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If your beneficiary is not going to pursue post-secondary studies, you may withdraw income as an AIP under the self-determined option provided:

- the payment is made to the subscriber of the RESP who is a resident in Canada;
- the payment is made to only one subscriber of the RESP (in the case of a plan with joint subscribers); and
- any one of the following three conditions apply:
  - the plan has been opened for ten years and each individual who is or was a beneficiary is over 21 years of age and not eligible for an EAP; or
  - the plan is being closed by the end of the 35<sup>th</sup> year following the year in which the plan was entered into (or, in the case of a specified plan, by the end of the 40<sup>th</sup> year following the year in which the plan was entered into); or
  - all beneficiaries named under the RESP are deceased.

An AIP consists of the earnings on contributions in your individual account and the earnings on the government grants. You can choose to receive an AIP in the form of a cash withdrawal which will be subject to two different taxes applicable to you:

- regular income tax, and
- an additional federal tax of 20% (or 12% federal tax and 8% provincial tax for residents of Québec).

You can reduce the taxes by transferring up to \$50,000 of the earnings to your Registered Retirement Savings Plan (“RRSP”) or to a spouse’s RRSP (provided your spouse is a joint subscriber to the RESP) or to a spousal RRSP, subject to there being contribution room and provided that you satisfy the AIP requirements as described above. For more details refer to the “How you are taxed” section on page 9.

In certain cases, the group plan allows for AIP withdrawals for the purposes of i) transferring income to an RDSP, ii) making an AIP if the beneficiary is deceased or iii) releasing the balance of an unpaid EAP once the beneficiary ceases to be an eligible beneficiary and has exceeded the six-month eligibility period as described in the “Death or disability of the beneficiary” section on page 29, the “How we determine EAP amounts” section on page 37 and the “If your beneficiary does not complete eligible studies” section on page 39.

## DISCRETIONARY PAYMENTS

Beneficiaries of plans with a maturity date on or prior to July 31, 2014 (and where the scholarship option has been selected) have received or may still receive a discretionary payment along with their EAPs. Such payments are made to top up the EAPs and/or to return an applicable amount equivalent to sales charges based on the scholarship option selected. The sources of funding of such payments were:

- all income accruing in the EAP account after the maturity date,
- income earned on income when a plan is cancelled prior to the maturity date, and
- contributions less fees from inactive plans that are unclaimed five years after the maturity date.

For beneficiaries of plans with a maturity date after July 31, 2014, such funds will be distributed on a non-discretionary basis as follows:

- all income accruing in the EAP account after the maturity date will be paid to the beneficiaries in the particular beneficiary group on a non-discretionary basis. Such income will now become part of the EAP.
- Income earned on income when a plan is cancelled prior to the maturity date will be dealt as follows:
  - Income accruing on income of the inactive plans will be available to subscribers on a non-discretionary basis so long as their plans mature under the self-determined option as described in the “Your options” and “If your plan goes into default” sections on pages 23 and 31, respectively.
  - Income on income of plans that were cancelled by request or transferred to another RESP provider will be accruing in the sales charge refund account and will be made available to eligible subscribers as part of refund of applicable amounts equivalent to sales charges paid as described in the “Refund of sales charges” section on page 26 and provided the scholarship option has been selected within 180 days prior to the plan’s maturity date.
- There is no longer a post-maturity five-year deadline for subscribers of the inactive plan to claim contributions less sales charges and fees. They can claim these funds up until the end of the 35<sup>th</sup> year following the year the plan was entered into (or, in the case of a specified plan, the end of the 40<sup>th</sup> year following the year the plan was entered into).

### Past discretionary payments

The following tables show the historical amounts of discretionary payments paid per unit for the five beneficiary groups that most recently reached their year of eligibility.

This table shows the amounts paid per unit for beneficiaries who selected scholarship option 3.

Year of studies	Payments by beneficiary group					
	Beneficiary groups maturing after July 31, 2014*	2019	2018	2017	2016	2015
Second year	\$0	\$33.33 per unit	\$33.69 per unit	\$33.50 per unit	\$34.08 per unit	\$33.57 per unit
Third year	\$0	See note 1	\$33.33 per unit	\$34.23 per unit	\$33.53 per unit	\$34.12 per unit
Fourth year	\$0	See note 1	See note 1	\$33.33 per unit	\$33.60 per unit	\$33.85 per unit

This table shows the amount paid per unit for beneficiaries who selected scholarship option 2.

Year of studies	Payments by beneficiary group					
	Beneficiary groups maturing after July 31, 2014*	2019	2018	2017	2016	2015
Second year	\$0	\$25 per unit	\$25.54 per unit	\$25.17 per unit	\$25.62 per unit	\$25.36 per unit
Third year	\$0	See note 1	\$25 per unit	\$25.32 per unit	\$25.01 per unit	\$25.56 per unit

This table shows the amount paid per unit for beneficiaries who selected scholarship option 1.

Year of studies	Payments by beneficiary group					
	Beneficiary groups maturing after July 31, 2014*	2019	2018	2017	2016	2015
Second year	\$0	\$25 per unit	\$25.08 per unit	\$25.17 per unit	\$25.23 per unit	\$25.72 per unit

\* For beneficiary groups maturing after July 31, 2014, discretionary payments will not be paid. For more details on how such funds are allocated refer to the "Discretionary Payments" section on page 40.

Note 1: The amount is not shown because the beneficiaries in this beneficiary group are not yet enrolled in that year of eligible studies.

## ATTRITION

You and your beneficiary must meet the terms of the plan in order for your beneficiary to qualify for all of the EAPs under the plan. If beneficiaries fail to qualify for some or all of their EAPs, there will be fewer beneficiaries remaining in the beneficiary group to share the amount of money available for paying EAPs. This is known as "attrition".

