

INFORMATION REGARDING FOREIGN ASSETS

The Canada Revenue Agency has specific reporting requirements for the ownership of foreign property having a total cost exceeding \$100,000 (CDN).

Properties to be reported include:

- Foreign bank accounts
- Rental property located outside Canada
- Investments (whether via equity or loan) in foreign companies, trusts, partnerships and other Foreign entities (even if held by a Canadian broker)
- Options to acquire any of the above types of property
- Property convertible into any of the above types of property

Properties not to be reported include:

- Foreign property held in an R.R.S.P.
- Property used primarily for personal purposes
- Property used exclusively in an active business

If you owned certain property outside of Canada totaling more than \$100,000, as described above, at any time during 2005, it may be necessary for you to declare such ownership in your tax return. There are substantial fines and penalties for non-compliance.