

Welcome to BMO InvestorLine Trust Account Declaration Form

Name of Trust:

Account Number:

The Internal Revenue Service (IRS) defines three types of trusts: complex, simple and grantor.

The definitions of the three types of U.S. trusts do not have exact equivalents in Canada.

Consequently, it is necessary to review the terms of the trust agreement or obtain that information from the trustee in order to identify the type of trust.

All formal Canadian trusts need to be interpreted into one of the three U.S. categories.

Informal or "In Trust For" accounts are not considered trusts for U.S. documentation purposes and the contributor of the account must be documented as an individual.

In IRS terms all trusts organized outside of the United States are foreign trusts.

**A GUIDELINES**

The following guidelines are offered to assist you in filling out this form. However, they are not intended to convey or constitute legal advice. BMO InvestorLine encourages you to obtain independent legal advice to assist you with any questions or ambiguities regarding the below guidelines.

**Grantor Trust:**

Grantor trusts are organized for the benefit of the settler (contributor). That is, the settler is one of the beneficiaries on the account.

*Examples of a Grantor Trust: A trust of this type may be established to facilitate income splitting, or to manage the affairs of someone who is ill or traveling out of the country.*

**Simple Trust:**

Simple trusts are dependent on a clause in the trust document requiring that beneficiaries be paid the income earned within the trust on an annual or more frequent basis.

*Example of a Simple Trust: A trust that is set up to provide income to the beneficiaries.*

**Complex Trust:**

In this classification the trust is considered as the beneficial owner. The income earned within the trust does not pass immediately to the beneficiaries but remains in the trust until some future date or event.

*Examples of a Complex Trust: A trust set-up for children until they reach a certain age. Or, the income in the trust is used for some specific purpose such as a building fund or scholarship fund. Other examples of this category are an estate and a mutual fund trust.*

**B ACKNOWLEDGEMENT**

Using the definitions above, review the terms within your trust agreement and make the applicable selection below:

Complex Trust  Grantor Trust  Simple Trust

Authorized Trading Officer's Signature \_\_\_\_\_

Name of Authorized Trading Officer (Print)

Date YY/MM/DD