



MEMBER INFORMATION

Name _____ Account No _____ Tax Free Savings Contract No _____

Date of Birth (dd/mm/yyyy) | | / | / | | | | Social Insurance Number | | | | | | | | | |

Address _____ City | | | | - | | | | - | | | |

Province _____ Postal Code _____ Daytime Phone Number _____

DEPOSIT INFORMATION

Amount \$ _____ Cheque enclosed **or** Debit my Account Savings Chequing Line of Credit

One Time Deposit Weekly Bi-Weekly Monthly _____ Start date _____

TFSA Transfer In from: _____

Enclosed Transfer Authorization Yes No

BENEFICIARY DESIGNATION

This form allows you to designate a successor holder or a beneficiary or **both** in your Tax-Free Savings Account ("Account").

Successor holder: Only your spouse or common-law partner, as defined in the Income Tax Act (Canada), can be a **successor holder**. In the event of your death, the name on the Account is changed to the name of the successor holder, who will continue to hold and operate the Account as their own.

Beneficiary: You can designate a **beneficiary** in your Account. In the event of your death, the beneficiary will receive the proceeds in the Account and the Account will be closed if:

1. You have not designated a successor holder, **or**
2. The designated successor holder was not your spouse or common-law partner at the time of your death or has pre-deceased you.

Important Reminder: Your designation of a successor holder or beneficiary of this Account will not be revoked or changed automatically by any future marriage, divorce or relationship breakdown. Should you wish to change your successor holder or beneficiary in the event of a marriage, divorce, relationship breakdown or for any other reason, you will have to do so by means of a new designation. You will need to complete a new designation that will revoke all previous successor holder and beneficiary designations you have made in the past for the Account referenced in this form. Therefore, if you have both a successor holder and a beneficiary designation in place for a particular tax-free savings account, you should complete and sign a new successor holder and beneficiary designation form every time you make a change to either.

I revoke any prior designation of successor holder and/or beneficiary made by me with respect to the Account.

I designate _____, my spouse or common-law partner
(Last Name) (First Name)
(if he or she survives me), to become the successor holder of the Account on my death.

I designate the beneficiary or beneficiaries named below to receive the proceeds of the Account on my death, subject to the provisions of the Account and of applicable law.

Name of Beneficiary	Relationship	Percent
_____	_____	_____
_____	_____	_____
_____	_____	_____

If the total does not add up to 100%, the remaining portion will be paid to my estate. Total _____ %

On my death, and if I do not designate a successor holder who survives me, Comtech Credit Union ("Trustee") will, upon receipt of all documentation which the Trustee may reasonably require, distribute the net proceeds of the Account in accordance with the operative beneficiary designation, if any. If no designated beneficiary survives me, the net proceeds will be paid to my estate. On making any such payment, the Trustee shall be released from all further obligations under the Account.

X _____
Signature of Account Holder Date (D/M/YYYY)

Received By and On Behalf of Communication Technologies Credit Union Limited

X _____
Employee Signature Employee # Date (D/M/YYYY)

COMMUNICATION TECHNOLOGIES CREDIT UNION LIMITED
TERMS AND CONDITIONS
TAX FREE SAVINGS ACCOUNT

We, Communications Technologies Credit Union Limited agree to act as the depository for the member who signed the application form for a Tax Free Savings Account. The following are the terms of the Communication Technologies Credit Union Limited Tax Free Savings Account:

1. Definitions

The following definitions apply:

“Qualifying Arrangement”

A deposit arrangement entered into between Communication Technologies Credit Union Limited (the issuer) and the holder, which is agreed by both parties to be filed with the Minister to be registered as a TFSA from the date it is entered into, on or before the 60th day after the year in which it was entered into; and that provides for contributions to be held on deposit for the purpose of the issuer making distributions under the arrangement to the holder. The qualifying arrangement requires that it be maintained for the exclusive benefit of the holder until death, pursuant to subsection 146.2(2)(a) of the Income Tax Act; prohibits, while there is a holder of the arrangement, anyone that is neither the holder nor the issuer of the arrangement from having rights relating to the amount and timing of distributions and the investing of funds in accordance with subsection 146.2(2)(b); and prohibits anyone other than the holder from making contributions pursuant to subsection 146.2(2)(c) of the Income Tax Act; and which permits distributions to be made to reduce the amount of tax otherwise payable by the holder pursuant to subsection 146.2(2)(d) under section 207.02 or 207.03 of the Income Tax Act; and which provides for the transfer of all or any part of the property held in connection with the arrangement to another TFSA of the holder, under subsection 146.2(2)(e); and which complies with prescribed conditions subsection 146.2(2)(g) of the Income Tax Act.

“Holder”

The accountholder who has signed the application for the qualifying arrangement with the issuer until his/her death; and, at and after the death of the holder, the holder's survivor acquires all of the holder's rights of the arrangement, including an unconditional right to revoke any beneficiary designation made, or similar direction imposed, by the holder under the arrangement or relating to property held in connection with the arrangement; and becomes the holder of the arrangement at that time.

“Issuer”

Communication Technologies Credit Union Limited, the credit union with which the holder has the arrangement.

“Survivor”

An individual who is, immediately before the accountholder's death, a spouse or common-law partner of the accountholder, who becomes the holder.

“Deposit Amount”

Any amount credited to and held on deposit under the arrangement; subject to the contribution limit (TFSA dollar limit) as defined by law. The deposit amount is not deductible for income tax purposes; and interest on money borrowed to deposit in a TFSA is not tax deductible. The income generated on such deposit however is deemed not to be received by the holder solely because of that crediting, thereby is not subject to income tax by the holder.