Your beneficiary may not qualify for some or all of their EAPs if:

- Before the maturity date of the plan, you cancel your plan or transfer your plan to another RESP. This is known as "pre-maturity attrition"; or
- After the maturity date of the plan, your beneficiary decides not to pursue a post-secondary education, does not attend a qualifying post-secondary program, or does not attend a qualifying post-secondary institution for the maximum period provided for in the plan based on the scholarship option chosen. This is known as "post-maturity attrition". This type of attrition is applicable only under the scholarship option.

## PRE-MATURITY ATTRITION

If you cancel the plan before it matures (either by requesting to cancel your plan or transferring your plan to another RESP provider), you will get back your contributions less sales charges and fees. You will not get back any earnings on your contributions. The earnings on your contributions up to the time your plan is cancelled will be used to return the applicable amounts equivalent to the sales charges paid to subscribers of the plans remaining in your beneficiary group based on their pay-out option selection. You may, however, be eligible to receive an AIP on the earnings from the government grants in your plan. See the "Accumulated income payments" section on page 40 for information on how to determine if you are eligible for an AIP from the plan.

### Income from cancelled units

The following table shows the current value of the income from cancelled units by beneficiary group. The amount of income from cancelled plans available to subscribers as a return of the applicable amount equivalent to sales charges at maturity of the plan (under the scholarship option) depends on how many subscribers cancel their plan and the investment performance of the scholarship plan.

Beneficiary group	Percentage of units that have been cancelled	Total income from cancelled units available to remaining units	Income from cancelled units available to each remaining unit
2023	20.15%	\$1,056,308.46	\$5.40 per unit
2024	19.27%	\$840,484.93	\$4.22 per unit
2025	17.25%	\$676,570.90	\$3.33 per unit
2026	14.97%	\$566,438.14	\$2.81 per unit
2027	13.58%	\$376,640.87	\$1.95 per unit
2028	13.26%	\$300,559.42	\$1.57 per unit
2029	11.65%	\$174,505.63	\$0.92 per unit
2030	10.02%	\$100,467.22	\$0.55 per unit
2031	7.99%	\$52,659.53	\$0.32 per unit
2032	7.62%	\$28,638.60	\$0.18 per unit
2033	6.68%	\$11,848.22	\$0.08 per unit
2034	5.73%	\$5,667.65	\$0.04 per unit
2035	4.69%	\$1,516.20	\$0.01 per unit
2036	2.75%	\$782.31	\$0.01 per unit
2037	1.47%	\$0.00	\$0.00 per unit

### Plans that did not reach maturity:

The following table shows the percentage of plans that did not reach maturity for each of the five beneficiary groups shown below. The most common reasons why plans did not reach maturity were because the subscribers cancelled their plans, the subscribers transferred their plans to another plan we offered in the past (and which is no longer available) or the subscriber transferred to another RESP provider. Of the last five beneficiary groups of the Heritage Plans, an average of 19.2% of the plans did not reach their maturity dates.

Maturity date of beneficiary group	Percentage of plans that did not reach maturity
2019	21%
2018	19.8%
2017	17.8%
2016	18.9%
2015	18.6%
<b>Average</b>	<b>19.2%</b>

## POST-MATURITY ATTRITION

Under the scholarship option, if your beneficiary does not pursue or complete eligible studies, you will get back your contributions less sales charges and fees. You will not get back any earnings.

### Past payments of EAPs - four years of eligible studies

The following table shows the percentage of beneficiaries who received the maximum of three EAPs payable under the scholarship option 3 and those who received some or no EAPs, for each of the five beneficiary groups that would have most recently completed their eligible studies.

	Beneficiary group				
	2016	2015	2014	2013	2012
Beneficiaries who received all three EAPs	83.02%	81.73%	77.74%	78.63%	80.78%
Beneficiaries who received only two out of three EAPs	9.90%	9.75%	10.04%	11.78%	10.25%
Beneficiaries who received only one out of three EAPs	4.42%	5.83%	7.20%	6.86%	6.34%
Beneficiaries who received no EAPs	2.66%	2.69%	5.02%	2.73%	2.63%
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>

### Past payments of EAPs - three years of eligible studies

The following table shows the percentage of beneficiaries who received the maximum of two EAPs payable under the scholarship option 2 and those who received one or no EAPs, for each of the five beneficiary groups that would have most recently completed their eligible studies.

	Beneficiary group				
	2017	2016	2015	2014	2013
Beneficiaries who received both EAPs	85.93%	84.00%	80.54%	79.58%	79.92%
Beneficiaries who received only one out of two EAPs	13.18%	10.73%	13.62%	12.30%	14.75%
Beneficiaries who received no EAPs	0.89%	5.27%	5.84%	8.12%	5.33%
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>

### Past payments of EAPs - two years of eligible studies

The following table shows the percentage of beneficiaries who received the maximum of one EAP payable under the scholarship option 1 and those who received no EAP, for each of the five beneficiary groups that would have most recently completed their eligible studies.

	Beneficiary group				
	2018	2017	2016	2015	2014
Beneficiaries who received their one EAP	92.83%	96.72%	91.10%	91.90%	87.26%
Beneficiaries who received no EAP	7.17%	3.28%	8.90%	8.10%	12.74%
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>

## OTHER IMPORTANT INFORMATION

### EMPLOYER / GROUP PROGRAMS

An employer / group program may be offered to employees of companies and other members of organizations on a group basis. The plans sold under such program are subject to the terms and conditions set out in this prospectus.

In some cases, the sales charges may be reduced for subscribers who enroll through employer / group programs. The reduction will be granted at our discretion.

If you purchase a plan by way of an employer / group program, you may have the option to contribute to your plan via payroll deduction or on an individual basis. If an employer contributes all or a portion of contributions to your plan, it is considered to be taxable income to you and must be reported as such, as described in the *Income Tax Act* (Canada).

## INSURANCE SCHEDULE FOR EACH UNIT OF THE PLAN

If you decide to purchase an optional insurance protection for your plan, insurance premiums will be paid at the time of contributions. Insurance premiums are not considered to be part of RESP contributions, they do not count toward the RESP contribution limit and do not attract any government grants.

