



First Trust

Portfolios Canada

Tax Information 2009 Distribution

First Trust/Highland Capital Floating Rate Income Fund II (TSX: FHM.UN)

Unitholders will receive a T3 Supplementary slip directly from their broker or intermediary, not from the Transfer Agent, CDS or FT (NSI) Management Inc.

Please consult your tax adviser or accountant about your First Trust/Highland Capital Floating Rate Income Fund II units.

The following schedule outlines the allocation of the 2009 cash distribution for each unit:

Record Date	Payment Date	Distribution	Allocation
			Return of Capital
31-Dec-2008	15-Jan-2009	0.025000	100.00%
30-Jan-2009	13-Feb-2009	0.025000	100.00%
27-Feb-2009	13-Mar-2009	0.025000	100.00%
31-Mar-2009	15-Apr-2009	0.025000	100.00%
30-Apr-2009	14-May-2009	0.012500	100.00%
29-May-2009	-	-	100.00%
30-Jun-2009	-	-	100.00%
31-Jul-2009	-	-	100.00%
31-Aug-2009	-	-	100.00%
30-Sep-2009	-	-	100.00%
30-Oct-2009	-	-	100.00%
30-Nov-2009	-	-	100.00%
	TOTAL	0.112500	100.00%
			100.00%

The return of capital component of the distribution is a non taxable amount and will reduce the Adjusted Cost Base of the Units.

For further information, please contact our Inside Wholesalers at 416-865-8065 or 1-877-622-5552, or e-mail us at info@firsttrust.ca.

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