

REGULATION IN FORCE FROM JANUARY 1, 2011 TO MAY 13, 2013

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c. V-1.1, r. 17

REGULATION 44-102 RESPECTING SHELF DISTRIBUTIONS

Decision 2001-C-0201, Title; M.O. 2005-19, s. 1.

Securities Act

(R.S.Q., c.V-1.1, s. 331.1)

PART 1 DEFINITIONS AND INTERPRETATION

1.1. Definitions

(1) *In this Regulation*

"acting jointly or in concert" has the meaning ascribed to that phrase in securities legislation;

"at-the-market distribution" means a non-fixed price distribution of equity securities under the shelf procedures into a pre-existing trading market in which securities of the same class are traded;

"base shelf prospectus" means a short form prospectus that is prepared in the form required under Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16), as varied in accordance with this Regulation;

"clearing corporation" has the meaning ascribed to that term in Regulation 81-102 respecting Mutual Funds (c. V-1.1, r. 39);

"conventional convertible security" means a security of an issuer that is, according to its terms, convertible into, or exchangeable for, other securities of the issuer, or of an affiliate of the issuer;

"conventional warrant or right" means a security of an issuer, other than a clearing corporation, that gives the holder the right to purchase securities of the issuer or of an affiliate of the issuer;

"index participation unit" means a security traded on a stock exchange in Canada or the United States and issued by an issuer the only purpose of which is to

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(a) hold the securities that are included in a specified widely quoted market index in substantially the same proportion as those securities are reflected in the index; or

(b) invest in a manner that causes the issuer to replicate the performance of that index;

"method 1" means the method described in Appendix A of providing forward-looking forms of prospectus certificates in a base shelf prospectus or in a shelf prospectus supplement that establishes an MTN program or continuous distribution;

"method 2" means the method described in Appendix B of providing non-forward looking forms of prospectus certificates in a base shelf prospectus and a shelf prospectus supplement;

"MTN program" means a continuous distribution of debt securities in which the specific variable terms of the individual debt securities and the method of distribution of those securities are determined at the time of the distribution;

"novel" means,

(a) for a specified derivative proposed to be distributed using the shelf procedures and that has an underlying interest that is not a security of the issuer,

(i) a derivative of a type that has not been distributed by the issuer by way of prospectus in a jurisdiction of Canada before the proposed distribution, or

(ii) a derivative of a type that has been distributed by the issuer by way of prospectus in a jurisdiction of Canada before the proposed distribution if

(A) the attributes of the derivative differ materially from the attributes of derivatives of the same type previously distributed by the issuer by way of prospectus,

(B) the structure and contractual arrangements underlying the derivative differ materially from the structure and contractual arrangements underlying derivatives of the same type previously distributed by the issuer by way of prospectus, or

(C) the type of the underlying interest for the derivative differs materially from the type of underlying interest for derivatives of the same type previously distributed by the issuer by way of prospectus, and

(b) for an asset-backed security proposed to be distributed using the shelf procedures,

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(i) a security of a type that has not been distributed by way of prospectus in a jurisdiction of Canada before the proposed distribution, or

(ii) a security of a type that has been distributed by way of prospectus in a jurisdiction of Canada before the proposed distribution if

(A) the attributes of the security differ materially from the attributes of securities of the same type previously distributed by way of prospectus,

(B) the structure and contractual arrangements underlying the security differ materially from the structure and contractual arrangements underlying securities of the same type previously distributed by way of prospectus, or

(C) the type of financial assets servicing the security differ materially from the type of financial assets servicing securities of the same type previously distributed by way of prospectus;

"pricing supplement" means a shelf prospectus supplement that contains the price of securities distributed under an MTN program or other continuous distribution using the shelf procedures;

"shelf information" means the information permitted by this Regulation to be omitted from a base shelf prospectus;

"shelf procedures" means the requirements in this Regulation for the distribution of securities under a base shelf prospectus and a shelf prospectus supplement;

"shelf prospectus supplement" means a supplement to a base shelf prospectus, containing some or all of the information omitted from the base shelf prospectus as permitted by this Regulation;

"specified derivative" means an instrument, agreement or security, the market price, value or payment obligations of which are derived from, referenced to, or based on an underlying interest, other than one that is also

- (a) a conventional convertible security,
- (b) a specified asset-backed security,
- (c) an index participation unit,
- (d) a government or corporate strip bond,

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(e) a capital, equity dividend or income share of a subdivided equity or fixed income security,

(f) a conventional warrant or right, or

(g) a special warrant; and

"stabilization provisions" means those provisions of securities legislation that prohibit an issuer, selling securityholder, underwriter or dealer, or an affiliate of any of the foregoing persons, or any person acting jointly or in concert with any of them from trading in securities being distributed by way of prospectus during the period of distribution.

(2) Every term that is defined or interpreted in Regulation 41-101 respecting General Prospectus Requirements (c. V-1.1, r. 14) or in Regulation 44-101 respecting Short Form Prospectus Distributions, the definition or interpretation of which is not restricted to a specific portion of these Regulations has, if used in this Regulation, the respective meaning ascribed to it in the aforementioned Regulations, unless defined or interpreted in this Regulation.