The table below illustrates the amount of insurance premiums that will be added to your contributions if you purchase an optional insurance protection. The amounts vary based on the contribution method and age of your child.

Contribution method	Number of years until maturity (first year of post-secondary program)														
	18	17	16	15	14	13	12	11	10	9	8	7	6	5	4
<b>MONTHLY</b>	0M-4	1M-4	2M-4	3M-4	4M-4	5M-4	6M-4	7M-4	8M-4	9M-4	10M-4	11M-4	12M-4	13M-4	14M-4
Insurance	\$0.24	\$0.27	\$0.30	\$0.34	\$0.40	\$0.46	\$0.54	\$0.65	\$0.79	\$0.98	\$1.24	\$1.64	\$2.24	\$3.27	\$5.19
<b>TEN YEAR MONTHLY</b>	0S-4	1S-4	2S-4	3S-4	4S-4	5S-4	6S-4	7S-4	8S-4	9S-4	10S-4	11S-4	12S-4	13S-4	14S-4
Insurance	\$0.28	\$0.31	\$0.34	\$0.38	\$0.42	\$0.48	\$0.55	\$0.65	\$0.78	N/A	N/A	N/A	N/A	N/A	N/A
<b>FIVE YEAR MONTHLY</b>	0O-4	1O-4	2O-4	3O-4	4O-4	5O-4	6O-4	7O-4	8O-4	9O-4	10O-4	11O-4	12O-4	13O-4	14O-4
Insurance	\$0.45	\$0.49	\$0.53	\$0.58	\$0.63	\$0.70	\$0.78	\$0.89	\$1.02	\$1.19	\$1.42	\$1.75	\$2.27	N/A	N/A
<b>ANNUAL</b>	0L-4	1L-4	2L-4	3L-4	4L-4	5L-4	6L-4	7L-4	8L-4	9L-4	10L-4	11L-4	12L-4	13L-4	14L-4
Insurance	\$2.68	\$3.00	\$3.39	\$3.85	\$4.42	\$5.11	\$5.99	\$7.11	\$8.57	\$10.51	\$13.20	\$17.06	\$22.86	\$32.19	\$48.59
<b>TEN YEAR ANNUAL</b>	0R-4	1R-4	2R-4	3R-4	4R-4	5R-4	6R-4	7R-4	8R-4	9R-4	10R-4	11R-4	12R-4	13R-4	14R-4
Insurance	\$3.25	\$3.54	\$3.89	\$4.30	\$4.80	\$5.41	\$6.19	\$7.21	\$8.57	N/A	N/A	N/A	N/A	N/A	N/A
<b>FIVE YEAR ANNUAL</b>	0N-4	1N-4	2N-4	3N-4	4N-4	5N-4	6N-4	7N-4	8N-4	9N-4	10N-4	11N-4	12N-4	13N-4	14N-4
Insurance	\$5.20	\$5.60	\$6.07	\$6.61	\$7.24	\$8.00	\$8.90	\$10.00	\$11.39	\$13.18	\$15.56	\$18.90	\$23.90	N/A	N/A
<b>SINGLE CONTRIBUTION</b>	0K-4	1K-4	2K-4	3K-4	4K-4	5K-4	6K-4	7K-4	8K-4	9K-4	10K-4	11K-4	12K-4	13K-4	14K-4
Insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Insurance premiums are subject to provincial sales tax - Ontario add 8%, Québec add 9%, Manitoba add 8%.



## TERMINATION OF THE PLAN

Should the Foundation become unable to continue as administrator, the trustee (or a successor administrator appointed by the trustee) would assume all of the duties and powers of the Foundation, including the administration of the plan, and would continue to collect deposits, invest the funds, return contributions less sales charges and fees at maturity and pay out EAPs until all plans have been completed.

In the unlikely event that a successor administrator could not be found and the trustee was not prepared to continue to administer the plan, the trustee would be permitted to terminate the trusts and pay out all funds to the subscribers pursuant to the *Income Tax Act* (Canada).

Any contributions made by the subscribers and income earned are held in trust and as such are subject to trust laws in Canada. In the event of bankruptcy of the Foundation at any time, the funds held in the plan would not be accessible to the creditors of the Foundation.

## ABOUT THE FOUNDATION

### AN OVERVIEW OF THE STRUCTURE OF OUR PLAN

The Heritage Plans are trusts established under the laws of Ontario and the laws of Canada. Formerly known as the Heritage Scholarship Trust Plan, the plan was established on December 19, 1986.

The Bank of Nova Scotia Trust Company is the trustee of the plan pursuant to an amended and restated trust indenture between the Heritage Educational Foundation (the "Foundation") and the trustee dated as of November 1, 2018. The plan is administered by the Heritage Educational Foundation, which is responsible for the co-ordination of the functions provided by the depository, trustee, custodian and portfolio advisers. This administration has been contracted to Knowledge First Financial Inc. ("Knowledge First Financial"), which has also been appointed to offer enrollment in the plan to subscribers.

Our head office and principal place of business is 50 Burnhamthorpe Road West, Suite 1000, Mississauga, Ontario, L5B 4A5.

### MANAGER OF THE SCHOLARSHIP PLAN

Knowledge First Financial Inc.  
Suite 1000  
50 Burnhamthorpe Road West  
Mississauga, Ontario L5B 4A5  
Tel: 1 800 363-7377  
E-Mail: [contact@kff.ca](mailto:contact@kff.ca)  
Website: [www.knowledgefirstfinancial.ca](http://www.knowledgefirstfinancial.ca)

Knowledge First Financial Inc. is registered as the investment fund manager with the provincial and territorial securities commissions across Canada and is a wholly-owned subsidiary of the Knowledge First Foundation. The company has been an administrator and/or distributor of scholarship plans since 1965.

Further to an acquisition and amalgamation that occurred in 2018, Knowledge First Financial Inc. is now the administrator and distributor of the Heritage Plans, while the Heritage Educational Foundation remains the sponsor and promoter of the Heritage Plans.

