

First Trust New Opportunities MLP & Energy Fund (FPL)
Current and Deferred Income Tax Expenses as of 8/31/16

Net Operating Income	\$ (1,761,702) TB	Dividend and Interest less Expenses
Realized Gains/Losses	(95,085,940) TB	Short Term and Long Term Net Capital Gains
Total	(96,847,642)	
Tax Rate	35%	
Current Taxes	<u>\$ 33,896,675</u>	Current Tax Expense
Unrealized Gain/Loss	\$ 4,685,113 TB	Book Unrealized Gains
Income Taxes	79,667,883	Cumulative Tax Deferreds
Tax Adjusted Unrealized	84,352,996	
Tax Reserve	12,494,646	See discussion of Tax Reserve below
Total Deferred Tax Liability w/ Reserve	96,847,642	
Tax Rate	35%	
Deferred Tax (Expense)/Benefit	<u>\$ (33,896,675)</u>	Deferred Tax Expense
Net Assets	\$310,912,758	

Current Tax Expense	10.90%
Deferred Income Tax Expense	-10.90%

Tax Reserve:

The reserve is intended to inhibit the Fund's NAV from benefitting from excess accrued tax benefit that the fund may not be able to avail itself of. First Trust takes a conservative view fully reserving against the net benefit in an NOL situation. In the example above, book realized loss of \$96.8M is greater than tax unrealized gains of \$84.3M. The net, \$12.5M, is the reservable net benefit.