



IRA TO IRA ROLLOVER RULES

PLEASE NOTE: For a rollover from a Qualified Retirement Plan to an IRA or to convert your assets from a Traditional IRA to a Roth IRA, please call 800-598-0782.

Please review this sheet when rolling over assets from a Traditional IRA with another institution to a CGM Traditional IRA or from a Roth IRA with another institution to a CGM Roth IRA.

RULES AND CONDITIONS APPLICABLE TO ROLLOVERS

An IRA to IRA rollover is a way to move money from one IRA plan to another IRA plan. It is a tax reportable distribution from one IRA where the distribution proceeds are made payable to you and then deposited by you into another IRA as a rollover contribution. The Internal Revenue Code (IRC) limits how many IRA to IRA rollovers may be taken, how quickly the IRA to IRA rollover must be completed, what type of IRA assets are allowed to be rolled over, and how the Custodian or Trustee must report the transaction. Below are the rules governing rollovers when assets pass from one IRA to another IRA:

Timeliness: You must deposit rollover assets within 60 calendar days of receipt of the distribution.

Twelve Month Restriction: Starting January 1, 2015 the IRS implemented a new interpretation of the Twelve Month Restriction, which allows for only one rollover distribution in any twelve month period, regardless of how many IRA Plans you have established.

There are generally no exceptions to these rules and the IRS may only grant extensions under extreme circumstances.

Custodian Reporting: IRA to IRA rollovers are a tax reportable movement of assets. They are reported by the Custodian or Trustee to the IRS as a distribution on tax form 1099-R and as a rollover contribution on tax form 5498.

Certain types of IRA assets, such as Required Minimum Distributions (RMDs) are not allowed to be rolled over. IRA to IRA rollovers can be confusing. If you do not follow the rules set by the IRS, you could be taxed and penalized on your rollover assets. Please consult your tax advisor or visit the IRS website, www.irs.gov, for more information on IRA assets that are not eligible to be rolled over and for more information on the IRA to IRA rollover rules.

By properly completing and signing the CGM Funds IRA Account Application, you are certifying to the Custodian that you understand and have satisfied the rules and conditions applicable to your IRA to IRA rollover and that you are making an irrevocable election to treat the transaction as a rollover contribution.

HOW TO ROLL OVER ASSETS INTO A NEW CGM IRA

1. Review the CGM Funds IRA Plan Document and Disclosure Statement and the Fund's prospectus.
2. Complete and sign the CGM Funds IRA Account Application.
3. Enclose your check for the rollover proceeds (plus \$5.00 for the IRA establishment fee) made payable to UMB Bank, n.a. or to the specific fund(s) in which you are investing.
4. Mail the above items to the CGM Funds at the address listed at the bottom of the page.
5. Upon receipt of your CGM IRA Account Application and check (including the \$5.00 establishment fee) in good order, CGM will establish your IRA account(s). A statement confirming the transaction will be mailed to you.

HOW TO ROLL OVER ASSETS INTO YOUR EXISTING CGM IRA

1. Write a letter of instruction telling us about your existing account(s) at CGM and that the assets included in the check are part of a rollover from another IRA.
2. Enclose a check for the rollover proceeds made payable to UMB Bank, n.a. or to the specific fund(s), in which you are investing.
3. Mail the above items to the CGM Funds at the address listed at the bottom of the page.
4. Upon receipt of your letter of instruction and check in good order, CGM will deposit the rollover assets into your IRA account(s) as a rollover contribution. A statement confirming the transaction will be mailed to you.

QUESTIONS? CALL 800-598-0782

Return this form to: The CGM Funds, P.O. Box 219252, Kansas City, MO, 64121-9252

For overnight delivery, mail to: The CGM Funds, 430 W 7th Street, STE 219252, Kansas City, MO 64105-1407