### *Duties and services to be provided by the manager*

The investment fund manager is responsible for the overall management and administration of the plan including day-to-day administration, transaction processing, fund accounting, securityholder records and annual reporting.

The investment fund manager is also responsible for coordination of functions provided by the depository, trustee and portfolio advisers.

Additionally, the investment fund manager has been appointed to offer enrollment in the plan and is responsible for its marketing and distribution. The investment fund manager also provides services to the Foundation by making certain of its directors available to serve on the board of directors of the Foundation.

### *Details of the management agreement*

The Manager's roles and responsibilities are outlined in both a corporate services agreement and a fund management agreement entered into between the Foundation and Knowledge First Financial Inc. Knowledge First Financial Inc. receives fees from the Plans for the services provided to the Plans. The Plan fees are as disclosed herein, with the exception of the sales charge and the IRC fee, pursuant to the fund management agreement. Knowledge First Financial Inc. will make dividend payments to the Knowledge First Foundation as declared by the directors in accordance with policy and as per assessments on an annual basis.

**Officers and directors of the manager**

The following are the directors and officers of the manager, their municipality of residence, positions held with the manager and principal occupations for the last five (5) years:

Name and Municipality of Residence	Position Held with Knowledge First Financial	Principal Occupation during the Last Five Years
Donald W. Hunter, FCPA, FCA, ICD.D Toronto, Ontario	Chairman since September 2016 Director since July 2007	Chairman and Director, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Educational Foundation, Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Chairman and Director, Knowledge First Financial and Knowledge First Foundation; prior to September 2016, Director, Knowledge First Financial and Knowledge First Foundation
Andrea Bolger, B.Com., M.B.A. Toronto, Ontario	Director since May 2015	Director, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Educational Foundation, Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Director, Knowledge First Financial and Knowledge First Foundation.
Josée Morin Eng., MBA, C.Dir. Quebec City, Quebec	Director since December 2017	Since June 2018, Director, MILA (Quebec Institute for Artificial Intelligence), Principal, SCJM Consulting; prior to June 2018, Principal, SCJM Consulting
Ellen Bessner, L.L.B., B.Com Toronto, Ontario	Director since December 2015	Partner, Babin, Bessner, Spry LLP.
Paul G. Renaud, CPA, CA Mississauga, Ontario	Director since December 2015	Retired
Ian Tudhope, C. Dir. Toronto, Ontario	Director since December 2015	Founder & Partner, Wessex Capital Partners; Owner & Sole Proprietor, Axia Capital Limited
David Forster, FCPA, FCA, ICD.D Toronto, Ontario	Director since July 2016	Director, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Educational Foundation, Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Director, Knowledge First Financial and Knowledge First Foundation; prior to July 2016, Managing Partner, GTA Region, PricewaterhouseCoopers LLP
Stanley Stewart, ICD.D Montreal, Quebec	Director since March 2019	Retired
R. George Hopkinson, B.A., M.B.A. Toronto, Ontario	Director since July 2017 President and Chief Executive Officer since April 2009	President and Chief Executive Officer, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Director, President and Chief Executive Officer, Knowledge First Foundation and Knowledge First Financial; prior to July 2017, President and Chief Executive Officer, Knowledge First Foundation and Knowledge First Financial

Name and Municipality of Residence	Position Held with Knowledge First Financial	Principal Occupation during the Last Five Years
Darrell Bartlett, CPA, CA, CIA Oakville, Ontario	Chief Risk & Compliance Officer since January 2020	Chief Risk & Compliance Officer, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2020, Chief Compliance Officer, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Chief Compliance Officer, Knowledge First Foundation and Knowledge First Financial.
Angela Lin, B.Sc., M.Sc., LLB Toronto, Ontario	General Counsel, Corporate Secretary and Chief Privacy Officer since January 2020	General Counsel, Corporate Secretary and Chief Privacy Officer for Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage Educational Foundation, Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Limited, Heritage Amalgamated Corporation and 10896357 Canada Inc. since January 2020; prior to January 2020, General Counsel and Corporate Secretary for Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, General Counsel and Corporate Secretary, Heritage Education Funds Inc.
Eric Jodoin, BBA Oakville, Ontario	Vice-President, Customer Experience and Innovation since January 2016	Vice-President, Customer Service and Operations, Knowledge First Financial; prior to January 2016, V.P. Effectiveness & Business Transformation, TD Insurance; prior to 2014 V.P. Shared Services.
Carma Lecuyer, B.A. Oakville, Ontario	Vice-President, Human Resources and Administration since July 2010	Vice-President, Human Resources and Administration, Knowledge First Financial
Jacques Naud, B.A., M.B.A. Toronto, Ontario	Senior Vice-President, Sales and Distribution since August 2013	Vice-President, Sales and Distribution, Knowledge First Financial.
Ian McPherson, M.B.A. Toronto, Ontario	Chief Financial Officer since July 2019	Chief Financial Officer for Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to July 2019, Chief Executive Officer, BridgePoint Financial Securities Inc., prior to May, 2019, President and Chief Executive Officer, McPherson Creative Inc.; prior to March 2019, President and Chief Executive Officer, Global RESP Corporation, Global Growth Assets Inc.; prior to September 2018, President and Chief Executive Officer, McPherson Creative Inc.
Peter Thompson, B. Sc. Mississauga, Ontario	Chief Information Officer since January 2020	Chief Information Officer, Knowledge First Financial Inc.; prior to January 2020, Vice-President, Information Technology, Knowledge First Financial.

Name and Municipality of Residence	Position Held with Knowledge First Financial	Principal Occupation during the Last Five Years
Krista Vriend, B. Comm Toronto, Ontario	Vice-President, Marketing and Communications since January, 2020	Vice-President, Marketing and Communications, Knowledge First Financial Inc.; prior to January 2020, Senior Director Marketing & Stakeholder Relations, CAPREIT; prior to February 2019, Vice President Marketing and Customer Experience, The Stronach Group; prior to April 2018, Director Marketing, Global Insurance, Asset Management and International Wealth, Scotiabank.

