



Sterling Mutuals Inc.  
Client Disclosure

Sterling Mutuals Inc. is a mutual fund dealer licensed to sell mutual funds in certain provinces. Fund expenses, investor expenses, and all commissions paid to our firm as a result of your mutual fund transactions are summarized in the simplified prospectus for each fund. By law, your advisor must provide you with a current prospectus for each fund purchased. We recommend that you read this document.

The Investor:

This statement confirms that I have been fully informed regarding the purchase of mutual funds/investment funds through Sterling Mutuals Inc., as follows:

I understand that a purchase fee (or front end load) may be deducted from my investment by the fund management company - and that this fee will be paid to Sterling Mutuals Inc. and my financial advisor. I understand that, in the absence of a front-end load, a deferred sales charge (DSC) may apply. DSC purchases result in an up front commission paid by the fund management company to Sterling Mutuals Inc. and my financial advisor. If I sell out of a “fund family” within five to eight years of an original DSC purchase, I understand that I may be charged a redemption fee.

I acknowledge that the fund management companies with which I am invested may pay, to Sterling Mutuals Inc. and my financial advisor, a portion of the management fee in the form of a service or trailing fee. I understand that this fee is payable so long as my investments remain with the respective fund management companies.

I understand that the mutual funds recommended to me by my advisor are based on my objectives (i.e. return target) and constraints (i.e. risk tolerance, time horizon, cash/income needs, tax considerations, legal and other relevant circumstances) as communicated by me.

I understand that past performance is no indication of what may happen in the future. I also realize that no rates of return can be guaranteed to me for any investment fund.

If I have purchased a labour sponsored investment fund (LSIF), I understand that these are speculative investments that are only appropriate for those willing and able to commit to the investment for a minimum of eight years. I acknowledge that LSIFs generally carry higher fees than most mutual funds; have many inherent uncertainties relating to valuation; and that substantial losses may occur.

If I have borrowed money to invest, I acknowledge that I have done so on my accord. I understand the risk associated with borrowing to invest and I hold Sterling Mutuals Inc. and my financial advisor harmless of any losses whatsoever.

---

**Client Signature**