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January 14, 2011

Alberta Securities Commission
Autorité des marchés financiers
British Columbia Securities Commission
Manitoba Securities Commission
New Brunswick Securities Commission
Ontario Securities Commission
Saskatchewan Financial Services Commission

VIA MAIL, FAX & EMAIL

Attention: John Stevenson
Secretary
Ontario Securities Commission
20 Queen Street West
Suite 1900, Box 55
Toronto, Ontario M5H 3S8
Fax: (416) 593-2318
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And: Me Anne-Marie Beaudoin
Secrétaire de l'Autorité
Autorité des marchés financiers
800, square Victoria, 22e étage
C.P. 246, Tour de la Bourse
Montréal, Québec H4Z 1G3
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Dear Sirs/Madams,

RE: Consultation Paper 91-401 on Over-the-Counter Derivatives Regulation in Canada

On behalf of Canada Mortgage and Housing Corporation (CMHC), the federal housing and housing finance agency, I would like to thank you for undertaking public consultations on this important subject.

We also thank you for recognizing the importance of providing exemptions for parties that are merely hedging business risks and keeping in mind Government and Crown agency related activities. CMHC would like to meet with the Canadian Securities

Administrators in this regard and recommends providing for an exemption for all parties and end-users when they are transacting in relation to government and Crown agency programs or with government related entities. These would be circumstances where they are not engaged in speculative trading.

We will be in touch to set up a meeting between our organizations. Thanks again.

Yours truly,

A handwritten signature in blue ink, appearing to read "Marc Joyal", written in a cursive style.

Marc Joyal
Vice President, Corporate Services
and Chief Financial Officer