## TRUSTEE

The Bank of Nova Scotia Trust Company is the trustee of the plan. Its principal place of business is 40 King Street W. 52<sup>nd</sup> Floor, Toronto, ON Canada, M5H 1H1.

The trustee holds all funds in the accounts in trust for subscribers. The investment fund manager directs the trustee to invest such funds with the portfolio advisers and manage disbursement of fees, contributions, educational assistance payments and other amounts according to the education savings plan contract.

## THE FOUNDATION

Heritage Educational Foundation  
50 Burnhamthorpe Road West,  
Suite 1000  
Mississauga, Ontario L5B 4A5  
Tel: 1 800 363-7377  
E-Mail: [contact@kff.ca](mailto:contact@kff.ca)  
Website: [www.knowledgefirstfinancial.ca](http://www.knowledgefirstfinancial.ca)

Heritage Educational Foundation was founded by a group of individuals who were concerned about rising costs of post-secondary education and knew that there was a need for education savings. The Foundation's objective has always been to encourage parents, grandparents or other interested persons to save for their children's post-secondary education through a planned savings program.

The following are the directors and officers of the Foundation, their municipalities of residence, positions held with the Foundation and their principal occupations for the last five (5) years:

Name and Municipality of Residence	Position Held with the Foundation	Principal Occupation during the Last Five Years
Donald W. Hunter, FCPA, FCA, ICD.D <sup>1</sup> Toronto, Ontario	Chairman and Director since January 2018	Chairman and Director, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Educational Foundation, Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Chairman and Director, Knowledge First Financial and Knowledge First Foundation; prior to September 2016, Director, Knowledge First Financial and Knowledge First Foundation
Andrea Bolger, B.Com., M.B.A. <sup>1</sup> Toronto, Ontario	Director since January 2018	Director, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Educational Foundation, Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Director, Knowledge First Financial and Knowledge First Foundation; prior to February 2015, Executive Vice President, RBC Royal Bank.
David Forster, FCPA, FCA, ICD.D <sup>1</sup> Toronto, Ontario	Director since January 2018	Director, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc, Heritage Educational Foundation, Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Director, Knowledge First Financial and Knowledge First Foundation; prior to July 2016, Managing Partner, GTA Region, PricewaterhouseCoopers LLP

Name and Municipality of Residence	Position Held with the Foundation	Principal Occupation during the Last Five Years
R. George Hopkinson, B.A., M.B.A. Toronto, Ontario	Director since July 2017 President and Chief Executive Officer since April 2009	President and Chief Executive Officer, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Director, President and Chief Executive Officer, Knowledge First Foundation and Knowledge First Financial; prior to July 2017, President and Chief Executive Officer, Knowledge First Foundation and Knowledge First Financial
Darrell Bartlett, CPA, CA, CIA Oakville, Ontario	Chief Risk & Compliance Officer since January 2020	Chief Risk & Compliance Officer, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2020, Chief Compliance Officer, Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, Chief Compliance Officer, Knowledge First Foundation and Knowledge First Financial.
Angela Lin, B.Sc., M.Sc., LLB Toronto, Ontario	General Counsel, Corporate Secretary and Chief Privacy Officer since January 2020	General Counsel, Corporate Secretary and Chief Privacy Officer for Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage Educational Foundation, Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Limited, Heritage Amalgamated Corporation and 10896357 Canada Inc. since January 2020; prior to January 2020, General Counsel and Corporate Secretary for Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; prior to January 2018, General Counsel and Corporate Secretary for Heritage Education Funds Inc.
Ian McPherson, M.B.A. Toronto, Ontario	Chief Financial Officer since July 2019	Chief Financial Officer for Knowledge First Financial, Knowledge First Foundation, Knowledge First International Inc., Heritage Education Funds Inc., Heritage International Scholarship Plan Trust, Heritage Education Funds (International) Inc., Heritage Education Funds International (Jamaica) Ltd., Heritage Amalgamated Corporation and 10896357 Canada Inc.; Prior to July 2019, Chief Executive Officer, BridgePoint Financial Securities Inc., prior to May 2019, President and Chief Executive Officer, McPherson Creative Inc., prior to March 2019, President and Chief Executive Officer, Global RESP Corporation, Global Growth Assets Inc., prior to September 2018, President and Chief Executive Officer, McPherson Creative Inc.

<sup>1</sup> Member of the investment committee.

Directors remain in office until their resignation or until their successors are elected.

## INDEPENDENT REVIEW COMMITTEE

National Instrument 81-107 Independent Review Committee for Investment Funds (“NI 81-107”), requires all publicly offered investment funds to establish an independent review committee (the “IRC”).

The IRC engages in the following activities:

- reviews and provides input on the Manager’s written policies and procedures that deal with conflict of interest matters

- reviews conflict of interest matters referred to it by the Manager and makes recommendations to the Manager regarding whether the Manager’s proposed actions in connection with the conflict of interest matter achieve a fair and reasonable result for the Plan
- considers and, if deemed appropriate, approves the Manager’s decision on a conflict of interest matter that the Manager refers to the IRC for approval
- performs other duties as may be required of the IRC under applicable securities laws.

The members of the IRC are Don Hathaway, Bill McNeill and Ann Harris. All three IRC members were appointed on August 28, 2018.

On an annual basis, the IRC prepares a report of its activities for subscribers of all the Plans that it oversees. This report is available on our website at [www.knowledgefirstfinancial.ca](http://www.knowledgefirstfinancial.ca), or at the subscriber's request at no cost, by contacting Knowledge First Financial Inc. by e-mail at [contact@kff.ca](mailto:contact@kff.ca), or by regular mail at 50 Burnhamthorpe Road West, Suite 1000, Mississauga, Ontario, L5B 4A5 or by telephone: 1 800 363-7377.

## **COMMITTEES OF THE FOUNDATION'S BOARD OF DIRECTORS**

### ***Investment committee***

This sub-committee of the Foundation is responsible for monitoring the performance of the Plans' portfolio advisers and the overall performance of the Plans' investments; including any required modifications to the Plans' investment policy, asset mix, portfolio advisers, depository, or to their custodian and trustee.