“Distribution”

A payment out of or under the arrangement in satisfaction of all or part of the holder's interest in the arrangement.

“Income Tax Act”

The Income Tax Act of Canada, and regulations thereto, as amended from time to time.

2. Filing

We will file an election with the Minister of National Revenue to register the account as a Tax Free Savings Account under your Social Insurance Number as required under subsection 146.2 of the Income Tax Act on or before the 60th day after the year in which the arrangement is entered into.

3. Deposits subject to TFSA Dollar Limit

We will maintain all deposits made to your account, and any income earned on these deposits, for the exclusive benefit of the accountholder, as outlined in this terms and conditions and as required under the Income Tax Act. Amounts deposited to all qualifying accounts held by you are subject to the limit of \$5,000 in 2009; indexed to inflation and rounded to the nearest \$500 in subsequent years, or as amended by federal regulation or law from time to time. Unused deposit room can be carried forward to later years.

4. Investments

All deposits and other amounts properly transferred into your account will be deposited with the Credit Union as directed by you.

5. Other Benefits

We cannot give you or any person related to you any benefit or advantage if the benefit or advantage is conditional upon the existence of your account, other than those described in the Income Tax Act. The holder of a TFSA may use the holder's interest or, for civil law, right in the TFSA as security for a loan or other indebtedness if (a) the terms and conditions of the indebtedness are terms and conditions that persons dealing at arm's length with each other would have entered into; and (b) none of the main purposes for that use is to enable a person (other than the holder) or a partnership to benefit from the exemption from tax under this Part of any amount in respect of the TFSA.

6. Transfers to and from Other Accounts

Upon receipt of written authorization, in the format approved; we will directly transfer all or part of the account deposits, together with all the information necessary to another approved tax free savings account (TFSA) of the AccountHolder, or to another TFSA, the holder of which is a spouse or common-law partner or former spouse or common-law partner where the individuals are living separate and apart at the time of the transfer, and where the transfer is made under a decree or written separation agreement in settlement of rights arising out of or on the breakdown of the marriage or common-law partnership in accordance with subsection 146.2(2)(e) of the Income Tax Act.

7. Distributions and Excess Contributions

An amount withdrawn from the account in a calendar year and any distribution made pursuant to subsection 207.01 of the Income Tax Act. Amounts withdrawn in one calendar year may be added to the contribution room for TFSA dollar limit purposes to the next calendar year. You may be required to await expiry of the investment term of a fixed rate deposit prior to being able to withdraw.

8. Investment Income

All interest paid by the issuer on deposits made to the account; such investment income will not be subject to income tax.

9. Designation of Spouse Survivor as Successor Holder

If permitted by applicable law, you may designate your spouse or common law partner, upon your death, to acquire all rights as accountholder, including the unconditional right to revoke any beneficiary designation made, or similar direction imposed by you under the terms of this account or relating to property held in connection with this account. If payments are made from the arrangement to a survivor of the holder within the two-year period (the rollover period) ending on the second anniversary of the holder's death, the survivor may contribute up to an equivalent amount to his or her own TFSA within that same period, without affect the survivor's TFSA contribution room.

10. Cessation of the qualifying arrangement as a TFSA

This account will cease to be a TFSA on the occurrence of any of the following events: (a) the last holder of the TFSA dies; (b) the arrangement ceases to be a qualifying arrangement as defined in subsection 146.2(1) of the Income Tax Act; and (c) the arrangement is not administered in accordance with the conditions in subsection 146.2(2). Pursuant to subsection 146.2(8) if a deposit ceases, at a particular time, to be a TFSA (a) the holder is deemed to have disposed of the deposit immediately before the particular time for proceeds equal to its fair market value immediately before the particular time; and (b) each person who has an interest or, for civil law, a right in the deposit at the particular time is deemed to acquire the interest at the particular time at a cost equal to its fair market value at the particular time.

11. AccountHolder Responsibilities

It is your responsibility to: (a) ensure that your social insurance number and date of birth as recorded on your application are accurate; (b) keep us advised, in writing, at all time of any changes of your address; (c) contributions to the account by a holder who is a non-resident of Canada becomes subject to the provisions of subsection 207.03 of the Income Tax Act; and (d) ensure that contributions to your account do not exceed your TFSA dollar limit in any calendar year.

12. Notices

Any notice give by the holder shall be sufficiently given if mailed postage prepaid, addressed to the issuer at any of its offices and shall be deemed to have been given on the date that such notice is received by the issuer. Any notice, statement or receipt given by the issuer to the accountholder shall be sufficiently given if mailed, postage prepaid addressed to the accountholder at the address of the accountholder set out in the application of the account, unless the accountholder has notified the issuer of a new address, in which case the notice shall be addressed to the accountholder at the last address for such purposes so notified and shall be deemed to have been given on the date of mailing.

13. Arrangement Amendments

We may from time to time amend the account provided that notice of such amendment is given to the accountholder and that such amendments comply with provisions of the Income Tax Act, Canada with respect to Tax Free Savings Accounts. Your account will be considered to have been amended to conform to such changes effective the date such changes come into force.

14. Limits of our Liability

We shall not be liable for loss or damage suffered or incurred by your account, by you or by any beneficiary designated by you, unless caused by, or resulting from our dishonesty, negligence, willful misconduct or lack of good faith.