



T-Class on CIBC Managed Portfolios

Meeting your need for tax-efficient cash flow

Why T-Class?

T-Class helps satisfy cash flow needs with the choice of three annual, targeted options paid monthly: Class T4 (4%), Class T6 (6%) and Class T8 (8%).

How T-Class works

T-Class cash flows generally include income generated by the underlying securities in the portfolio as well as a possible return of capital (ROC) component, which is a top-up, if necessary, to meet the annual cash flow target.

Return of Capital (ROC) refers to a portion of your original investment paid out that is not considered ordinary income, dividends or a capital gain. It is generally not taxable when received, but reduces the adjusted cost base¹ of the units held in an investment, resulting in potentially higher capital gains when the units are sold.

Adjusted Cost Base¹ (ACB) is an amount used when calculating capital gains or losses for income tax purposes when selling units. The ACB is deducted from the proceeds of sale to determine the capital gain or loss. In this case, it refers to the original cost of the units plus the amount of reinvested distributions less return of capital distributions.



Key benefits

Multiple payout options available

With multiple payout options, you can tailor your investments to meet your cash flow needs through three annual payout options, paid monthly.

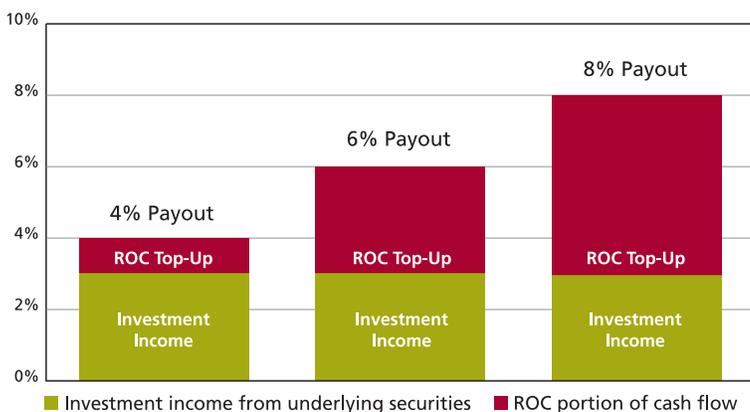
Growth potential

Provides a monthly payout while participating in the capital markets. This offers you the best of both worlds without a trade-off between income generation and capital growth.

Tax-efficiency

T-Class is a tax-efficient cash flow solution that allows you to potentially defer tax on return of capital distributions. Distributions can include dividends, capital gains and/or ordinary income, but may also include tax-efficient return of capital.

Generating cash flow with T-Class



Assuming a 3% investment income that is comprised of capital gains, dividends and interest income.

Tax-efficient solution

This table shows the impact of income tax on \$10,000 of various types of investment income. With T-Class, ROC distributions are tax-deferred in the year that they are received, allowing investors to retain a greater portion of their income on an after-tax basis.¹

Description	Return of Capital	Interest	Capital Gains	Eligible Dividend Income	RRSP or RRIF Withdrawals
Dollars received	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
Marginal tax rate	0%	46%	23%	23%	46%
Income tax	—*	\$4,600	\$2,300	\$2,300	\$4,600
What you keep	\$10,000	\$5,400	\$7,700	\$7,700	\$5,400

*Income tax in year of distribution. Future capital gains taxes may be payable as ACB is reduced.
Tax rate assumptions: 46% marginal tax rate.

Features of T-Class

Choice

You have the choice of three annual, targeted cash flow options paid monthly: Class T4 (4%), T6 (6%) and T8 (8%).

Flexibility

T-Class units are designed to provide the flexibility necessary to meet your unique cash flow needs. Should your needs change, you have the opportunity to convert from one cash flow option to another without triggering capital gains.

Availability

Now available through CIBC Managed Portfolios and CIBC U.S. Dollar Managed Portfolios.

For more information, visit your CIBC advisor or call 1-800-465-3863.



¹ Your adjusted cost base will be reduced by the amount of any return of capital. If your adjusted cost base goes below zero, then you will realize immediate capital gains on the amount below zero.

For Class T4, Class T6, and Class T8 units, the Portfolio expects to distribute net income monthly. At the end of each month, the Portfolio will distribute an amount equal to approximately one-twelfth of 4% on Class T4 units, approximately one-twelfth of 6% on Class T6 units, and approximately one-twelfth of 8% on Class T8 units of the net asset value per unit on the last day of the previous calendar year (or, if no units were outstanding at the end of the previous calendar year, the date on which the units are first available for purchase in the current calendar year). The monthly distribution rates may be adjusted from time to time at our discretion. If the annual amount distributed exceeds the Portfolio's net income and net realized capital gains, such excess will constitute a return of capital. The payment of distributions is not guaranteed and may fluctuate. T-Class distributions should not be confused with a Portfolio's performance, rate of return or yield. If distributions paid by the Portfolio are greater than the performance of the Portfolio, then the original investment will decline. Distributions paid as a result of capital gains realized by a Portfolio and income and dividends earned by a Portfolio are taxable in clients' hands in the year they are paid. CIBC Securities Inc. is a wholly-owned subsidiary of CIBC and is the principal distributor of the CIBC Mutual Funds and CIBC Family of Managed Portfolios. The CIBC Family of Managed Portfolios consists of CIBC Managed Portfolios and CIBC U.S. Dollar Managed Portfolios. The CIBC Family of Managed Portfolios are mutual funds that primarily invest in CIBC Mutual Funds. CIBC Managed Portfolio Services is a service offered by CIBC Securities Inc. that helps you select an appropriate professionally built CIBC Managed Portfolio or CIBC U.S. Dollar Managed Portfolio.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the CIBC Mutual Funds and CIBC Family of Managed Portfolios simplified prospectus before investing. To obtain a copy, call CIBC Securities Inc. at 1-800-465-3863 or ask your advisor. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

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