SCOTIA iTRADE®

SiT26

Auditor's Initial Statement

For Mortgage Investment Corps – MIC

Account Number | Rep Code

Account Name

Type of Account: (tick 1 box only)

☐ RSP/Locked-in RSP/LIRA/Group RSP/RLSP ☐ TFSA/Group TFSA

Auditor: "Someone who is familiar with the relevant sections of the Income Tax Act (Canada) (the "Act") and Income Tax Regulations (the "Regulations") thereunder such as an accountant and/or tax lawyer. This does not include someone who has a direct interest in the acquisition of these shares."

To: Scotia Capital Inc. ("Scotia iTRADE")

RE: Mortgage Investment Corporations (MIC) Investment by a Scotia Self-Directed Registered Plan, under which

_____ **is/will be the annuitant/holder of**
Name of Annuitant or Holder

_____ **of** _____
Description and Number of Shares **Legal Name of Corporation**

NOTE: For proper security description purposes, we require the full description of the class of shares to be acquired by the Registered Plan. We also need to know if there is special information relating to the shares, i.e. restrictions, with rights or warrants, etc.

NOTE: References to particular sections of the Act and Regulations are provided for ease of reference only. The Auditor is advised and expected to independently review all applicable law before signing this statement.

We have examined the affairs of and the shareholdings in _____
Legal Name of Corporation

and any related or associated corporations using such texts and procedures as we considered appropriate in the circumstances. In our opinion,

1) _____ is a mortgage investment
Legal Name of Corporation
corporation, the shares of which are a qualified investment for this Registered Plan within the meaning assigned by the Act and Regulations, including subsection 4900 (1)(c) of the Regulations.

2) _____, after the acquisition of _____
Name of Annuitant or Holder **Description of Shares and Amount Purchased**

of _____ by his/her Registered Plan (the "Investment") will not, directly or indirectly,
Legal Name of Corporation

including individually or in conjunction with any non-arm's length parties, own 10% or more of the shares of any class of capital stock of

_____ nor shall the Investment, in whole or in part, be a prohibited investment,
Legal Name of Corporation

as set out in the Act and Regulations, as applicable, including sections 248, 251, and 207.01 of the Act.

3) We have valued the _____ of _____,
Description of Shares **Legal Name of Corporation**

as of _____ using a method of valuation which is appropriate to the business(es) carried on by the
Date

corporation and in our opinion the fair market value of each of these shares is $ _____.

4) _____ _____
Name of Corporation (Mortgage Investment Corp Being Acquired) **Phone Number**

_____ _____
Address **Contact Person**

5) Province of Incorporation: _____

_____ ▶ _____ _____
Name & Title of Auditor (Please Print) **Signature of Auditor** **Date**

_____ _____
Auditor's Phone Number **Company/Institution**

FOR HEAD OFFICE USE ONLY: ACCEPTED BY SCOTIA CAPITAL INC.

_____ _____ _____
Internal Security Code **Date** **Authorized Signature (Scotia Capital Inc., RSP Dept.)**

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