

**Appendix A to BRIEFING NOTE TO MEMBERS OF THE HOUSE OF COMMONS STANDING COMMITTEE ON FINANCE
ON TAX INCENTIVES FOR CHARITABLE DONATIONS**

<p>“...this provision will have a significant negative impact on charitable giving in Canada at a time when Canada’s charitable donor base is eroding and creative incentives for charitable giving are required.”</p>	<p>Mark Beaudet Vice President, Paladin Labs Ind. Director, McGill University Health Centre Foundation Director, Loyola High School Foundation Campaign Cabinet Member, Centraide of Greater Montreal</p>
<p>“The lack of a flow through share donation option will mean I will extend this transformational gift’s [\$6 million to Credit Valley Hospital] pledge period significantly – up to 10 years.”</p>	<p>Rudolph P. Bratty Chairman, The Erin Mills Development Corporation</p>
<p>“This enactment is certain to kill any incentive for sizeable donations... For the government to tax the capital gain is a classic example of stepping over a dollar to pick up a dime.”</p>	<p>Melvin Davis President, Davis Trading & Supply Ltd., Commonwealth Holding Co. Ltd., MJD Holdings Inc.</p>
<p>“My charitable giving to both a food bank and home for mentally and physically disabled children have been significantly enhanced by this program. Neither charity is a recipient of government largesse...this provision will have a significant negative impact on charitable giving in Canada at a time when Canada’s charitable donor base is eroding and creative incentives for charitable giving are required.”</p>	<p>Harvey Elman President, Landmark Properties Inc.</p>
<p>“It is clearly in our country’s interest to support both mining exploration and registered charities, who support Canada’s most vulnerable.”</p>	<p>Jonathan Goodman President, Paladin Labs Inc.</p>
<p>“As Chairman of a charitable organization here in Montréal I can assure you that this will have a very negative effect on our ability to raise funds this year.”</p>	<p>Stephen R. Hurlburt VP & Secretary Treasurer, H.J O’Connell Ltd.</p>

<p>“....I represent several Canadians who are dedicated philanthropists...the multimillion dollar major gifts generously provided by my clients directly off set the public funds required by these institutions....some of my clients have made use of flow through share donations to increase and accelerate their giving.”</p>	<p>Frank Penny Clover Administration Inc.</p>
<p>“Without these flow through share arrangements, I would not be able to donate funds to a hospital that will in turn use these funds to enhance the services to the various communities and their significant numbers of constituents and patients. I have donated 2 years in a row and can see the benefits of these donations. Please consider the benefits to these hospitals as well as to the mining sector that...could not otherwise happen.”</p>	<p>Jean Prevost Quebec</p>
<p>“As a small example, my wife and I now donate approximately \$250,000 per year using this format which is about a fivefold increase to our previous direct cash donation history. My wife and I are risk adverse and have tax advisors. Previous to this structure we never purchased flow through shares for investment or tax purposes. In the absence of this program we will not again. I believe I am advancing local philanthropy and the rural economy. My deductions are another’s tax inclusion. I believe that my concerns and family donation story are typical of hundreds of others active in community service. I also believe that a full economic study of this combination will result in government buy-in that more tax is generated then lost.”</p>	<p>Mark L. Smith C.A. President & CEO, Pandion Investments Ltd.</p>
<p>“If donors cannot honour commitments because of the removal of this giving option, or if they extend their payment schedule, it will put programs at risk and mean will hire fewer cancer coaches, deliver fewer programs and provide fewer services than had been planned, for patients and families.”</p>	<p>Linda Eagen President & CEO, Ottawa Regional Cancer Foundation</p>

<p>“A number of our donors choose to use flow-through shares as their preferred vehicle of giving. As an example, we are working at present on a campaign to raise \$27 million for a new mental health centre at Vancouver General Hospital. The lead gift for this campaign came in the form of flow-through shares. We would expect that a number of other donors plan to make their future donations using this giving strategy.”</p>	<p>Ron Dumouchelle President & CEO, VGH & UBC Hospital Foundation</p>
<p>“...change in tax benefits will impact the structure of this transformative gift from The Erin Mills Development Corporation [\$6 million] in a significant way, extending the payment terms out for several years. The change in terms will impact the Foundation’s ability to support the funding needs of the Credit Valley Hospital as anticipated and, therefore, potentially impact the health care in our community.”</p>	<p>Michael Kilkenny Chair, Board of Directors The Credit Valley Hospital Foundation</p> <p>Kathy Hay President & CEO The Credit Valley Hospital Foundation</p>
<p>“I am writing to you as a dedicated volunteer and philanthropist to organizations across Canada. I believe significant change and progress in Canada will be made possible through the efforts of charitable organizations and institutions...I am writing to express my concern with respect to the 2011 budget measure on the donation of flow-through shares. I believe it is important that the consequences of this measure receive further consideration before a final decision is made.”</p>	<p>L. Jacques Menard President, Quebec BMO Financial Group</p>
<p>“In recent years we [Montreal Children’s Hospital] have received a growing percentage of our donations through these flow through shares that has...put us back on a positive growth path [following the “...2008 financial meltdown caused a 40% drop in donations”].”</p>	<p>Peter Morton Chairman, Montreal Children’s Hospital Golf Committee</p>