Decision 2001-C-0201, s. 1.1; M.O. 2005-19, s. 3; M.O. 2005-25, s. 1 and 26; M.O. 2008-06, s. 1.

1.2. Amendments

References in this Regulation, other than in Appendix A and Appendix B, to an amendment to a prospectus include both an amendment that does not fully restate the text of a prospectus and an amended and restated prospectus.

Decision 2001-C-0201, s. 1.2; M.O. 2005-19, s. 3.

1.3. (Revoked)

Decision 2001-C-0201, s. 1.3; M.O. 2005-19, s. 3; M.O. 2005-25, s. 2.

PART 2 SHELF QUALIFICATION AND PERIOD OF RECEIPT EFFECTIVENESS

Decision 2001-C-0201, Part 2; M.O. 2005-25, s. 3.

2.1. General

An issuer shall not file a short form prospectus that is a base shelf prospectus, unless the issuer is qualified to do so under this Regulation.

Decision 2001-C-0201, s. 2.1; M.O. 2005-19, s. 3; M.O. 2005-25, s. 3.

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2.2. Shelf Qualification for Distributions Qualified under Section 2.2 of Regulation 44-101 respecting Short Form Prospectus Distributions

(1) An issuer is qualified to file a preliminary short form prospectus that is a preliminary base shelf prospectus if, at the time of filing, the issuer is qualified under section 2.2 of Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) to file a prospectus in the form of a short form prospectus.

(2) An issuer that has filed a preliminary base shelf prospectus in reliance on the qualification criteria in subsection (1) is qualified to file a short form prospectus that is the corresponding base shelf prospectus.

(3) A receipt issued for a base shelf prospectus of an issuer qualified under subsection (2) is effective until the earliest of

(a) the date 25 months from the date of its issue;

(b) the time immediately before the entering into of an agreement of purchase and sale for a security to be sold under the base shelf prospectus, if at that time

(i) the issuer does not have current annual financial statements and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(ii) the issuer does not have a current AIF and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(iii) the issuer's equity securities are not listed or posted for trading on a short form eligible exchange,

(iv) the issuer is an issuer

(A) whose operations have ceased, or

(B) whose principal asset is cash, cash equivalents, or its exchange listing, or

(v) the issuer has withdrawn its notice declaring the issuer's intention to be qualified to file a short form prospectus under Regulation 44-101 respecting Short Form Prospectus Distributions ; and

(c) in Ontario, the lapse date prescribed by the securities legislation.

Decision 2001-C-0201, s. 2.2; M.O. 2005-25, s. 3 and 26; M.O. 2008-06, s. 3.

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2.3. Shelf Qualification for Distributions Qualified under Section 2.3 of Regulation 44-101 respecting Short Form Prospectus Distributions

(1) An issuer is qualified to file a preliminary short form prospectus that is a preliminary base shelf prospectus for approved rating non-convertible securities if, at the time of filing, the issuer

(a) is qualified under section 2.3 of Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) to file a prospectus in the form of a short form prospectus; and

(b) has reasonable grounds for believing that, if it were to distribute securities under the base shelf prospectus, the securities distributed would receive an approved rating and would not receive a rating lower than an approved rating from any approved rating organization.

(2) An issuer that has filed a preliminary base shelf prospectus in reliance on the qualification criteria in subsection (1) is qualified to file a short form prospectus that is the corresponding base shelf prospectus if, at the time of the filing of the base shelf prospectus, the issuer has reasonable grounds for believing that, if it were to distribute non-convertible securities under the base shelf prospectus, the securities distributed would receive an approved rating and would not receive a rating lower than an approved rating from any approved rating organization.

(3) A receipt issued for a base shelf prospectus of an issuer filed under subsection (2) is effective until the earliest of

(a) the date 25 months from the date of its issue;

(b) the time immediately before the entering into of an agreement of purchase and sale for a security to be sold under the base shelf prospectus, if at that time

(i) the issuer does not have current annual financial statements and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(ii) the issuer does not have a current AIF and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(iii) the issuer has withdrawn its notice declaring the issuer's intention to be qualified to file a short form prospectus under Regulation 44-101 respecting Short Form Prospectus Distributions, or

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(iv) *the securities to which the agreement relates*

(A) *have not received a final approved rating,*

(B) *are the subject of an announcement by an approved rating organization, of which the issuer is or ought reasonably to be aware, that the approved rating given by the organization may be down-graded to a rating category that would not be an approved rating, or*

(C) *have received a provisional or final rating lower than an approved rating from any approved rating organization; and*

(c) *in Ontario, the lapse date prescribed by the securities legislation.*

Decision 2001-C-0201, s. 2.3; M.O. 2005-25, s. 3 and 26; M.O. 2008-06, s. 3.

