

IMPORTANT NOTICE

RE: Upcoming Changes to Deposit Insurance Requirements for Trustees Who Hold Trust Deposits in a Professional Capacity

The Government of Canada has made important changes to the rules governing how deposit insurance protection is provided for trust deposits that are held by certain trustees who hold such deposits in a professional capacity (i.e. *professional trustees*). These changes will take effect **on April 30, 2022**.

Under the new rules, eligible professional trustees will have the option to designate some or all of their trust accounts as *professional trustee accounts*. By doing so, these trustees can be alleviated from the requirement to regularly report beneficiary information to CDIC member institutions for these accounts and would only need to provide this information to CDIC when requested to do so.

It is very important that professional trustees become familiar with how their obligations will change for the deposits they hold in trust for their clients at CDIC member institutions prior to the changes taking effect on **April 30, 2022** to ensure these deposits remain protected by CDIC.

Professional trustees are strongly encouraged to monitor CDIC's website at www.cdic.ca as more information about the upcoming Professional Trustee changes becomes available, including details on:

- Who can qualify to be a professional trustee;
- How to work with your member institution;
- Requirements professional trustees will need to meet for their professional trustee accounts; and
- Steps professional trustees will need to take and by when to benefit from these new rules.