



Mutual Fund Dealers Association of Canada  
Association canadienne des courtiers de fonds mutuels  
121 King Street West, Suite 1000, Toronto, Ontario, M5H 3T9  
TEL: 416-361-6332 FAX: 416-943-1218 WEBSITE: www.mfda.ca

Contact: Paige L. Ward  
Director of Policy and Regulatory Affairs  
Phone: (416) 943-5838  
E-mail: pward@mfda.ca

**BULLETIN #0158-P**

July 25, 2005

# MFDA Bulletin

## Policy

**For Distribution to Relevant Parties within your Firm**

---

### **MFDA Investor Protection Corporation Working Group – Nominations for Membership**

In accordance with the terms and conditions of the approval orders of the MFDA Investor Protection Corporation (“IPC”), the IPC and MFDA will be establishing a working group consisting of representatives of the MFDA IPC, the MFDA and MFDA Members to review various aspects of the IPC including the following:

- (i) identification of the risks of mutual fund dealer failures leading to potential investor losses;
- (ii) consideration of the size of fund that is appropriate having regard to:
  - identified risks;
  - amounts of customer property held in client name;
  - amounts of customer property held in nominee name;
  - average size of customer accounts;
  - average cash flow of customer monies through the dealer; and
  - other non-mutual fund products being covered under the fund;
- (iii) the type of products that should be covered;

- (iv) the appropriate coverage amount per customer account;
- (v) assessment methodology, including whether it should be risk-based;
- (vi) the appropriate long term methods of funding the MFDA IPC; and
- (vii) the types of risk management tools required by the MFDA IPC.

The MFDA and IPC are currently seeking suggestions for membership on the MFDA IPC working group from representatives of MFDA Members. Members of the working group will be officers and senior employees of MFDA Members and will be selected with a view to ensuring that the working group is reasonably representative of the diversity of MFDA Membership.

Qualified individuals interested in serving on the working group should forward an up-to-date resume together with a brief covering letter by August 15, 2005 to the attention of:

Bernadette Devine  
Assistant Corporate Secretary

By Mail: Mutual Fund Dealers Association of Canada  
121 King Street West  
Standard Life Tower  
Suite 1000  
Toronto, Ontario  
M5H 3T9

Or Electronically at: [bdevine@mfda.ca](mailto:bdevine@mfda.ca)

Or By facsimile: (416) 361-9781

Doc #63354v1