

RLSP Contract (federal)

Changes have been made to the contract to keep it in compliance with the regulations and to harmonize it with our other similar contracts. Some terms are replaced by others: for example, "fiduciary" replaces "financial institution" throughout the contract. Despite these changes, the content of the contract remains essentially the same, as it is largely modeled on the applicable regulations.

The following table presents the main differences between the new version of the contract and the one it replaces. Minor differences are not shown in this table. To view the full version of the contract, please go to nbc.ca/notices, under Registered plans, or call 1-844-413-5610 or 514-413-5610.

| New version | Old version |
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| The contract sets out the conditions applicable to the transfer of assets from the account to another account. | |
| Permitted Transfers: (...) The Trustee may deduct from the assets being transferred all amounts to be retained pursuant to the Tax Act, as well as any fees and disbursements to which it is entitled. (...) (s. 5 of the contract – extract) | No corresponding mention (s. 5 of the contract) |
| The contract provides for situations where the assets in the account can be withdrawn by the annuitant. The low value of the locked-in assets may give rise to a withdrawal. The conditions applicable to this withdrawal have been updated to reflect the addition to the applicable regulations of references to pooled registered pension plans. | |
| Permitted Withdrawals: A withdrawal, commutation or surrender of assets, in whole or in part, held in the Account is not permitted and will be void, except in the following circumstances: a) Small Amount Starting at 55. In the calendar year in which the Annuitant reaches 55 years of age or in any subsequent calendar year, the assets in the Account may be paid to the Annuitant in a lump sum if (i) the Annuitant certifies that the total value of all assets in all Locked-in RRSPs, LIFs, Restricted Locked-in RRSPs and Restricted LIFs that were created as a result of a transfer of pension benefit credits under section <u>16.4 or 26</u> of the Act, a transfer under the Regulation <u>or a transfer under section 50, 53 or 54 of the <i>Pooled Registered Pension Plans Act</i> or the <i>Pooled Registered Pension Plans Regulations</i></u> , is less than or equal to 50% of the Year's Maximum Pensionable Earnings, and (ii) the Annuitant gives a copy of Form 2 and Form 3 of Schedule V of the Regulation to the Trustee. (s. 9a) of the contract) | Underlined mentions are missing (s. 9a) of the contract) |
| The contract includes a provision allowing the trustee to modify the contract under certain conditions. | |
| Amendments: The Trustee may not amend this Agreement without first notifying the Annuitant, unless the amendment is intended to satisfy the requirements of any applicable law or does not have the effect of reducing the benefits payable under this Agreement. The amended Agreement must remain compliant with the Act and the Regulation as well as with the Tax Act. (s. 10 of the contract) | No corresponding provision |