2.4. Shelf Qualification for Distributions under Section 2.4 of Regulation 44-101 respecting Short Form Prospectus Distributions

(1) *An issuer is qualified to file a short form prospectus that is a preliminary base shelf prospectus for non-convertible debt securities, non-convertible preferred shares or non-convertible cash settled derivatives if, at the time of filing, the issuer is qualified under section 2.4 of Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) to file a prospectus in the form of a short form prospectus.*

(2) *An issuer that has filed a preliminary base shelf prospectus in reliance on subsection (1) is qualified to file a short form prospectus that is the corresponding base shelf prospectus.*

(3) *A receipt issued for a base shelf prospectus of an issuer qualified under subsection (2) is effective until the earliest of*

(a) *the date 25 months from the date of its issue;*

(b) *the time immediately before the entering into of an agreement of purchase and sale for a security to be sold under the base shelf prospectus, if at that time*

(i) *a credit supporter has not provided full and unconditional credit support for the securities to which the shelf prospectus supplement relates,*

(ii) *unless the requirements of subparagraph 2.4(1)(b)(ii) of Regulation 44-101 respecting Short Form Prospectus Distributions, but not the requirements of subparagraph 2.4(1)(b)(i) of Regulation 44-101 respecting Short Form Prospectus Distributions, were satisfied at the time the issuer filed its base shelf prospectus, the credit supporter does not have current annual financial statements and*

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does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(iii) unless the requirements of subparagraph 2.4(1)(b)(ii) of Regulation 44-101 respecting Short Form Prospectus Distributions, but not the requirements of subparagraph 2.4(1)(b)(i) of Regulation 44-101 respecting Short Form Prospectus Distributions, were satisfied at the time the issuer filed its base shelf prospectus, the credit supporter does not have a current AIF and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(iv) the issuer has withdrawn its notice declaring the issuer's intention to be qualified to file a short form prospectus under Regulation 44-101 respecting Short Form Prospectus Distributions, or

(v) either of the following is true

(A) the credit supporter's equity securities are not listed or posted for trading on a short form eligible exchange, or

(B) the credit supporter is a credit supporter

(I) whose operations have ceased, or

(II) whose principal asset is cash, cash equivalents, or its exchange listing, and

either of the following is true:

(C) the credit supporter does not have issued and outstanding non-convertible securities that

(I) have received an approved rating,

(II) have not been the subject of an announcement by an approved rating organization, of which the issuer is or ought reasonably to be aware, that the approved rating given by the organization may be down-graded to a rating category that would not be an approved rating, and

(III) have not received a rating lower than an approved rating from any approved rating organization, or

(D) the securities to which the agreement relates

(I) have not received a final approved rating,

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(II) have been the subject of an announcement by an approved rating organization, of which the issuer is or ought reasonably to be aware, that the approved rating given by the organization may be down-graded to a rating category that would not be an approved rating, and

(III) have received a provisional or final rating lower than an approved rating from any approved rating organization; and

(c) in Ontario, the lapse date prescribed by the securities legislation.

Decision 2001-C-0201, s. 2.4; M.O. 2005-25, s. 3 and 26; M.O. 2008-06, s. 3.

2.5. Shelf Qualification for Distributions under Section 2.5 of Regulation 44-101 respecting Short Form Prospectus Distributions

(1) An issuer is qualified to file a short form prospectus that is a preliminary base shelf prospectus for convertible debt securities and convertible preferred shares if, at the time of filing, the issuer is qualified under section 2.5 of Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) to file a prospectus in the form of a short form prospectus.

(2) An issuer that has filed a preliminary base shelf prospectus in reliance on subsection (1) is qualified to file a short form prospectus that is the corresponding base shelf prospectus.

(3) A receipt issued for a base shelf prospectus qualified under subsection (2) is effective until the earliest of

(a) the date 25 months from the date of its issue;

(b) the time immediately before the entering into of an agreement of purchase and sale for a security to be sold under the base shelf prospectus, if at that time

(i) the securities to which the agreement relates are not convertible into securities of a credit supporter that has provided full and unconditional credit support for the securities being distributed,

(ii) the credit supporter does not have current annual financial statements and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

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(iii) the credit supporter does not have a current AIF and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(iv) the credit supporter's equity securities are not listed or posted for trading on a short form eligible exchange,

(v) the credit supporter is a credit supporter

(A) whose operations have ceased, or

(B) whose principal asset is cash, cash equivalents, or its exchange listing, or

(vi) the issuer has withdrawn its notice declaring the issuer's intention to be qualified to file a short form prospectus under Regulation 44-101 respecting Short Form Prospectus Distributions; and

(c) in Ontario, the lapse date prescribed by the securities legislation.

Decision 2001-C-0201, s. 2.5; M.O. 2005-25, s. 3 and 26; M.O. 2008-06, s. 3.

2.6. Shelf Qualification for Distributions under Section 2.6 of Regulation 44-101 respecting Short Form Prospectus Distributions

(1) An issuer that is qualified under section 2.6 of Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) to file a prospectus in the form of a short form prospectus may file a preliminary base shelf prospectus for asset-backed securities if, at the time of filing, the issuer has reasonable grounds for believing that

(a) all asset-backed securities that it may distribute under the base shelf prospectus will receive an approved rating; and

(b) no asset-backed securities that it may distribute under the base shelf prospectus will receive a rating lower than an approved rating from any approved rating organization.

