



Monday, December 16, 2024

To: All Falls Wholesale Ltd.
and Hyde's Distribution
Customers

Subject: Tax Holiday

Dear customer,

The recent decision by the Liberal Government to provide Canadians with a Tax Holiday has created challenges for everyone.

As of today, we have been advised by manufacturers that they will continue to charge tax on purchases made by distributors as they believe that the governments intentions were to have the tax relieved at the retail level. Please see the letters attached. **We have also been contacted by our national customers who have told us to continue charging them the tax as they will relieve that tax at their level.** Clearly the government has created a lot of confusion at every level.

We have been advised that the CRA is looking into this matter and will hopefully provide some clarity within the next few days. Until then please note that we will continue charging tax.

As many of you have contacted our office asking which items qualify for tax relief, I'm sending you a list provided on the government website. As you will see, not everything qualifies. <https://www.canada.ca/en/department-finance/news/2024/11/more-money-in-your-pocket-a-tax-break-for-all-canadians.html>

Should you have any questions concerning the above, please do not hesitate to contact me directly.

Thank you

Falls Wholesale Ltd /
Hyde's Distribution

A handwritten signature in black ink, appearing to read "Gary Hyde". The signature is written in a cursive, flowing style with some loops and flourishes.

Gary Hyde
President