



Welcome to Keybase

We would like to extend a welcome to the Keybase Financial Group. All mutual fund accounts have been transferred to Keybase.

Keybase believes that most clients are better served by seeking quality advice from independent Financial Advisor professionals. Keybase is fiercely independent, not owned by any big institution, bank or insurance company. Keybase stands on the side of clients, offering a wide spectrum of investments, superior choice and independent advice.

We look forward to working with Keybase to continue to provide quality service to our clients.

Market Update

After more than four years of trying to boost its economy through extremely low interest rates and other measures, the U.S. Federal Reserve declared a tentative victory in the second quarter of 2013. Cheered by strong jobs and housing data, Fed Governor Ben Bernanke suggested that it may begin to scale back its massive bond-buying program, known as quantitative easing, later this year and allow interest rates to rise in 2014.

However, global capital markets reacted to the Fed's move with a sharp drop in prices as the second quarter drew to a close. Concerns about a credit crunch and slowing growth in China contributed to the pullback. Government bond yields rose sharply, prices for high-yield and investment-grade corporate bonds and real estate investment trusts also moved lower. Prices for many commodities, including oil, copper and other base metals, were weighed down by the outlook for Chinese growth. And gold, which many investors held as a hedge against inflation or market volatility, lost more than 25% of its value during the first two quarters of 2013.

For many stock markets, the drop in June was not enough to offset earlier gains. U.S. equities as measured by the S&P 500 Index finished the first six months of the year with a rise of 20.3% and many European markets also managed increases in Canadian dollar terms. With prices for many commodities down, the resource-heavy Canadian market, as measured by the S&P/TSX Composite

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Accessing Your Account Online

You will need to update your bookmark for your account login as the web address has changed. To access the Keybase client site follow these steps:

1. Go to www.starviewfinancial.com
2. Click the "Client Login" button at the top right.
3. Enter your username and password. Use your existing credentials, these have not changed.

Let us know if you have forgot your username or password or have any issues logging in.

Get TFSA Contribution Room, CPP details and more online.

My Account: "My Account" is a system that the Canada Revenue Agency (CRA) now offers Canadians to access a number of pieces of personal information that it maintains on your behalf. This includes ability to:

- Get immediate access to your information status on things such as your income tax return refund status, personal GST/HST credits including your account balance, **your RRSP deduction limit, your TFSA contribution room**, the status of your Home Buyers' Plan, Lifelong Learning Plan and specific personal ...see *CRA-Service Canada* on page 2



Did you know...

The red fox can "scream" - this can sound quite similar to a high pitched human scream. The noise is made for various reasons but often done during mating season to assert their territory.

Mutual Funds offered through:



Keybase
Financial Group

www.keybase.com

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Index, shed 0.9% (TSX Total Return).

Bond markets did not fare as well as stocks in the first half of the year. Thanks to rising yields, the DEX Universe Bond Index declined 1.7% year-to-date.

The reaction to Bernanke's comments seemed counter-intuitive, as market moves often are. He was acknowledging that the U.S. economy has made great strides since the financial crisis of 2008, making monetary stimulus less necessary. The positive trends in the economy, including low inflation, healthy corporate earnings, improving employment and the surprising strength in housing, are factors that should support U.S. capital markets. And although other regions, including Europe and China, continue to work through structural and financial issues, business conditions remain accommodative and global credit markets are functioning well.

As we have seen this year, both market declines - and gains - are unpredictable in the short term. We continue to believe the best strategy for investors is to take a long-term view, investing with care in a portfolio that is well diversified by asset class, geography and industry sector and which suits your tolerance for risk.

The information above is derived from various sources, including CI Investments, Signature Global Asset Management, Cambridge Global Asset Management, Globe and Mail, National Post, Bank of Montreal Economics, and Trading Economics. Index information was provided by TD Asset Management, TD Newcrest and PC Bond. This material is provided for general information and is subject to change without notice. Every effort has been made to compile this material from reliable sources; however, no warranty can be made as to its accuracy or completeness.



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benefit payments (e.g. Canada Child Tax Benefit or Disability Tax Credit); and

- View your personal income tax and benefit information and manage your tax affairs online. Examples include change your return information, change your address or telephone number, authorize your representative to formally dispute your assessment determination.

You may set up access to the CRA "My Account" at: <http://www.cra-arc.gc.ca/myaccount/>

This website will allow you to begin the registration process by setting up a CRA user ID and password. You will need your previous years tax return handy to complete the registration process.

My Service Canada: Individuals may also set up a "My Service Canada" account. This account is with Service Canada and not the CRA (as above). A "My Service Canada Account" (MSCA) provides online access to view and update your Employment Insurance (EI), as well as obtain information on your **Canada Pension Plan (CPP) and Old Age Security Pension (OAS)**.

You may set up access to the Service Canada "My Service Canada" information system at <http://www.servicecanada.gc.ca/eng/online/mysca.shtml>

We cannot ensure your online safety or security when using these sites, use these services at your own discretion. Always ensure your anti-virus and online security software are up to date.

Increase in the Lifetime Capital Gains Exemption

The 2013 Federal Budget includes a proposal to increase the Lifetime Capital Gains Exemption to \$800,000 (from the current \$750,000 level) for 2014 and will apply to gains generated on the disposal of qualified small business shares, qualified farm properties and qualified fishing properties. The Budget also proposes to index the exemption for inflation starting in 2015.

The new limit will apply even if you have previously accessed any portion of the existing lifetime capital gains exemption.

The opinions expressed within this newsletter are those of the Financial Advisor and not necessarily those of Keybase Financial Group Inc. Any data provided is for illustration purposes only. Clients and prospective clients should always read a products prospectus and fully understand all the risks associated with the product before purchasing. Any information in relating to the discussion of taxation issues is considered to be only general in nature. Clients should seek a qualified tax professional to discuss their specific tax requirements.