

Valuable Tax Information for 2007

Filing deadline:
April 30, 2008



Waterhouse

Wealth of Experience

What's New for 2007

T5013/T5013A

Canada Revenue Agency (CRA) has introduced new forms for Limited Partnership reporting. The T5013A will be used by tax sheltered partnerships and T5013 will be used by non-tax sheltered partnerships. TD will report according to the instructions provided by each respective partnership.

Changes to Trading Summary

The grand totals referred to as "Account Totals" have been removed from the Trading Summary. These totals should not be used to calculate gains or losses when completing your tax return and therefore we removed them to avoid confusion. Some Mutual Fund switches have been removed from the Trading Summary, as they were identified as being non-taxable.

Pending Trust Summary

Enhancements have been made to the Pending Trust Summary to notify you of the reporting cut-off dates for each Trust Unit mailing run. The disclaimer has also been changed to provide further notification that if a trust unit has special processing requirements or notional payments, it may not be included in the run even if the factors are known at the time of the run.

eServices

If you are an eServices client, you will no longer receive printed CRA or MRQ (Revenue Quebec) slips by mail. Your slips will be available on-line. For Internal Revenue Service (IRS) slips, and Limited Partnership Units, you will receive slips by mail as well as be able to view them online at <http://www.tdwaterhouse.ca/eservices/index.jsp> (you will need to be signed into WebBroker and registered for eServices to use this facility).

RSP Age Limit Changed from 69 to 71

The 2007 federal budget announced legislative changes enabling individuals to open an RSP account, and/or continue to contribute to an existing RSP plan, until December 31st of the year in which the plan holder turns 71. These legislative changes provide you with enhanced retirement savings and income options, while allowing you to continue to enjoy the benefits of tax-deferred growth on funds that remain within your RSP.

TD Waterhouse tax slip distribution dates

REGISTERED ACCOUNTS

Form	Purpose of Form	Mailed No Later Than
RSP Contribution Receipts	All RSP Contributions	Receipts for contributions made between March 2, 2007 and December 31, 2007 will be mailed mid-January 2008. Receipts for contributions from January 1, 2008 to February 29, 2008 will be mailed at the end of each week beginning January 10, 2008.
NR4 (RSP)	Non-resident RSP De-registration	March 31, 2008
NR4 (RIF)	Non-resident RIF De-registration	March 31, 2008
T4RSP	Withdrawals from RSP	February 29, 2008
T4RIF	Withdrawals from RIF	February 29, 2008
Relevé 2	Quebec - submitted with T4RSP/T4RIF	February 29, 2008
Relevé 7	QSSP activity	February 29, 2008
T4A/Relevé 1	RESP withdrawals	February 29, 2008

NON-REGISTERED ACCOUNTS

Form	Purpose of Form	Mailed No Later Than
T3/R16 (Mutual Funds)	Income Distribution and Return of Capital Distributions on Mutual Funds	Mailed by fund company by March 31, 2008
T5	Dividend and Interest Income equal to or greater than \$50	February 29, 2008
T5	All Split Share Income	February 29, 2008
Relevé 3	Quebec - submitted with T5	February 29, 2008
T3 (Trust Units)	Trust Unit Income	Mail dates between March 1, 2008 and March 31, 2008
R16 (Trust Units)	Quebec - submitted with T3	Mail dates between March 1, 2008 and March 31, 2008
T5013/T5013A	Limited Partnership Income	Mail dates between February 29, 2008 and March 31, 2008
Relevé 15	Quebec - submitted with T5013/T5013A	Mail dates between February 29, 2008 and March 31, 2008
NR4	Distributions to non-residents	March 31, 2008
Annual Trading Summaries	For clients who were issued a T5 or NR4	Mailed with T5 or NR4
1099 INT	U.S. person receiving Interest Income	January 31, 2008
1099 B Substitute	U.S. person receiving Proceeds of Sale	January 31, 2008
1099 DIV	U.S. person receiving Dividend Income	January 31, 2008
1042 S	Issued to flow-through entities including Simple and Grantor Trusts, Partnerships reporting U.S. Source Income*	March 14, 2008

*For Internal Revenue Service reporting, if you are being charged the maximum tax rate of 30% and live in a treaty country you may be able to reduce your tax paid by providing TD Waterhouse with the required documentation. Contact your account representative for more information.