(2) An issuer that has filed a preliminary base shelf prospectus in reliance on the qualification criteria in section 2.6 of Regulation 44-101 respecting Short Form Prospectus Distributions may file the corresponding base shelf prospectus if, at the time of the filing of the base shelf prospectus, the issuer has reasonable grounds for believing that

(a) all asset-backed securities that it may distribute under the base shelf prospectus will receive an approved rating; and

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(b) no asset-backed securities that it may distribute under the base shelf prospectus will receive a rating lower than an approved rating from any approved rating organization.

(3) A receipt issued for a base shelf prospectus qualified under subsection (2) is effective for a distribution of asset-backed securities until the earliest of

(a) the date 25 months from the date of its issue;

(b) the time immediately before the entering into of an agreement of purchase and sale for an asset-backed security to be sold under the base shelf prospectus, if at that time

(i) the issuer does not have current annual financial statements and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions,

(ii) the issuer does not have a current AIF and does not satisfy the requirements of the exemption in either of subsection 2.7(1) or (2) of Regulation 44-101 respecting Short Form Prospectus Distributions, or

(iii) the asset-backed securities to which the agreement relates

(A) have not received a final approved rating,

(B) have been the subject of an announcement by an approved rating organization, of which the issuer is or ought reasonably to be aware, that the approved rating given by the organization may be down-graded to a rating category that would not be an approved rating, or

(C) have received a provisional or final rating lower than an approved rating from any approved rating organization; and

(c) in Ontario, the lapse date prescribed by the securities legislation.

Decision 2001-C-0201, s. 2.6; M.O. 2005-25, s. 3 and 26; M.O. 2008-06, s. 3.

2.7 Lapse Date - Ontario

In Ontario, the lapse date prescribed by securities legislation for a receipt issued for a base shelf prospectus is extended to the date 25 months from the date of issuance of the receipt.

Decision 2001-C-0201, s. 2.7; M.O. 2005-25, s. 3 and 26.

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2.8. (Revoked).

Decision 2001-C-0201, s. 2.8; M.O. 2005-25, s. 3; M.O. 2008-06, s. 4.

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2.9. Limitation on Offerings

Despite any provision in this Regulation, the shelf procedures shall not be used for a distribution of rights under a rights offering.

Decision 2001-C-0201, s. 2.9; M.O. 2005-25, s. 3.

2.10. (Revoked).

Decision 2001-C-0201, s. 2.10; M.O. 2005-19, s. 3; M.O. 2005-25, s. 3.

PART 3 UNALLOCATED SHELF

3.1. Unallocated Shelf Permitted

A base shelf prospectus may pertain to more than one type of security for which the issuer is qualified to file a prospectus in the form of a short form prospectus.

Decision 2001-C-0201, s. 3.1.

3.2. Distributions of Equity Securities Under Unallocated Shelf

An issuer or selling securityholder that forms a reasonable expectation that a distribution of a tranche of equity securities will proceed under a base shelf prospectus that is not specifically restricted to equity securities shall immediately issue a news release that announces the intention to proceed with the distribution.

Decision 2001-C-0201, s. 3.2; M.O. 2008-06, s. 19.

PART 4 DISTRIBUTIONS OF NOVEL DERIVATIVES OR ASSET-BACKED SECURITIES UNDER SHELF

4.1. Distributions of Novel Derivatives or Asset-Backed Securities Under Shelf

(1) If a base shelf prospectus pertains to specified derivatives or asset-backed securities, the issuer or the selling securityholder, as the case may be, shall file before or concurrently with the base shelf prospectus an undertaking that it will not distribute in the local jurisdiction under the base shelf prospectus specified derivatives or asset-backed securities, as the case may be, that, at the time of distribution, are novel without pre-clearing with the regulator in accordance with subsection (2) the disclosure to be contained in a shelf prospectus supplement pertaining to the distribution of the novel specified derivatives or asset-backed securities.

(2) The undertaking referred to in subsection (1) shall state that the issuer or the selling securityholder, as the case may be, shall not distribute in the local jurisdiction

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specified derivatives or asset-backed securities that, at the time of distribution, are novel, unless

(a) *the draft shelf prospectus supplement or, if more than one shelf prospectus supplement is to be used, the draft shelf prospectus supplements, pertaining to the distribution of the novel specified derivatives or asset-backed securities have been delivered to the regulator in substantially final form; and*

(b) *either*

(i) *the regulator has confirmed his or her acceptance of each draft shelf prospectus supplement in substantially final form or each shelf prospectus supplement in final form, or*

(ii) *10 business days have elapsed since the date of delivery to the regulator of each draft shelf prospectus supplement in substantially final form and the regulator has not provided written comments on the draft shelf prospectus supplement.*

Decision 2001-C-0201, s. 4.1; M.O. 2005-25, s. 6; M.O. 2008-06, s. 5 and 19.

