

Transfer on Death registrations are governed by the Securities Transfer Association (STA) TOD Rules, except as altered, modified or supplemented by Parnassus Funds. The phrase "Subject to STA TOD Rules" in an account registration shall incorporate the modifications adopted by Parnassus Funds.

The following provisions are currently in effect:

1. The TOD registration requested on this application complies with the applicable laws of the State of California. If there is a dispute regarding the right of a TOD beneficiary to receive assets pursuant to this TOD registration, Parnassus Funds cannot assure you that the party or court hearing that dispute will apply California law when making its determination.
2. Pursuant to this form, beneficiary designations will only apply to the accounts listed on this form. However, if a new account is subsequently opened by exchanging from an account with a TOD beneficiary, the new account will include the existing account's beneficiary designation. In the event a named beneficiary pre-deceases all account owners, the deceased beneficiary's designated portion of the account will be divided equally among surviving beneficiaries.
3. You can change your designation of beneficiary at any time by submitting a new signature guaranteed Transfer on Death form.
4. A TOD registration may not be changed or revoked by will, codicil, or telephone conversation.
5. A custodian under the Uniform Gifts to Minors Act (UGMA) may not be designated as a beneficiary because the UGMA applies only to gifts made during the lifetime of the donor. A custodian under the Uniform Transfers to Minors Act may be designated as a beneficiary.
6. The name(s) of the beneficiary or the word "beneficiaries" and the legend "Subject to STA TOD Rules" must appear in the account registration at all times, for example:

John H. Smith &
Mary M. Smith JT Ten
TOD Richard Smith
Subject to STA TOD Rules
Address
City, State, Zip

By signing below, you revoke any prior beneficiary designation for the account referenced above and designate the beneficiary named in Section 2. Reserving the right to revoke or change this beneficiary designation by written notice, you acknowledge the designation is effective upon receipt by Parnassus Funds. You agree to be bound by the STA TOD Rules, as may be amended the STA, or altered, modified or supplemented by Parnassus Funds. Parnassus Funds is not responsible for determining the tax consequences of this designation nor has Parnassus Funds provided any advice with respect to legal effect of the TOD registration. You agree that Parnassus Funds or any of its affiliates, officers, directors or employees will not be liable for any loss, expense or cost for acting upon instructions you provided in connection with the transfer upon your death of the balance in the account referenced in Section 1 to the beneficiary listed in Section 2.

Important: A Signature Guarantee Medallion Stamp is required to modify an existing account. You may have your signature guaranteed by a commercial bank, savings bank, credit union, a trust company or a member of a national securities exchange. An acceptable signature must contain the words "signature guaranteed" and the institution's name. It is not required for new accounts.

Signature - Primary Account Holder

Phone _____ Date ____/____/____
m m d d y y y y

Signature - Joint Account Holder

Phone _____ Date ____/____/____
m m d d y y y y