

2006 Tax Reporting Guide

Renaissance Mutual Funds

Talvest Mutual Funds

Axiom Portfolios

Sequence Portfolios

Frontiers Pools

Segregated Funds
(Synchrony Funds and
Talvest Partnership Series)

Labour-Sponsored
Investment Funds
(CMDF and Axis)



CIBC
Asset Management

Your Guide To 2006 Tax Reporting

This brochure summarizes the tax information you may receive for your investments in mutual funds managed or administered by CIBC Asset Management Inc., depending on the type of account and investment that you hold. We hope you will find this brochure useful when preparing your 2006 income tax return.

Capital Gains/Losses

50% of all realized capital gains (net of any capital losses) are to be included in your income.

Tax Documents You May Receive

Non-Registered Accounts

The following are the tax forms that you may receive from CIBC Asset Management Inc. for use when completing your 2006 income tax return:

- T3 – Statement of Trust Income Allocations and Designations
- NR4 – Statement of Amounts Paid or Credited to Non-Residents of Canada

In addition, Quebec residents may receive:

- Relevé 16 – Revenus de fiducie (Trust Income)

T3/Relevé 16 – Statement of Trust Income Allocations and Designations

- The T3/Relevé 16 report various types of income distributed to you from the funds, which are categorized in different boxes (e.g. Capital Gains, Dividends, Interest, Foreign Non-Business Income, etc.).
- The capital gains information reported on your T3/Relevé 16 is the result of the sale of securities within a fund.
- You should use your T3 when completing Schedule 4, Statement of Investment Income, and Schedule 3, Capital Gains (or Losses) of your federal income tax return. The Relevé 16 is used for your Quebec income tax return, if applicable.
- The federal dividend tax credit is now calculated using two different rates, depending on the source of the dividends. Certain dividends received from qualified corporations are considered "eligible dividends" and qualify for the dividend tax credit at a higher rate. Dividends that qualify for the lower rate are referred to as "dividends other than eligible dividend". As a result, three new boxes have been added on the T3 to report this information, Box 49, Box 50 and Box 51; and on the Relevé 16, Box C 1 and Box C 2.

Note: For Québec residents only, the provincial figures (Relevé 16) may differ from federal figures (T3) due to different effective dates associated with the new Quebec and federal dividend taxation rules.

- The figures listed above your T3/Relevé 16 summarize the income by fund. The totals of each of the columns in the summary correspond to the totals in the T3/Relevé 16 boxes.
- Any amount entered under “Box 42” on the T3 or “Box M” on the Relevé 16 represents a return of capital from a fund, which may result in a reduction in your average cost. Return of capital must be considered when calculating the adjusted cost base of your investment, which will in turn affect the calculated gain or loss when the investment is sold.
- In the case of accounts holding the following U.S. dollar value funds, all transactions must be reported in Canadian dollars for Canadian income tax purposes: Talvest Global Science & Technology Fund, Talvest U.S. Equity Fund, Renaissance U.S. Equity Value Fund, Renaissance U.S. Equity Growth Fund and Renaissance U.S. Money Market Fund. As a result, your T3/Relevé 16 has been issued in Canadian dollars.

Year-end Account Statements

Securities transactions made during the year are shown on your year-end account statement. Dispositions are disclosed to the Canada Revenue Agency and, in addition, for residents of Quebec, to the Ministère du Revenu du Québec, on a yearly basis. These transactions are to be reported on your annual income tax return. Please retain your account statement for income tax purposes, as no other form is issued. Details on gains, losses and average cost are also provided for your information only.

NR4 – Statement of Amounts Paid or Credited to Non-Residents of Canada

The NR4 shows amounts paid or credited to a non-resident recipient during the year and taxes withheld. The value of distributions reported on your NR4 may differ from the total value of distributions that are shown on your account statements due to return of capital distributions, which are not required to be reported on an NR4, in accordance with Canadian taxation laws.

