

APPENDIX I - MONTHLY REPORT ON NET FREE CAPITAL
[s.8 and 11]

NOTE: THIS REPORT IS PREPARED ON THE ACCRUAL BASIS OF ACCOUNTING.

FIRM'S NAME:

Person to contact:		Telephone:	
Title:			
Current month:			

	Current Month (\$)	Previous Month (\$)
1. NET FREE CAPITAL		
Quick assets (A)		
Cash		
Securities owned and negotiable at any time (B)		
Commissions receivable (30 days or less)		
Income tax recoverable or overpaid (C)		
Other assets receivable (30 days or less) (explain)		
Quick assets (1)		
Liabilities (D)		
Loans and bank overdrafts		
Other loans (E)		
Accounts payable and accrued liabilities		
Commissions payable		
Provision for income tax payable		
Other liabilities (explain)		
Liabilities (2)		
NET FREE CAPITAL	(3)=(1)-(2)	
NET FREE CAPITAL REQUIRED (F)	(4)	
Amount receivable under a standby subordinated loan from a Canadian chartered bank	(5)	
EXCESS (DEFICIT) OF NET FREE CAPITAL	(3)-(4)+(5)	

2. TRUST ACCOUNT	Current Month (\$)	Previous Month (\$)
Cash at the end of the period:		
Amount payable to mutual funds at the end of the period		
0 - 10 days		
11 - 30 days		
over 30 days		

Cash and the amount payable to mutual funds shall not be included in Part 1 of the report.

(Signature - President)

(Signature – Chief Financial Officer)

(date)

(date)

yyyy/mm/dd

yyyy/mm/dd

NOTES

A) Do not include the following items:

- contribution to the financial services compensation fund of another Canadian province;
- prepaid expenses;
- deferred charges;
- investments in and advances to subsidiaries and affiliated companies;
- advances to shareholders, senior executives, representatives and other employees.

B) Do not include investment contracts.

- Include all other securities negotiable at any time including deposit certificates. Indicate securities at market value.

C) Take a provision of 25% from the receivable amount.

D) Do not include the following items:

- long-term portion of loans guaranteed by other than quick assets;
- long-term portion of capital leases;
- deferred income taxes payable for other than quick assets.

E) Include all short-term and long-term loans except in the case of subordinate

F) The firm always has the net free capital provided for in section 8.