

September 15, 2009

Election of Retiree Representative to Pension Committee

The election of the retiree representative to the MTS Pension Committee is now complete. Out of 2608 ballots that were mailed out, 1463 votes were cast. Harry Restall, the incumbent retiree representative, obtained the highest number of votes and as a result becomes your representative for a further three year term. An election for the position of retiree representative on the MTS Pension Committee is held at least every three years in accordance with regulations under the *Pension Benefits Standards Act, 1985*.

Annual Report

Your personal copy of the MTS Employee Pension Plan 2008 Annual Report was recently distributed.

If you have any questions about the information in the Annual Report, or if you have any questions about your personal retirement benefits, please refer to the contact information on the inside front cover of the Annual Report.

Cost of Living Adjustment

The Audit Committee of the Board of Directors of MTS has approved a 0.77% increase to pension payments effective July 1, 2009. This represents the guaranteed annual cost of living adjustment (COLA) of two-thirds of the increase in the Consumer Price Index for Canada during 2008. The combined effect of past COLA increases accounts for approximately 18% of the total benefits paid to retirees in 2008.