

Dividend Reinvestment Plans

You own eligible securities and wish to use the cash dividends to automatically purchase additional shares

How a DRIP Works

You may select some or all of the eligible securities in your portfolio which you would like enrolled in the Dividend Reinvestment Plan.

Eligible securities include all dividend-paying securities on the S&P/TSX Composite Index and S&P 500.

Only those securities paying a full cash dividend are DRIP-eligible.

To participate, you must not have an “Income” account open, as dividend proceeds are automatically posted to this type of account. To be eligible for a DRIP, the cash dividends must be paid to your direct trading or SDRSP account.

At the end of each trading day, all DRIP transactions are processed.

If there is not enough in the cash account to purchase a complete share, the cash will remain in your account. Fractional shares cannot be purchased.

If you sell all of the enrolled shares held in a company, the DRIP will automatically terminate for those shares.

If shares in the same company are later repurchased and you wish to once more enroll those shares in the Dividend Reinvestment Plan, simply contact your Investment Advisor to have this arranged.

An Overview

A Dividend Reinvestment Plan (DRIP) provides for the automatic purchase of additional shares from the cash dividends paid on eligible securities. You may enroll your entire account or just selected securities in the Dividend Reinvestment Plan.

Eligible securities include all dividend-paying stocks on the S&P/TSX Composite Index and S&P 500[®]. The cash dividends for the enrolled shares are deposited to your direct trading or self-directed RSP account. DRIP shares will then automatically be purchased using the cash dividend payments received.

You simply instruct your Investment Advisor as to the securities to be enrolled – your choice of selected securities, or all securities in your account. Where there is not enough cash from the dividend payment to purchase a whole share, the cash will remain in your account.

The Plan provides a method for easy, worry-free reinvestment of dividends. And, as the purchase of new shares occurs on the same day the dividend is paid, your money keeps working for you.

Dividend Reinvestment Plans

The Benefits

With a TD Waterhouse® Investment Advice DRIP, you have the option to have your cash dividends reinvested automatically and promptly.

- The DRIP transaction will be processed on the same date as the cash dividend is paid. As this happens automatically for enrolled securities, you can simply make arrangements with your Investment Advisor, and then enjoy worry-free reinvestment knowing your money is working for you.
- You enjoy convenience and ease.
- You may withdraw from the Dividend Reinvestment Plan at any time.
- You can rely on service and sound advice. Your Investment Advisor is available to provide guidance when you need it.

Other Considerations

Although you will automatically be reinvesting your cash dividends, they remain taxable as dividends received.

Investing Through TD Waterhouse Investment Advice

When you invest through TD Waterhouse Investment Advice[†], you can feel secure in the knowledge that TD Waterhouse^{} is supported by the financial strength and stability of the TD Bank Financial Group^{††}. With offices coast-to-coast and growing, TD Waterhouse Investment Advice is staffed by experienced Investment Advisors who have the knowledge to help you make sound investment choices.*

At TD Waterhouse Investment Advice, we view every client as a long-term investment. To keep your business, we understand that your satisfaction is essential. We believe the key to this satisfaction is taking the time to know you: to familiarize ourselves with your individual financial position, your investment experience, your tax situation and your understanding of risk.

At TD Waterhouse Investment Advice, before we suggest, recommend or sell you anything, we know what you expect. And you'll know what to expect of us.

Call your TD Waterhouse Investment Advisor today.

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