

**CERVUS LP**

**TRADING SYMBOL: CVL.UN (TSX-V)**

**Press Release**

**PARTNERSHIP: CERVUS LP**

**2008 Estimated Tax Allocation**

**FOR IMMEDIATE RELEASE: December 16, 2008, Calgary, Alberta**

Cervus LP (LP) is a publicly traded limited partnership, and as such, the taxable income of the Partnership for the year is allocated to the individual partners of record on December 31 of each year. Units held in tax deferred accounts such as RRSP's, RESP's and RRIF's are not taxable, and allocation of partnership income has no effect. Partnership units owned by individual partners that are not held in tax deferred accounts, as of the record date of December 31, will be allocated their proportionate share of taxable partnership income. The individual partners are responsible for the income taxes on their portion of this partnership income. Distributions are generally paid monthly and are considered a return of capital for income tax purposes. The taxable income allocated and the cash distributions paid will differ in timing and amount.

As part of the purchase of Northeast AG Partnership, the LP agreed to be responsible for any income taxes payable relating to the taxable income of the Partnership for the period January 1, 2008 to September 4, 2008. As a result, it is anticipated that the addition to the taxable income of the LP will be approximately \$4.4 million or \$0.47 per unit for the year ended December 31, 2008 based on the September 30, 2008 partnership units outstanding. In addition, the LP is in the process of reducing its claim for capital cost allowance for tax purposes in order to eliminate timing differences that may exist when the LP most likely converts to a corporation by December 31, 2010. This reduction in capital cost allowance is estimated to result in an additional \$0.32 per unit for the year ended December 31, 2008.

As a result, at September 30, 2008, the LP estimates Unitholder taxable income to be \$2.81 per unit, including the adjustments identified above. This estimate does not include the results of the fourth quarter of 2008.

Cervus LP acquires and manages authorized equipment dealerships in Western Canada. The partnership presently operates 14 John Deere dealerships in 13 locations in Alberta, Saskatchewan and Manitoba selling agriculture and lawn and garden equipment and 5 construction equipment dealerships in Alberta that sell Bobcat, JCB and JLG equipment. The units of Cervus LP are listed on the TSX Venture Exchange and trade under the symbol "CVL.UN".

For further information, please contact:

**Peter Lacey - President & CEO**  
Telephone: (403) 567-0339 Ext: 245  
Fax: (403) 567-0392  
Email: placey@cervuslp.com

**Randy Muth - Chief Financial Officer**  
Telephone: (403) 567-0339 Ext: 244  
Fax: (403) 567-0392  
Email: rmuth@cervuslp.com

*The TSX Venture Exchange has neither approved nor disapproved the information contained herein.*