



**PRESS RELEASE**

**FOR IMMEDIATE RELEASE**

**FRONTIERALT ENERGY 2006-II FLOW-THROUGH LIMITED PARTNERSHIP &  
FRONTIERALT RESOURCE CAPITAL CLASS FUND**

350 BAY STREET, SUITE 1300  
Toronto, Ontario M5H 2S6

**Rollover of Assets Completed**

Toronto, Ontario – August 25, 2008 - Toronto-based frontierAlt Energy 2006-II Inc., the general partner of frontierAlt Energy 2006-II Flow-Through Limited Partnership (the “Partnership”), and frontierAlt Capital Class Fund Limited (the “Mutual Fund Corporation”) announce that the Partnership has completed the transfer and sale (the “Rollover Transaction”) of all its assets on a tax-deferred basis to the Mutual Fund Corporation in exchange for Series A Shares of frontierAlt Resource Capital Class Fund (the “Resource Fund”), a class of shares of the Mutual Fund Corporation, effective August 22, 2008.

The Rollover Transaction was approved by the required majority of limited partners of the Partnership (the “Limited Partners”) at a special meeting of the Partnership held on August 22, 2008.

Limited partnership units (“Units”) of the Partnership were exchanged on a tax-deferred basis for shares of the Resource Fund with equal value pursuant to a transfer agreement dated August 22, 2008 between the Partnership and the Mutual Fund Corporation. The Limited Partners received 589,577.861 shares of the Resource Fund for each Unit held, based on a net asset value per Unit of \$13.02 of the Partnership and a net asset value per share of \$8.00 of the Resource Fund.

The Partnership had net assets of \$4,714,513.24 at the time of the transfer. The Partnership’s original subscription price in 2006 was \$25.00 per Unit resulting in an after tax return of approximately -6%. The capital gains tax liability that would arise upon disposition can be deferred by retaining the shares of the Mutual Fund Corporation.

Based in Toronto, frontierAlt Capital Corporation specializes in the manufacturing and distribution of structured products, flow-through limited partnerships and mutual funds.

For further information, please contact:

Asif Khan, Chairman & CEO, frontierAlt Capital Corporation  
(416) 623-3161  
[akhan@frontieralt.com](mailto:akhan@frontieralt.com)

Kurankye Sekyi-Otu, EVP, frontierAlt Capital Corporation  
(416) 623-3171  
[ksekyiotu@frontieralt.com](mailto:ksekyiotu@frontieralt.com)

Or visit frontierAlt Capital Corporation's website at [www.frontieralt.com](http://www.frontieralt.com). To view the documents of the Mutual Fund Corporation visit [www.sedar.com](http://www.sedar.com).

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*This news release contains certain "forward-looking statements". The statements that are not historical facts contained in this press release are forward-looking statements that involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.*