



Mutual Fund Dealers Association of Canada
Association canadienne des courtiers de fonds mutuels
121 King Street West, Suite 1600, Toronto, Ontario, M5H 3T9
TEL: 416-361-6332 FAX: 416-943-1218 WEBSITE: www.mfda.ca

Contact: Laurie Gillett
Membership Services Manager
Phone: 416-943-5827
E-mail: lgillett@mfda.ca

BULLETIN #0007-C
February 18, 2003

MFDA Bulletin

Compliance

For Distribution to Relevant Parties within your Firm

Transition Period for Minimum Capital

MFDA Rule 3.1.1 requires Members to maintain minimum capital in the following amounts:

Level 1 Dealer - \$25,000
Level 2 Dealer - \$50,000
Level 3 Dealer - \$75,000
Level 4 Dealer - \$200,000

The MFDA Board of Directors approved a three year transition period (commencing March 1, 2001 and ending March 1, 2004) to allow Level 2, 3 and 4 dealers to meet the minimum capital requirements set out in MFDA Rule 3.1.1. As of March 1, 2003, Level 2, 3 and 4 dealers will be expected to maintain the following minimum capital amounts:

Level 2 Dealer - \$45, 000
Level 3 Dealer - \$55, 000
Level 4 Dealer – \$145, 000

As of March 1, 2004, Level 2, 3 and 4 dealers will be expected to meet the capital requirements of \$50,000, \$75,000 and \$200,000 respectively in accordance with Rule 3.1.1.

For further information regarding transition periods for minimum capital, Members are advised to refer to MFDA Member Regulation Notice MR-0005, issued March 16, 2001, entitled “MFDA Financial Questionnaire and Report – Related Transition Periods”.

Laurie Gillett
Corporate Secretary