



In July 2016, the Knowledge First Foundation approved the following changes to the Family Group, Family Single Student and Classic Education Savings plans as part of our ongoing effort to evolve our business to better serve the needs of our customers and help students fund the cost of post-secondary education.

All changes have been incorporated into the Education Assistance Agreement (EAA) for each Plan. Changes for the Family Group and Family Single Student plans have also been incorporated into the Prospectus. To download a current copy of the Prospectus and the EAA for each Plan, please visit www.knowledgefirstfinancial.ca.

FAMILY GROUP PLAN

Accumulated Income Payments on Death or Disability of Student: Where a student dies or becomes disabled, and in the case where the plan has not yet matured, we will now, upon written request and in accordance with the Income Tax Act or with the permission of the Canada Revenue Agency, pay an Accumulated Income Payment (AIP) from the Family Group Plan in an amount representing accumulated grant income and accumulated income earned on contributions. In the case of matured plans, we will now, upon written request and in accordance with the Income Tax Act or with the permission of the Canada Revenue Agency, pay an Accumulated Income Payment (AIP) from the Family Group Plan in an amount representing the accumulated income earned on government grants received up to the date of maturity and the accumulated income earned on contributions received up to the date of maturity.

Automatic Reduction in Units: If your plan is in arrears for more than twelve consecutive months or is in arrears at any time in the twelve months prior to the plan's maturity date, and you do not either make up the arrears or transfer the plan to a Family Single Student Plan, we will automatically reduce the number of units in your plan corresponding to the number of units you would have acquired with net contributions made prior to arrears.

Automatic Transfer: If you haven't requested in writing for a full refund of net contributions within two years after your plan's maturity date and you have government grants in your plan, at the end of the two-year period, we'll automatically transfer your net contributions, grants and grant income to the Family Single Student Plan.

Single Payment EAP: For qualifying post-secondary education programs that are less than 12 months long and start before July 1, we will, upon written request, pay the full amount of the applicable EAP in one single payment.

Changes to Year of Eligibility: We've extended the deadline for applying to change your student's Year of Eligibility to December 31st of the year the student turns 22 years old.

Transfer to the Family Single Student Plan: Where your plan has not matured, we've extended the deadline for applying to transfer your net contributions, grants and all income earned within your plan to a Family Single Student Plan to December 31st of the year the student turns 19 years old.

FAMILY SINGLE STUDENT PLAN

Automatic Return of Contributions: If you haven't requested in writing for a full refund of net contributions within two years after your plan's maturity date, at the end of this two year period we'll retain your contributions in your plan until the plan's termination date or until you request a refund.

Making Contributions: We've extended the deadline for making contributions to your plan to the 31st year after the year in which your plan was opened.

Termination Date: We've extended the termination date of your plan to December 31st of the 35th year after the year in which your plan was opened.

CLASSIC EDUCATION SAVINGS PLAN

Automatic Transfer: If you haven't requested in writing for a full refund of net contributions within two years after your plan's maturity date and you have government grants in your plan, at the end of the two-year period, we'll automatically transfer your net contributions, grants and grant income to the Family Single Student Plan.