Joint Account Holders

- For each non-registered account jointly held, only one account owner’s Social Insurance Number appears on the T3/Relevé 16. The account is identified as being jointly held by the number “2” found in the Beneficiary Code on the T3 and in the “Type” box of the Relevé 16.
- If the income is to be split between the two joint owners of the account, you should indicate the other joint owner’s name, Social Insurance Number and the percentage to be allocated on the copy of the slip filed with your income tax return (e.g. 50% to joint owner John Doe, SIN 123-456-789).
- Generally, income is split between joint owners based on how much each joint owner contributed to the account.

Registered Accounts

You may receive either contribution receipts or withdrawal slips for registered accounts, as applicable.

Withdrawal Slips

- T4RSP – Statement of Registered Retirement Savings Plan Income
- T4RIF – Statement of Income from a Registered Retirement Income Fund
- T4A – Statement of Pension, Retirement, Annuity and Other Income (For Registered Education Savings Plans)

In addition, Quebec residents may receive:

- Relevé 2 – Revenus de retraite et rentes (Retirement and annuity income)
- Relevé 1 – Revenus d’emploi et revenus divers (Employment and other income) For Registered Education Savings Plan.

Contribution Receipts

- RSP contribution receipts

In addition, investors contributing to labour-sponsored investment funds may receive:

- T5006 – Statement of Registered Labour-Sponsored Venture Capital Corporation Class A Shares
- For residents of Ontario: LSIF Tax Credit Certificate – Statement of Registered Labour Sponsored Investment Fund Class A Shares
- For residents of New Brunswick: NB-LSVC-1 – Statement of Registered Labour-Sponsored Venture Capital Corporation Class A Shares
- For residents of Nova Scotia: NSLSV – Statement of Registered Labour-Sponsored Venture Capital Corporation Class A Shares

Please Note:

This brochure has been prepared to assist account holders with tax reporting information and is intended only as a general guideline. You should refer to the applicable tax legislation and regulations for more definitive guidance, or alternatively contact your tax advisor. If you have questions regarding the tax forms you received from CIBC Asset Management Inc., please contact us at **1-888-888-3863**.

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TAX DOCUMENTS ISSUED BY CIBC ASSET MANAGEMENT

	Renaissance Mutual Funds Axiom Portfolios	Talvest Mutual Funds Sequence Portfolios Segregated Funds Labour-Sponsored Investment Funds
Non-Registered accounts	Target mailing dates	Target mailing dates
T3 and Relevé 16	Week of February 26, 2007.	Week of February 26, 2007.
NR4	Week of February 19, 2007.	Week of February 26, 2007.
Client Account Statement: includes details of transactions during the year and reports the realized capital gains/losses information, if any, resulting from these transactions.	End of January 2007.	Week of February 12, 2007.
Registered accounts	Target mailing dates	Target mailing dates
Consolidated receipt for RRSP contributions since March 2, 2006.	Contributions from March 2, 2006 to December 31, 2006: Week of February 12, 2007.	Week of January 29, 2007.
Receipt for RRSP contributions made in the first 60 days of the current calendar year	Weekly basis, starting from week of February 12, 2007.	Weekly basis starting from week of February 12, 2007.
T5006 and provincial tax credit certificates	N/A	According to the same schedule as above for RRSP contribution receipts.
T4RSP, T4RIF, Relevé 2, T4A and Relevé 1	Week of February 12, 2007.	Week of February 26, 2007.
CIBC Asset Management mutual fund T3/T4RSP/T4RIF/Relevé 16/Relevé 2 and contribution receipts are each consolidated at the account level on one slip for all funds.		

For any marketing material requests, you may submit all your orders by phone at 1-888-888-3863 or by fax at 1-888-385-9620.

Should you require further information on this or any other CIBC Asset Management matter, please feel free to contact our Client Services Department at 1-888-888-3863. One of our representatives will be pleased to assist you.