

FORM 1

**APPLICATION FOR AUTHORIZATION TO ACCEPT
DEPOSITS WITHOUT BEING A MEMBER INSTITUTION OF
THE CANADA DEPOSIT INSURANCE CORPORATION**

**FOR A BANK THAT IS A MEMBER INSTITUTION OF
THE CANADA DEPOSIT INSURANCE CORPORATION**

Part A: General Applicant Information

1. Provide the full legal name of the applicant, including any form of that name in the other official language of Canada:

2. Provide the full name, title or office, address, telephone number and facsimile number of an officer of the applicant who is designated to represent the applicant with respect to this application:

3. Provide the full legal name(s), address(es), telephone number(s) and facsimile number(s) of the external auditor(s) of the applicant together with similar particulars of a representative of the external auditor(s) who may be contacted by CDIC:

4. If the applicant is controlled by a corporation or other entity, provide the full legal name of the applicant's controlling corporation or entity and the addresses of its head office and executive office (if different):

Part B: Existing Deposits and Confirmations

Note: In this part of the application:

"deposits" has the meaning given by subsection 26.01(3) of the CDIC Act; and

"information date" means the date as at which the deposit information requested in section 6 below is reported, being not more than one week before the date of the application or the relevant updating.

5. By making this application, the applicant confirms that:
1. it is not affiliated with any CDIC member institution; and
 2. any deposits payable in Canada denominated on the information date in a currency other than Canadian currency were, for the purpose of the application, treated as if converted to Canadian currency as of the information date in accordance with the provisions of the Exemption from Deposit Insurance By-law (Exchange Rate).
6. The applicant must provide the following information:
1. The sum of all deposits that are less than \$150,000 and payable in Canada expressed in Canadian currency that are held by the bank as at the information date:

2. The sum of all the deposits payable in Canada expressed in Canadian currency that are held by the bank as at the information date:

3. The amount reported in (a) expressed as a percentage of the amount reported in (b) [i.e., $(A / B) \times 100$]:

4. If the percentage reported in (c) is not less than 1%, the applicant must provide the plan

(including time lines) under which it will meet the requirement of paragraph 26.03(1)(b) of the CDIC Act.

Part C: Notices to Depositors

Note: In this part of the application:

"deposits" has the meaning given by subsection 26.01(1) of the CDIC Act.

7. The applicant must provide the following information and documentation:
 1. A specimen of each type of notice and acknowledgement and all attachments proposed to be given to depositors in accordance with paragraph 26.03(1)(c) of the CDIC Act; and
 2. A summary of the proposed method(s) and date(s) of issue of each type of notice and acknowledgement to be given by the applicant to depositors.

Part D: Assumption of Deposits

Note: In this part of the application:

"deposits" has the meaning given by subsection 26.01(2) of the CDIC Act.

8. The applicant must provide the assumption agreement(s) with member institution(s) for each deposit for which no acknowledgement or request for payment of the deposit has been received in accordance with paragraph 6 of the General Requirements section of this Application.

Part E: Return of Insured Deposits

9. The applicant represents and confirms that as of the date of this application, it has filed all returns of insured deposits (including amended returns) required under the CDIC Act, that all such returns are complete and accurate and that it has paid all premiums and other sums due to CDIC. The applicant acknowledges and agrees that, in the event the authorization applied for herein is granted, the applicant shall not be entitled to any rebate of premium (or interest thereon) relating to any period after the applicant's policy of deposit insurance is cancelled.

Part F: Authorizations and Consents

10. Attach a certified copy of a resolution of the board of directors of the applicant approving the making of this application and its contents.
11. The applicant consents to the release to CDIC of any document or information provided by or on behalf of the applicant to any regulatory authority, the Bank of Canada or the Department of Finance, and undertakes to provide or cause to be provided such other consents to the release of documents as CDIC may request in connection with this application.

12. The applicant consents to the release to any regulatory authority, the Bank of Canada or the Department of Finance of any document or information provided by the applicant to CDIC, and undertakes to provide or cause to be provided such other consents to the release of documents by CDIC as may be requested by any regulatory authority, the Bank of Canada or the Department of Finance in connection with this application.

Dated at _____ this _____ day of _____, 19

[Signature]

[Title or office]

Warning: The CDIC Act provides that every director, officer, employee or agent of a bank or company and every auditor thereof who prepares, signs, approves or concurs in any account, statement, return, report or document respecting the affairs of the bank or company required to be submitted to CDIC pursuant to the CDIC Act or CDIC's By-laws and that contains any false or deceptive information is guilty of an offence. Any member institution and any person who commits an offence under the CDIC Act is liable, on summary conviction, to: (a) in the case of a natural person, to a fine not exceeding \$100,000 or to imprisonment for a term not exceeding twelve months, or to both; or (b) in any other case, to a fine not exceeding \$500,000.