PART 5 BASE SHELF PROSPECTUSES

5.1. Opting out of the Shelf Procedures After a Preliminary Prospectus has been Received

An issuer that has filed a preliminary base shelf prospectus shall not file a short form prospectus for the distribution that is not a base shelf prospectus unless the issuer files

(a) *either*

(i) *an amended preliminary short form prospectus in accordance with Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) that is not a preliminary base shelf prospectus, or*

(ii) *a new preliminary short form prospectus that is not a preliminary base shelf prospectus; and*

(b) *a covering letter stating that the issuer or the selling securityholder, as the case may be, has decided not to use the shelf procedures for the distribution.*

Decision 2001-C-0201, s. 5.1; M.O. 2005-25, s. 7 and 26; M.O. 2008-06, s. 19.

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5.2. Opting into the Shelf Procedures After a Preliminary Prospectus has been Received

An issuer that has filed a preliminary short form prospectus that is not a preliminary base shelf prospectus shall not file a base shelf prospectus for the distribution unless the issuer files

- (a) either
 - (i) an amended preliminary base shelf prospectus in accordance with this Regulation, or
 - (ii) a new preliminary short form prospectus that is a preliminary base shelf prospectus in accordance with this Regulation; and
- (b) a covering letter stating that the issuer or the selling securityholder, as the case may be, has decided to use the shelf procedures for the distribution.

Decision 2001-C-0201, s. 5.2; M.O. 2005-19, s. 3.

5.3. Form of Base Shelf Prospectus

Despite Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16), a short form prospectus that is a base shelf prospectus may vary from Form 44-101F1 to the extent required or permitted by this Regulation.

Decision 2001-C-0201, s. 5.3; M.O. 2005-19, s. 3; M.O. 2005-25, s. 8 and 26.

5.4. Dollar Value of Securities

A base shelf prospectus shall pertain to no more than the dollar value of securities that the issuer or selling securityholder proposing to distribute securities under the base shelf prospectus reasonably expects, at the time the base shelf prospectus is filed, to distribute within 25 months after the date of the receipt for the base shelf prospectus.

Decision 2001-C-0201, s. 5.4; M.O. 2005-25, s. 9.

5.5. Required Disclosure

A base shelf prospectus shall contain the following:

1. A statement at the top of the cover page identifying the short form prospectus as a base shelf prospectus.

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2. *The following statement in red ink in italics on the cover page:*

"This short form prospectus has been filed under legislation in [insert name[s] of the jurisdiction[s] where qualified] that permits certain information about these securities to be determined after this prospectus has become final and that permits the omission from this prospectus of that information. The legislation requires the delivery to purchasers of a prospectus supplement containing the omitted information within a specified period of time after agreeing to purchase any of these securities."

3. *A statement that all shelf information omitted from the base shelf prospectus will be contained in one or more shelf prospectus supplements that will be delivered to purchasers together with the base shelf prospectus.*

4. *A statement that each shelf prospectus supplement will be incorporated by reference into the base shelf prospectus for the purposes of securities legislation as of the date of the shelf prospectus supplement and only for the purposes of the distribution of the securities to which the shelf prospectus supplement pertains.*

5. *A statement of the aggregate dollar amount of securities that may be raised under the base shelf prospectus.*

6. *Disclosure of the types of securities that may be distributed under the base shelf prospectus.*

7. *If an undertaking is required to be filed under subsection 4.1(1), a statement that the issuer or the selling securityholder, as the case may be, has filed an undertaking that it will not distribute specified derivatives or asset-backed securities, as the case may be, that, at the time of distribution, are novel without pre-clearing with the regulator the disclosure to be contained in the shelf prospectus supplement pertaining to the distribution of the novel specified derivatives or asset-backed securities.*

8. *The prospectus certificates required by Part 5 of Regulation 41-101 respecting General Prospectus Requirements (c. V-1.1, r. 14) or other securities legislation in the issuer certificate form or underwriter certificate form prescribed by*

(a) *method 1, if*

(i) the base shelf prospectus is being used to establish an MTN program or other continuous distribution, or

(ii) method 2 has not been elected; or

(b) *method 2, if method 2 has been elected.*

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9. List all exemptions from the provisions of this Regulation granted to the issuer applicable to the base shelf prospectus, including all exemptions to be evidenced by the issuance of a receipt for the base shelf prospectus pursuant to section 11.2.

Decision 2001-C-0201, s. 5.5; M.O. 2005-25, s. 10; M.O. 2008-06, s. 6 and 19.

5.6. Disclosure that may be Omitted

If the specified circumstances exist, a base shelf prospectus may omit the following information:

1. The variable terms of the securities that may be distributed under the base shelf prospectus, if not known on the date the base shelf prospectus is filed.
2. The dollar amount, size and other specific terms of each tranche of securities that may be distributed under the base shelf prospectus, if not known on the date the base shelf prospectus is filed.
3. The variable terms of the plans of distribution for the securities that may be distributed under the base shelf prospectus, if not known on the date the base shelf prospectus is filed.
4. The name and prospectus certificate of an underwriter if, at the time of the filing of the base shelf prospectus, no underwriter is, and it is not known to the issuer that a particular underwriter will be, in a contractual relationship with the issuer or selling securityholder requiring the underwriter to distribute under the base shelf prospectus.
5. If one or more underwriters have agreed to purchase the securities to be distributed under the base shelf prospectus at a specified price, the statement required under Form 44-101F1 that the securities are to be taken up by the underwriters, if at all, on or before a specified date.
6. If the securities to be distributed under the base shelf prospectus are underwritten on a best efforts basis for which a minimum amount of funds are required by an issuer, the disclosure required under Form 44-101F1 concerning the maximum length of time for which the distribution may continue and concerning the disposition of subscription funds.
7. Any other information that pertains only to a specific distribution of securities under the base shelf prospectus, if not known on the date the base shelf prospectus is filed.

