



UPDATE

Commerce Split Corp is an Investment Corporation designed to pay monthly cash dividends. The Corporation invests in common shares of Canadian Imperial Bank of Commerce, a Canadian financial institution with strong fundamentals and performance. Two types of shares are available, a Class A and a Preferred (Priority Equity Share).

Objectives

Preferred Shares (TSX: XCM.PR.A):

(i) to provide holders of the Preferred Shares with fixed, cumulative preferential monthly cash dividends in the amount of \$0.04375 per Preferred Share to yield **5.25% per annum** on the original issue price; and (ii) on or about December 1, 2014 (termination date), to pay the holders of the Preferred Shares the original issue price of those shares by way of the Portfolio Protection Plan.

Class A Shares (TSX: XCM):

(i) to provide holders of the Class A Shares with regular monthly cash dividends initially targeted to be \$0.05 per Class A Share to yield **6.0% per annum** on the original issue price; and (ii) on or about December 1, 2014 (termination date), to pay the holders of Class A Shares at least the original issue price of those shares.

Details

| | |
|-------------------|----------------------|
| Gross Proceeds: | \$174,200,000 |
| Units Issued: | 8,710,000 |
| Inception Date: | Feb 16, 2007 |
| Termination Date: | Dec 1, 2014 |
| Net Asset Value: | \$17.23 (July 31/07) |

| | |
|----------------------------|-----|
| Cash Weighting: | 5% |
| Canadian Equity Weighting: | 95% |

| | | |
|-----------------|----------------|----------------------|
| XCM.PR.A | Issue Price: | \$10.00 |
| | Trading Price: | \$10.26 (July 31/07) |
| | Current Yield: | 5.1% annually |

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|------------|----------------|---------------------|
| XCM | Issue Price: | \$10.00 |
| | Trading Price: | \$7.95 (July 31/07) |
| | Current Yield: | 7.5% annually |

Holding Symbol

| | |
|------------------------------------|----|
| Canadian Imperial Bank of Commerce | CM |
|------------------------------------|----|

Distributions (by record date)

| | XCM | XCM (specials) | XCM.PR.A | Total |
|---------------|----------|----------------|-------------------------|----------|
| Total to Date | \$0.2500 | - | \$0.2391 | \$0.4891 |
| 2007 YTD | \$0.2500 | - | \$0.2391 ⁽¹⁾ | \$0.4891 |

(1) Initial distribution for the period Feb 16/07 to Mar 31/07.

Commentary

CIBC (TSX: CM) increased its quarterly common share dividend from \$0.70 to \$0.77 a share, a 10% increase (March 2007).