The members of the investment committee of the Foundation are independent of the Manager.

### ***Compensation of directors, officers, trustees, custodian and independent review committee members***

The Manager pays the Foundation's directors annual directors' fees, meeting attendance fees and meeting expenses. For the fiscal year ending December 31, 2019, the total fee paid to directors of Heritage Educational Foundation and Knowledge First Foundation was \$537,394. The Foundation's directors do not receive any payment from the plans' funds held by the Foundation or the trustee on behalf of subscribers and beneficiaries. Except where noted, no director or officer of the Foundation has any financial interest in Knowledge First Financial Inc. or in any other company connected in any way with a plan.

The plan pays annual fees to the trustee and custodian for performing their respective duties and responsibilities. These fees are included as part of the management fee. The trustee fee is a flat fee across all plans managed by Knowledge First Financial Inc. and is allocated to the plans based on relative assets under management. Custodian fee is based on percentage of the assets in the plan, plus additional flat fees for certain services as per the custody agreement. These fees are deducted from total plan income at the end of each month before any income is allocated to your plan.

During the fiscal year ending December 31, 2019 the total amount paid to the Trustee and Custodian for these services in respect of the Heritage Plans was \$146,317.

The plan will pay its proportionate share of IRC expenses to the IRC directly and without reimbursement from the investment fund manager with respect to all of the Education Savings Plans managed by Knowledge First Financial Inc. The plan has paid its share of the following IRC expenses in 2019: chairperson - \$20,000, each member - \$15,000, secretariat fee - \$40,000, meetings - \$0. For the year ended December 31, 2019, a proportionate share of compensation paid by the plan aggregated to \$53,560.

## PORTFOLIO ADVISERS

There are four portfolio advisers to the plan:

1. Scotia Institutional Asset Management, a division of 1832 Asset Management L.P., a wholly-owned subsidiary of Scotiabank (“SIAM”),
2. Fiera Capital Corporation (“Fiera Capital”),
3. BMO Asset Management Inc., and
4. Connor, Clark and Lunn Investment Management Ltd.

All of the portfolio advisers manage the plan on a discretionary basis, in accordance with the applicable investment policy statements, and report on the performance of funds invested with them to the investment committee on at least a quarterly basis.

### 1832 Asset Management L.P.

Scotia Institutional Asset Management (“SIAM”) is a division of 1832 Asset Management L.P., a limited partnership, the general partner of which is wholly-owned by The Bank of Nova Scotia. SIAM works in partnership with clients and their consultants to design and deliver progressive and innovative, team-based investment solutions. Clients benefit from their ability to deliver rigorous, process-driven investment management expertise, with a focus on adding value through active management.

Investment decisions for fixed income are the responsibility of the portfolio manager(s) appointed by SIAM to manage Plan assets and are not subject to the approval or ratification of a committee. The following table sets out the name, title and the length of service of persons principally responsible for the day-to-day management of a material portion of the portfolio of the Plan’s assets on behalf of SIAM and each person’s business experience in the last five years.

Name	Position	SIAM experience since	Business experience in the last five years
Romas Budd, MBA	Vice President & Head, Fixed Income	1990	Investment management industry
Kevin Pye, MA, CFA	Vice President & Portfolio Manager	2010	Investment management industry
Bill Girard, MBA, CFA	Vice President & Portfolio Manager	1987	Investment management industry

Ed Calicchia, BSc, CIM, CFA	Vice President & Institutional Portfolio Manager	1995	Investment management industry
David DiDonato, BA, CFA	Associate Portfolio Manager	1996	Investment management industry
Cecilia Chan, Bsc	Trader	1989	Investment management industry

### Fiera Capital Corporation (Montréal, Québec)

Fiera Capital is a publicly-traded company controlled and partly owned by its principals and is one of the few independent, multi-product investment management firms in Canada.

The portfolio is managed by the Infrastructure Debt team and investment decisions are made by the portfolio manager. In addition to the oversight by the Foundation and Manager as noted above, these decisions are subject to the investment objectives and restrictions in place under the agreement between the Portfolio Adviser and the Manager.

The people principally responsible for the management of a portion of the equity portfolio of the plan are:

Name	Position	Fiera Capital experience since	Business experience in the last five years
Peter Osborne	Portfolio Manager	1987	Investment management industry
Lindsay Saldanha	Senior Analyst	2017	Investment management industry



BMO Global Asset Management Inc.

BMO Global Asset Management Inc. (BMO GAM), is a multi-asset management business characterized by specialized regional investment teams providing a range of investment solutions to global clients. BMO Asset Management Inc. (BMO AM) is the operating legal entity in Canada and is a wholly-owned (100%) subsidiary of BMO Financial Group. BMO AM manages passive U.S. stocks for the Plan through the BMO S&P 500 Index ETF and BMO S&P 500 Hedged to CAD Index ETF. The people principally responsible for the management of a portion of the equity portfolio of the plan are:

Name	Position	BMO GAM experience since	Business experience in the last five years
Rob Bechard	Managing Director & Head of ETF Portfolio Management, Exchange Traded Funds	2009	Investment management industry
Chris Heakes	Director & Portfolio Manager, Exchange Traded Funds	2011	Investment management industry

Connor, Clark & Lunn Investment Management Ltd.

Connor, Clark and Lunn Investment Management Ltd. is a partnership of investment professionals and employs a team approach to the management of portfolios. The investment decisions made by the portfolio manager(s) appointed by Connor, Clark and Lunn to manage Plan assets are not subject to the approval or ratification of a committee. In addition to the oversight of the Foundation and Manager noted above, they are subject to the investment objectives and restrictions in place under the agreement between Connor, Clark & Lunn Investment Management and the Manager.

