

COMPANION POLICY APPENDIX D

[Name of Firm]
Annual Charges and Compensation Report

Client name
Address line 1
Address line 2
Address line 3

Your Account Number: 123456

This report summarizes the compensation that we received directly and indirectly in 20XX. Our compensation comes from two sources:

1. What we charge you directly. Some of these charges are associated with the operation of your account. Other charges are associated with purchases, sales and other transactions you make in the account.
2. What we receive through third parties.

Charges are important because they reduce your profit or increase your loss from investing. If you need an explanation of the charges described in this report, your representative can help you.

Charges you paid directly to us

| | | |
|---|-------|--------------|
| RSP administration fee | \$100 | |
| Total charges associated with the operation of your account | | \$100 |
| Commissions on purchases of mutual funds with a sales charge | \$101 | |
| Switch fees | \$45 | |
| Total charges associated with transactions we executed for you | | \$146 |
| Total charges you paid directly to us | | \$246 |

Compensation we received through third parties

| | | |
|---|-------|--------------|
| Commissions from mutual fund managers on purchases of mutual funds (see note 1) | \$503 | |
| Trailing commissions from mutual fund managers (see note 2) | \$286 | |
| Total compensation we received through third parties | | \$789 |

Total charges and compensation we received in 20XX **\$1,035**

Notes:

1. When you purchased units of mutual funds on a deferred sales charge basis, we received a commission from the investment fund manager. During the year, these commissions amounted to \$503.
2. We received \$286 in trailing commissions in respect of securities you owned during the 12-month period covered by this report.

Investment funds pay investment fund managers a fee for managing their funds. The managers pay us ongoing trailing commissions for the services and advice we provide you. The amount of the trailing commission depends on the sales charge option you chose when you purchased the fund. You are not directly charged the trailing commission or the management fee. But, these fees affect you because they reduce the amount of the fund's return to you. Information about management fees and other charges to your investment funds is included in the prospectus or fund facts document for each fund.

Our current schedule of operating charges

[As part of the annual report of charges and compensation, registrants are required to provide their current operating charges that may be applicable to their clients' accounts. For the purposes of this sample document, we are not providing such a list.]