



PRE-AUTHORIZED DEBIT (PAD) AGREEMENT

In this agreement, “you” and “your” mean each person who signs this agreement as borrower and co-borrower, and “we”, “our” and “us” mean Accepted Financial Corporation.

Pre-Authorized Debit (PAD):

- Means a pre-authorized debit payment item in electronic form drawn pursuant to this Agreement on my/our account at your Financial Institute (“FI”).

Operation: You understand and undertake that:

- This authorization is for the benefit of Accepted Financial Corporation and your FI where accordance with the rules of the Canadian Payment Association (CPA) and applies until all obligations of the mortgage have been satisfied as per the terms and conditions of your mortgage with Accepted Financial Corporation and includes late payment fees if required (\$150 – 1st late fee and \$200 – subsequent late payments) or amendments to the loan.
- Giving this authorization to the Company is the same as giving it to you FI.
- Your FI is not required to verify that the PAD conforms with my authorization.
- Your FI is not required to verify that the purpose of payment to which this PAD relates has been fulfilled.
- Revoking this authorization does not terminate any contract between me/us and the Company. Your authorization applies only to the method of payment and has no bearing otherwise on the contract.

Pre-Notification:

- The Company and you agree to hereby waive all notification requirements from the Company for the variable amount PAD’s.

Cancellation:

- You may revoke your authorization at any time, subject to providing notice of at least 10 business days prior to the next debit due date.
- You must advise the Company in writing or by signing the cancellation below. To obtain a sample cancellation form, or for more information on my/our right to cancel a PAD agreement, you may contact your FI or visit www.cdnpay.ca.

The Account: You confirm that:

- All persons required to sign on your account with your FI have signed this agreement.
- You certify all the personal and account information recorded in the Agreement is correct.
- You will inform the Company in writing of any change to such information at least 10 business days prior to the next due date of the PAD.

Dispute & Reimbursement:

- You have certain resource rights if any debit does not comply with this Agreement. For example, you have the right to receive reimbursement for any debit that is not authorized or is not consistent with this PAD agreement. To obtain more information on my/our recourse rights, you may contact my/our FI or visit www.cdapay.ca.

You understand that: You may dispute a PAD and may claim for reimbursement if:

- The PAD was not drawn in accordance with this Agreement; or
- The Agreement was revoked; or
- No Agreement exists between me/us and the purported payee

If you are claiming reimbursement, you must, within 90 calendar days of the date of posting of the Personal PAD or Funds Transfer PAD or 10 business days in the case of a Business PAD. Complete a declaration to your FI that you have a claim for one of the reasons given in the preceding paragraph;

In the case where the declared condition is “no Agreement exists between me/us and purported Payee”, I/we may claim reimbursement within 90 calendar days after the posting date on my/our account statement which shows the improperly processed debit;

Any claim relating to a PAD which is advanced after the expiry of the time in the preceding paragraph or any Funds Transfer PADs is strictly a matter between me/us and the Company.

You authorize the processing of a PAD through my/our account as detailed below:

PAYOR NAME: _____

PAYOR NAME: _____

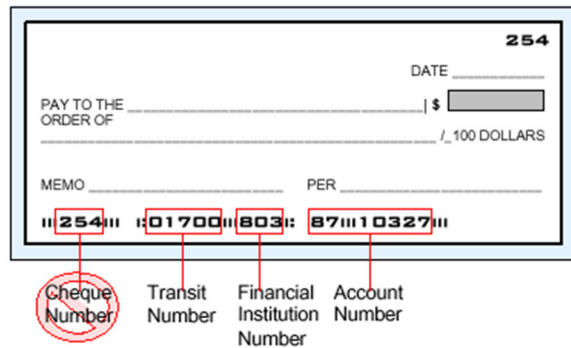
NAME OF FINANCIAL INSTITUTION: _____

ADDRESS OF FI: _____

_____ PHONE # OF FI: _____

PLEASE ATTACH A "VOID" CHEQUE IF POSSIBLE

TRANSIT # _____ INSTITUTION # _____ ACCOUNT # _____



SIGNED: _____ DATE: _____ 20____

SIGNED: _____ DATE: _____ 20____