a three-for-one basis.

The Unit split was affected by way of the "push out method" which resulted in each holder of Units receiving two additional Units for every one Unit held at the close of business on September 20, 2006.

Enclosed is a Unit certificate representing those Units of the Fund issuable to you pursuant to the Unit split.

UNITHOLDERS SHOULD RETAIN THEIR EXISTING UNIT CERTIFICATES. EXISTING UNIT CERTIFICATES CONTINUE TO REMAIN NEGOTIABLE IN THEIR CURRENT FORM AND SHOULD NOT BE SENT TO THE FUND OR OUR TRANSFER AGENT.

We expect the larger number of Units resulting from the Unit split to enhance liquidity and our trading volume to the further benefit of Unitholders. The Unit split will have no unfavourable tax consequences in Canada or the United States and will not dilute Unitholders' equity.

Please note that future distributions will reflect the three-for-one Unit split, commencing with the next quarterly cash distribution of \$0.22 per Unit (on a post-split basis), payable September 30, 2006 to Unitholders of record on September 30, 2006. For administration purposes, the Trustees expect to distribute the funds, on or about October 15, 2006.

Should you have any questions regarding the Unit split or the next quarterly distribution, please contact the Corporation's Investor Relations department or CIBC Mellon Trust Company as follows:

North West Company Fund
L. Charrière- Investor Relations
Tel: 204-934-1503
Fax: 204-934-1455
E-mail: lcharriere@northwest.ca

CIBC Mellon Trust Company
Toll Free (within Canada and the US):
1-800-387-0825
E-mail: inquiries@cibcmellon.com

Sincerely,

"E. Kennedy"

Edward S. Kennedy
President and Chief Executive Officer
Trustee
North West Company Fund