The people principally responsible for the management of a portion of the Canadian equity portfolio of the plan are:

Name	Position	CCL experience since	Business experience in the last five years
Jennifer Drake	Director and Product Specialist – Quantitative Equities	2007	Investment management industry
Steven Huang	Director and Portfolio Manager – Head of Quantitative Equities	1996	Investment management industry

Details of the portfolio advisory agreementsScotia Institutional Asset Management

Pursuant to the Investment Management Agreement dated August 21, 2006, as amended on July 7, 2015, and further amended on May 1, 2019, between the Foundation and SIAM, formerly, Scotia Asset Management L.P., SIAM is authorized to manage the assets held in the Foundation's account with SIAM, with full power, in accordance with the Investment Policy Statement. This agreement may be terminated by the Foundation or SIAM upon 30 days' written notice to the other party.

Fiera Capital Corporation

Investment management agreement dated August 13, 2019, providing for investment management services on a discretionary basis by Fiera Capital Corporation. This agreement can be terminated by either party upon 30 days' prior written notice

BMO Asset Management

Pursuant to the Investment Management Agreement dated April 24, 2019 between Knowledge First Financial Inc. and BMO Asset Management, BMO Asset Management has agreed to provide investment advisory and management services in relation to the plan's investments in equities. This agreement may be terminated by Knowledge First Financial or BMO Asset Management Inc. upon 30 days' written notice to the other party.

CCL

Pursuant to the Managed Account Agreement dated April 15, 2019 between Heritage Educational Foundation and CCL, CCL has agreed to provide investment advisory and management services in relation to the plan's investments in equities. This agreement may be terminated by the Foundation or CCL upon 30 days' written notice to the other party.

## PRINCIPAL DISTRIBUTOR

The principal distributor of the plan is Knowledge First Financial. Its head office and principal place of business is 50 Burnhamthorpe Road West, Suite 1000, Mississauga, Ontario, L5B 4A5.

## DEALER COMPENSATION

Knowledge First Financial, as remuneration for its services in distributing the plan, is paid the sales charges collected from subscribers pursuant to the provisions of the distribution agreement. These sales charges are then partially applied to compensate the distributor's sales force. As part of their compensation, sales representatives can earn awards that may include an annual sales conference trip. These trips are awarded approximately every 12 to 18 months. All costs of these trips are paid by the distributor from its own funds and are not charged to the subscribers, the beneficiaries or the Foundation.

Knowledge First Financial has also contracted with other scholarship plan dealers to allow such dealers to distribute the plan. Compensation is paid by Knowledge First Financial directly to such dealers ranging from \$40 to \$70 per unit sold. Such other scholarship plan dealers in turn pay their respective sales representatives.

### ***Dealer compensation from management fees***

The investment fund manager of the plan paid approximately 0.03% of management fees received from the plan in the form of sales commissions to registered dealers in connection with the distribution of the plan during the 2019 financial year. A portion of this amount was retained by the investment fund manager in its capacity as distributor.

## TRUSTEE AND CUSTODIAN

The plan is a trust. The Bank of Nova Scotia Trust Company is the trustee of the plan and manages the assets in trust on behalf of the Foundation and the Manager. The Northern Trust Company, Canada Branch is the custodian of the plan.

The Bank of Nova Scotia Trust Company  
40 King Street West  
52<sup>nd</sup> Floor  
Toronto, ON Canada  
M5H 1H1

The Northern Trust Company, Canada Branch  
145 King Street West,  
Suite 1910  
Toronto, Ontario, Canada  
M5H 1J8

The trustee and the custodian each charge a fee for their services, which is deducted from the income earned on contributions and government grants held in the plan. This fee is included in the Management Fee disclosed in this prospectus. If the Manager or the Foundation became insolvent or were otherwise unable to perform their duties relating to the administration of the plan, the trustee and custodian would continue with their respective duties and continue to act pursuant to its standard of care and instructions from the Court-appointed receiver or other entity charged with dealing with the plan.

## AUDITOR

PricewaterhouseCoopers LLP, Chartered Professional Accountants, Licensed Public Accountants is the auditor of the plan. Their address is Suite 2600, PwC Tower, 18 York Street, Toronto, Ontario, M5J 0B2.

## TRANSFER AGENT AND REGISTRAR

Heritage Educational Foundation is the transfer agent and registrar of the plan. The Foundation is located in Mississauga, ON.

## OTHER SERVICE PROVIDERS

The following describes additional service providers to the plan:

<p><i>Depository</i></p> <p>Scotiabank Markham, Ontario</p>	<p>Pursuant to an agreement dated September 14, 2004 between the Foundation and Scotiabank, as depository, Scotiabank receives contributions made by subscribers, deducts sales charges and, if applicable, insurance premiums and remits the balance, together with any income, to the trustee who deducts account maintenance fees and contributes the balance to the account maintained by the trustee in trust for the subscriber.</p> <p>Fees charged by Scotiabank are those set out in applicable fee schedules, service requests or statements relating to the account (all of which are subject to change on 30 days' notice). The Foundation may cancel any of the services provided by Scotiabank, generally on two days' written notice. Scotiabank may cancel any of the services provided to the Foundation for a specified reason, on 30 days' prior notice, or immediately, if the Foundation becomes insolvent.</p>
<p><i>Insurance Provider</i></p> <p>Sun Life Assurance Company of Canada Waterloo, Ontario</p>	<p>Sun Life Assurance Company of Canada ("Sun Life") underwrites optional life and disability insurance to protect the subscriber in the event that the subscriber suffers a disability or dies while still in the process of contributing to his or her plan according to the Amended and Restated Canadian Administrative Services Agreement between Sun Life and the distributor dated February 1, 2010. This agreement sets out the administrative services that the distributor provides to Sun Life in connection with such insurance, such as enrolling subscribers into the optional insurance, collecting and remitting premiums and providing customer service support.</p> <p>As compensation for the provision of such services, the distributor receives a fixed and a variable percentage of insurance premiums from Sun Life. The total annual payment to the Distributor in 2019 aggregated approximately 66% of insurance premiums collected.</p> <p>This agreement may be terminated by either party for any reason on January 1 of any given year on 60 days' prior written notice. Either party may also terminate the agreement (i) immediately in the event that the other party violates a material term of the agreement and such violation is not remedied to the parties' mutual satisfaction within 30 days of notice of such violation and (ii) in the event of the insolvency of the other party. Finally, the agreement automatically terminates upon the termination of the group policies under which the optional insurance is issued. Upon termination, Sun Life will cooperate with any successor insurer.</p>

## OWNERSHIP OF THE MANAGER AND OTHER SERVICE PROVIDERS

The investment fund manager and distributor, Knowledge First Financial Inc., is wholly-owned by Knowledge First Foundation. The Heritage Educational Foundation and Knowledge First Financial Inc. are under common management.