Reminder:

- Tax receipts (T5/T3) are issued only if the combined income is \$50.00 or greater. You are required to report amounts under \$50.00 but no receipt will be issued.
- Income from trusts will be reported on a consolidated basis as we receive tax factors from the respective trusts.
- If you have trust units that are still pending you will receive a summary advising you which securities have not reported. You must wait for these to report before filing your tax return.
- Limited partnerships will be reported on an individual basis as we receive tax factors from the respective partnerships.

Frequently asked questions (FAQ)

Q. How can I defer the tax on my U.S./Foreign spin-offs?

A. As a Canadian resident shareholder, you may be able to elect to defer being taxed on the spin-off shares by having the value of the spin-offs excluded from your taxable income for the year. EFILE and NETFILE cannot be used to file the return for the tax year to which the election relates. For more information, please visit the CRA website:

<http://www.cra-arc.gc.ca/tax/business/topics/foreign-e.html>

Q. Can an NR4 be amended to reduce withholding tax?

A. No. Non-resident tax that has been withheld is remitted to CRA on a monthly basis. CRA has advised us that an NR4 cannot be amended if non-resident tax was withheld in error. In such a situation, you should file the NR4 with your Canadian tax return and CRA will make the adjustment. Non-residents can claim a refund by filing an NR7R application.

Q. Can I make a spousal RSP contribution online?

A. No. Contributing online using EasyWeb or WebBroker, will deposit to your individual RSP account and not your spousal account. Please contact your local TD Waterhouse Office or visit a TD Canada Trust branch if you would like to make a spousal RSP contribution.

Q. How will I know if a dividend is eligible or non-eligible?

A. Eligible dividends are reported in box 24 on your T5 and box 49 on your T3. Ineligible dividends will be reported in box 10 on your T5 and box 23 on your T3.

Q. How will I know when I have received all my T3 slips for trust units?

A. Each tax package has a “Pending Trust Summary” which lists the trust units that you hold but have not yet reported their tax factors or the tax factors reported required manual input.

If a pending trust summary is not included in your tax package, this means that you have received all of your T3 tax slips for trust units held within your TD Waterhouse account(s) for 2007.

Q. Will TD Waterhouse issue all my Limited Partnership Unit tax receipts for 2007?

A. Not necessarily. Some Limited Partnerships issue their own tax receipts directly to shareholders. Please refer to your month-end account statements to ensure that you have received all your Limited Partnership Unit tax receipts before you file your tax return.

Important dates to remember:

February 29, 2008 - Last day for 2007 RSP contributions

April 30, 2008 - Last day to file your 2007 tax return without possible penalty*

June 16, 2008 - Last day to file your 2007 tax return if you are self-employed without possible penalty*

***Note:** You are required to file by these dates if you owe taxes, even if you don't have all your tax slips. Should you file late, you will be subject to a late payment penalty of 5% of the balance owing and interest of 1% of the balance for each month that your return is late.

For more information

- For information about Canadian tax filing, visit the Canada Revenue Agency (CRA) website at www.cra-arc.gc.ca
- For information about U.S. tax filing, visit the Internal Revenue Service (IRS) website at www.irs.gov
- We recommend that you contact your Tax Advisor if you have any questions relating to your personal circumstances.

How TD Waterhouse can help you:

Call TD Waterhouse at the number on your account statement for help with the following:

- **If you lose or do not receive the tax slip(s) for your TD Waterhouse account(s).**
- **If your tax slip is incorrect**, call us with the correct information, and we will send you a corrected version.

During March and April 2008, individual amendments to 2007 tax slips can be completed within three business days. Amendments to tax slips for prior years can be completed within seven business days.



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