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8. Any other information required under Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) or other securities legislation that is not known and cannot be ascertained at the time of filing of the base shelf prospectus.

Decision 2001-C-0201, s. 5.6; M.O. 2005-25, s. 11 and 26; M.O. 2008-06, s. 19.

5.7. Issue of Receipt

Despite the omission of shelf information, the regulator may issue a receipt for a base shelf prospectus.

Decision 2001-C-0201, s. 5.7.

5.8. Amendments

If a material change occurs at a time when no securities are being distributed under a base shelf prospectus, the provisions in Part 6 of Regulation 41-101 respecting General Prospectus Requirements (c. V-1.1, r. 14) or other securities legislation that require the filing of an amendment to a prospectus if a material change occurs are satisfied by

- (a) the filing of a material change report; and
- (b) the incorporation by reference in the base shelf prospectus of the material change report.

Decision 2001-C-0201, s. 5.8; M.O. 2008-06, s. 7.

PART 6 SHELF PROSPECTUS SUPPLEMENTS

6.1. Requirement to Use Shelf Prospectus Supplements

An issuer or selling securityholder that distributes securities under a base shelf prospectus shall supplement the disclosure in the base shelf prospectus with a shelf prospectus supplement, or more than one shelf prospectus supplement, in order for the prospectus to contain full, true and plain disclosure of all material facts relating to the securities distributed under the prospectus.

Decision 2001-C-0201, s. 6.1; M.O. 2005-25, s. 12; M.O. 2008-06, s. 8 and 19.

6.2. Incorporation by Reference

(1) An issuer shall incorporate by reference in the corresponding base shelf prospectus, by means of a statement in the base shelf prospectus, each shelf prospectus supplement referred to in section 6.1 as of the date of the shelf prospectus

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supplement and only for purposes of the distribution to which the shelf prospectus supplement pertains.

(2) If an issuer does not incorporate by reference in a base shelf prospectus a shelf prospectus supplement required to be incorporated by reference under subsection (1), the shelf prospectus supplement is conclusively deemed for purposes of securities legislation to be incorporated by reference in the issuer's base shelf prospectus as of the date of the shelf prospectus supplement and only for purposes of the distribution to which the shelf prospectus supplement pertains.

(3) Subject to subsection (4), any unaudited financial statements, other than pro forma financial statements, incorporated by reference into the base shelf prospectus but filed after the date of filing the base shelf prospectus must have been reviewed in accordance with the relevant standards set out in the Handbook for a review of financial statements by a person's auditor or a public accountant's review of financial statements.

(4) If Regulation 52-107 respecting Acceptable Accounting Principles and Auditing Standards (c. V-1.1, r. 25), permits the financial statements of the person in subsection (3) to be audited in accordance with

(a) U.S. AICPA GAAS, the unaudited financial statements may be reviewed in accordance with the review standards issued by the American Institute of Certified Public Accountants,

(a.1) U.S. PCAOB GAAS, the unaudited financial statements may be reviewed in accordance with the review standards issued by the Public Company Accounting Oversight Board (United States of America),

(b) International Standards on Auditing, the unaudited financial statements may be reviewed in accordance with International Standards on Review Engagement issued by the International Auditing and Assurance Standards Board, or

(c) auditing standards that meet the foreign disclosure requirements of the designated foreign jurisdiction to which the issuer is subject, the unaudited financial statements

(i) may be reviewed in accordance with review standards that meet the foreign disclosure requirements of the designated foreign jurisdiction, or

(ii) do not have to be reviewed if

(A) the designated foreign jurisdiction does not have review standards for unaudited financial statements, and

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(B) the base shelf prospectus includes disclosure that the unaudited financial statements have not been reviewed.

(5) The review specified in subsection (3), if applicable, must have been completed

(a) if the base shelf prospectus established an MTN program or other continuous offering, no later than filing of the unaudited financial statements; or

(b) in all other circumstances, no later than the next filing of a shelf supplement.

Decision 2001-C-0201, s. 6.2; M.O. 2005-25, s. 13; M.O. 2008-06, s. 9; M.O. 2010-17, s. 1.

6.3. Shelf Prospectus Supplement Disclosure

(1) A shelf prospectus supplement shall contain the following:

1. The name of the issuer on the cover page.

2. The dates of the corresponding base shelf prospectus and of each previously filed shelf prospectus supplement corresponding to the same base shelf prospectus and pertaining to the same distribution, on the cover page.

3. The prospectus certificates required by Part 5 of Regulation 41-101 respecting General Prospectus Requirements (c. V-1.1, r. 14) and other securities legislation, in the issuer certificate form or underwriter certificate form prescribed by

(a) method 1, if the shelf prospectus supplement establishes an MTN program or other continuous distribution; or

(b) method 2, if the prospectus certificate forms prescribed by method 1 have not been included in the corresponding base shelf prospectus and if method 1 is not mandatory under paragraph (a).