## EXPERTS WHO CONTRIBUTED TO THIS PROSPECTUS

The following experts have contributed to this prospectus:

<p><i>Auditors</i></p> <p>PricewaterhouseCoopers, LLP Chartered Professional Accountants, Licensed Public Accountants</p>	<p>The plan's auditor is PricewaterhouseCoopers LLP, who has prepared an independent auditor's report dated March 30, 2020 in respect of the plan's financial statements for the year ended December 31, 2019 and 2018. PricewaterhouseCoopers LLP has advised that they are independent with respect to the plan within the meaning of the Rules of Professional Conduct of the Chartered Professional Accountants of Ontario.</p>
<p><i>Legal Counsel</i></p> <p>Wildeboer Dellelce, LLP</p>	<p>The plan's external legal counsel is Wildeboer Dellelce, LLP. The matters referred to under "How taxes affect your plan" and certain other legal matters relating to the plan have been reviewed by Wildeboer Dellelce.</p>

## SUBSCRIBER MATTERS

### MEETINGS OF SUBSCRIBERS

Meetings of unitholders may be called by the Foundation or trustee on at least 30 days' notice. A resolution of the subscribers may be passed by a majority of the votes cast at a meeting in person or by proxy. Each subscriber is entitled to one vote per unit.

### MATTERS REQUIRING SUBSCRIBER APPROVAL

A meeting of subscribers must be held to approve any changes to the contract or the trust indenture.

### AMENDMENTS TO THE DECLARATION OF TRUST

Any amendments to the trust indenture require the approval of the Foundation and the subscribers.

Notwithstanding the foregoing, the Foundation may without concurrence of the subscribers, make any amendment to the education savings plan contract which is:

- (a) required to be made in order to comply with applicable law or an order or rule of any governmental or regulatory authority; or
- (b) required to overcome administrative difficulties where such amendment does not adversely affect the rights of any subscriber or beneficiary.

In addition, notwithstanding the foregoing, the Foundation and the trustee may amend the trust indenture without the concurrence of the subscribers if the amendment is:

- (a) required in order to comply with any applicable law or order or rule of any governmental or regulatory authority or to ensure the continued qualification of the plan as an RESP under the *Income Tax Act* (Canada);
- (b) necessary to rectify a clerical or typographical error; or
- (c) necessary or desirable in the opinion of the Foundation, provided the amendment does not adversely affect the rights of any subscriber or beneficiary and does not have the effect of disqualifying the plan as RESPs under the *Income Tax Act* (Canada).

## REPORTING TO SUBSCRIBERS AND BENEFICIARIES

Each subscriber is provided with an annual statement showing the amount of contributions, any deductions therefrom made during the previous year and all the federal or provincial grants deposited or withdrawn from their account.

In addition, the subscriber can, upon request and without charge, obtain the plan's management report of fund performance and audited financial statements. A copy of the interim financial statements, the statement of investment portfolio and the statement of portfolio transactions are available upon request to the subscribers without charge. The management report of fund performance, audited financial statements and interim financial statements are accessible in the resource centre at [www.knowledgefirstfinancial.ca](http://www.knowledgefirstfinancial.ca) as well as in the SEDAR filings database at [SEDAR.com](http://SEDAR.com). Subscribers who sign and return the appropriate consent authorize the Foundation to provide this information electronically.

## BUSINESS PRACTICES

### OUR POLICIES

We maintain written compliance policies in our Compliance Policy and Procedures Manual for sales representatives and the Branch Supervisory Manual for branch supervisors. We also maintain written policies and procedures regarding various operational, business and sales practices matters in our Corporate Policy Manual.

### VALUATION OF PORTFOLIO INVESTMENTS

Investments in bonds, bank deposit notes, guaranteed investment certificates ("GICs"), equities, ETFs and short-term investments are carried at fair value based on closing market prices. In the event that market prices are not available, the fair values are estimated using present value or other valuation techniques.

Management has determined that the carrying value of payables for securities purchased, subscribers' contributions and unclaimed funds approximate their fair values as these instruments are short term in nature.



















## HERITAGE PLANS

**Knowledge First Financial Inc.  
50 Burnhamthorpe Road West  
Suite 1000  
Mississauga, Ontario L5B 4A5**

Email: [contact@kff.ca](mailto:contact@kff.ca)

[www.knowledgefirstfinancial.ca](http://www.knowledgefirstfinancial.ca)

You can find additional information about the plan in the following documents:

- the plan's most recently filed annual financial statements,
- any interim financial reports filed after the annual financial statements,
- the most recently filed annual management report of fund performance, and
- the undertaking.

These documents are incorporated by reference into this prospectus. That means they legally form part of this document just as if they were printed as part of this document.

You can get a copy of these documents at no cost by calling us at 1 800 363-7377 or by contacting us at [contact@kff.ca](mailto:contact@kff.ca).

You'll also find these documents on our website at [www.knowledgefirstfinancial.ca](http://www.knowledgefirstfinancial.ca).

These documents and other information about the plan are also available at [SEDAR.com](http://SEDAR.com).

Knowledge First Financial Inc. is a wholly owned subsidiary of the Knowledge First Foundation and is the investment fund manager, administrator and distributor of the education savings plans offered by Knowledge First Foundation and Heritage Educational Foundation. Knowledge First Financial® is a registered trademark of Knowledge First Financial Inc.