

Dear Madams:

I am writing to comment on the proposed amendments to NI 45-106, in particular the proposed annual investment limits for non-accredited investors.

I do see a need for better control over the exempt market in particular. Control, yes. Limit, no.

Therefore, you must not limit my investment in the private sector. That is the only place where I can get a decent interest rate. What you must do is make sure these companies keep good records of where the money is and how they used it to make money. The auditors must make sure that the investment money is not being used in ways contrary to the Offering Memorandum. And the decision power of how the invested money is used must not lie with only one person but should be spread out in a committee of at least three qualified people.

You must also make sure that companies selling these investments have a rigorous checklist of items that must be met in order to justify selling that product - along the same lines as what the auditors check for several times a year.

And if you feel you still need a limit, make it \$300K instead of \$30K.

This submission is being made on my own behalf.

If you would like further elaboration on my comments, please feel free to contact me by replying to this email.

Regards,

Frederick Bach  
Investor