4. A list of each document that is incorporated by reference into the corresponding base shelf prospectus as of the date of the shelf prospectus supplement and provides disclosure pertaining to the securities being distributed under the shelf prospectus supplement.

(2) If only one shelf prospectus supplement is used to supplement the disclosure in the corresponding base shelf prospectus pertaining to a distribution of securities, that shelf prospectus supplement shall contain the following, and if more than one shelf prospectus supplement is used to supplement the disclosure in the corresponding base

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shelf prospectus pertaining to a distribution of securities, the shelf prospectus supplements used shall, together, contain the following:

1. All of the shelf information pertaining to the distribution of securities that was not disclosed in the corresponding base shelf prospectus.

2. All material facts relating to the securities to be distributed and all other information required under securities legislation to be disclosed in a short form prospectus that is not disclosed, either directly or through incorporation by reference, in the corresponding base shelf prospectus.

Decision 2001-C-0201, s. 6.3; M.O. 2008-06, s. 10.

6.4. Filing Requirement For Shelf Prospectus Supplements

(1) A shelf prospectus supplement shall be filed in the local jurisdiction if a base shelf prospectus to which the shelf prospectus supplement pertains was filed in the local jurisdiction.

(2) A shelf prospectus supplement that is required to be filed under subsection (1) shall be filed,

(a) if the shelf prospectus supplement pertains to a distribution of securities, other than an MTN program or other continuous distribution, on or before the earlier of

(i) the date the shelf prospectus supplement was first sent or delivered to a purchaser or a prospective purchaser, and

(ii) the date 2 business days after the offering price of the securities to which it pertains is determined; or

(b) in all other circumstances, on or before the date 2 business days after the date the shelf prospectus supplement was first sent or delivered to a purchaser or a prospective purchaser.

Decision 2001-C-0201, s. 6.4.

6.5. Underwriters' Conflicts of Interest

For a distribution of securities under a base shelf prospectus, the provisions of Regulation 33-105 respecting Underwriting Conflicts (c. V-1.1, r. 11)

(a) concerning the participation of independent underwriters shall be satisfied

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(i) on a tranche-by-tranche basis for a distribution other than an MTN program or other continuous distribution, or

(ii) on the basis of the total dollar amount of securities that, at any given time, have been or are being distributed under the program or distribution for a distribution of securities under an MTN program or other continuous distribution; and

(b) concerning disclosure, to the extent not previously satisfied in the base shelf prospectus, shall be satisfied by including the prescribed disclosure in a shelf prospectus supplement pertaining to the distribution.

Decision 2001-C-0201, s. 6.5; M.O. 2005-25, s. 14.

6.6. Market Stabilization

The stabilization provisions shall be satisfied on a tranche-by-tranche basis for a non-continuous distribution of securities under a base shelf prospectus.

Decision 2001-C-0201, s. 6.7.

6.7. Delivery Requirement

The shelf prospectus supplement or supplements that, together with the corresponding base shelf prospectus, contain full, true and plain disclosure of all material facts relating to the securities being distributed shall be sent by prepaid mail or delivered to a purchaser of the securities with the base shelf prospectus.

Decision 2001-C-0201, s. 6.7; M.O. 2005-25, s. 15; M.O. 2008-06, s. 11.

6.8. Disclosure that may be omitted

A shelf prospectus supplement may omit any prospectus certificates required by Part 5 of Regulation 41-101 respecting General Prospectus Requirements (c. V-1.1, r. 14) or other securities legislation, if the person required to sign the certificate signed a prospectus certificate in the issuer certificate form or underwriter certificate form prescribed by method 1 included in a base shelf prospectus or a shelf prospectus supplement qualifying the securities being distributed.

M.O. 2008-06, s. 11.

PART 7 SHELF SUPPORTING DOCUMENTS

7.1. General

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The provisions of Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16) requiring the filing of supporting documents with a preliminary short form prospectus, a short form prospectus or a prospectus amendment apply to a filing of a preliminary base shelf prospectus, a base shelf prospectus or an amendment to a preliminary base shelf prospectus or to a base shelf prospectus, except to the extent varied in this Part.

Decision 2001-C-0201, s. 7.1; M.O. 2005-25, s. 16 and 26.

7.2. Consents

(1) If any notary in Québec, solicitor, auditor, accountant, engineer or appraiser, or any other person whose profession or business gives authority to a statement made by that person, is

(a) named in a document that is

(i) incorporated by reference into a base shelf prospectus, and

(ii) filed after the date of filing of the base shelf prospectus; and

(b) named in the document

(i) as having prepared or certified any part of the base shelf prospectus, amendment or shelf prospectus supplement,

(ii) as having opined on financial statements from which selected information included in the base shelf prospectus, amendment or shelf prospectus supplement has been derived and which audit opinion is referred to in the base shelf prospectus, amendment or shelf prospectus supplement directly or in a document incorporated by reference, or

(iii) as having prepared or certified a report, valuation, statement or opinion referred to in the base shelf prospectus, amendment, or shelf prospectus supplement directly or in a document incorporated by reference, the issuer shall file the written consent of the person to being named and to the use of that report, valuation, statement or opinion in accordance with subsection (2).

