

The following is a copy of the annual Board Resolution as prescribed by DICO under the Reporting Requirements of By-law NO.5. A copy of the Resolution is to be forwarded to DICO within 75 days of the institution's fiscal year end.

## Resolution of the Board of Directors

### It is resolved that:

This resolution is made in respect of <name of member institution> (the "member institution") and concerns its adherence to the Deposit Insurance Corporation of Ontario ("DICO") Standards of Sound Business and Financial Practices (the "Standards") as outlined in DICO By-law No.5.

The board of directors (the "board") of the member institution is familiar with the contents of the Standards By-law and acknowledges its responsibilities under the Standards, which include:

- establishing appropriate and prudent risk management policies for each of the Standards and obtaining reasonable assurance that the institution is adhering to its risk management policies for significant risks
- establishing the responsibilities, accountability and authority of board committees
- establishing standards of business conduct and ethical behaviour
- appointing appropriately skilled and experienced management to implement the board's objectives
- establishing the business objectives of the institution consistent with cooperative principles and approving the institution's business strategy and business plans
- evaluating the institution's actual operating and financial results against business plans
- evaluating the effectiveness of management

The board of directors of the member institution is, to the best of its knowledge and abilities, fulfilling its responsibilities under the Standards [*if applicable, add: "except as indicated below"*].

The board has carefully considered the management representation letter dated <month> <day>, <year> addressed to the board concerning adherence to the Standards. The board has also carefully considered other information, and made such inquiries as it deems appropriate, relevant to the forming of its opinion on whether the member is following the Standards.

It is the opinion of the board that to the best of its knowledge, it has obtained reasonable assurance that the member institution is following the Standards [*add, if applicable: "except as indicated in the representation letter and/or below"*].

[*if applicable, add: "With respect to the deficiency (ies) or exception(s) not indicated in the representation letter, the board of directors confirms that an action plan(plans) addressing their correction has(have) been prepared and is(are) being implemented. A copy of the action plan(s) is being (has been) submitted to DICO and/or the Financial Services Commission of Ontario."*]

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The foregoing is certified as a true copy of a resolution of the board of directors of <name of member institution> passed at a meeting of the board held on the <day> of <month>, <year>.

Dated at <insert place> this <day>of<month>, <year>.

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Corporate Secretary

Copy to: Deposit Insurance Corporation of Ontario