(2) A consent of an expert required under subsection (1) shall be filed in accordance with the following:

1. If the document in which the expert is named is incorporated by reference into the base shelf prospectus by means of a statement to that effect in the base shelf prospectus, the consent shall be filed

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(a) no later than the time the document is filed, if the base shelf prospectus establishes an MTN program or other continuous distribution; and

(b) in all other circumstances, no later than the time of the next filing of a shelf prospectus supplement corresponding to the base shelf prospectus.

2. If the document in which the expert is named is incorporated by reference into a shelf prospectus supplement by means of a statement to that effect in the shelf prospectus supplement and filed before or concurrently with the shelf prospectus supplement, the consent shall be filed no later than the time the shelf prospectus supplement is filed.

3. If the document in which the expert is named is incorporated by reference into a shelf prospectus supplement by means of a statement to that effect in the shelf prospectus supplement and filed after the shelf prospectus supplement is filed, the consent shall be filed no later than the time the document is filed.

Decision 2001-C-0201, s. 7.2; M.O. 2005-25, s. 17; M.O. 2008-06, s. 12.

7.3. (Revoked).

Decision 2001-C-0201, s. 7.3; M.O. 2005-25, s. 18.

7.4. Underwriting Agreements

(1) If, at the time an issuer files a base shelf prospectus, no underwriter is in a contractual relationship with the issuer or selling securityholder requiring the underwriter to distribute securities under the base shelf prospectus, the issuer is not required to file a copy of an underwriting agreement with the base shelf prospectus.

(2) If an underwriter enters into a contractual relationship with an issuer or selling securityholder requiring the underwriter to distribute securities under a base shelf prospectus after the base shelf prospectus is filed, the issuer shall file a copy of the underwriting agreement pertaining to the distribution concurrently with the next shelf prospectus supplement filed pertaining to that distribution.

Decision 2001-C-0201, s. 7.4; M.O. 2008-06, s. 19.

PART 8 MEDIUM TERM NOTE PROGRAMS AND OTHER CONTINUOUS DISTRIBUTIONS UNDER SHELF

8.1. General

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An issuer that is qualified under Part 2 to file a base shelf prospectus for securities may distribute those securities by way of an MTN program or other continuous distribution, if it files

(a) a base shelf prospectus or a shelf prospectus supplement that establishes the program or distribution; and

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- (b) a pricing supplement.

Decision 2001-C-0201, s. 8.1.

8.2. Additional Disclosure Requirements

(1) *Despite section 5.6, a base shelf prospectus or shelf prospectus supplement that establishes an MTN program or other continuous distribution shall contain the following:*

1. *A description of the method of distribution, including the name of any underwriter involved in the distribution and the amount of any underwriting fee, discount or commission.*

2. *A description of the intended parameters of the terms of the MTN program or other continuous distribution.*

3. *At the option of the issuer or selling securityholder proposing to distribute securities under the MTN program or other continuous distribution, a statement that the issuer or selling securityholder, as the case may be, reserves the right to issue securities under the MTN program or other continuous distribution on terms outside the intended parameters disclosed under paragraph 2.*

(2) *A pricing supplement for an MTN program or other continuous distribution under the shelf procedures shall contain the following:*

1. *The terms of the securities distributed that are not disclosed in the base shelf prospectus or shelf prospectus supplement establishing the MTN program or other continuous distribution.*

2. *A list of each document that is incorporated by reference into the corresponding base shelf prospectus as of the date of the pricing supplement and that provides disclosure pertaining to the securities being distributed under the MTN program or other continuous distribution.*

Decision 2001-C-0201, s. 8.2; M.O. 2005-25, s. 19; M.O. 2008-06, s. 19.

8.3. Filing Requirement

If an issuer sends or delivers to a purchaser or a prospective purchaser in the local jurisdiction a pricing supplement in a particular month, the issuer shall, despite section 6.4, file within 7 days after the end of the month

(a) *a copy of each pricing supplement sent or delivered to a purchaser or prospective purchaser during the month, if the pricing supplement had not previously been sent or delivered to any purchaser or prospective purchaser; or*

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(b) a summary of the information contained in each pricing supplement sent or delivered to a purchaser or prospective purchaser during the month, including

(i) a list of the pricing supplements referred to in paragraph (a),

(ii) the terms of the securities distributed under each pricing supplement sent or delivered to a purchaser or a prospective purchaser during the month, and

(iii) the aggregate amount of securities distributed under each pricing supplement sent or delivered to a purchaser or a prospective purchaser during the month.

Decision 2001-C-0201, s. 8.3.

8.4. Requirement to Update Earnings Coverage Ratios

An issuer distributing securities by way of an MTN program or other continuous distribution using the shelf procedures shall

(a) calculate updated earnings coverage ratios for the ratios contained in its base shelf prospectus each time the issuer prepares an interim financial report or audited annual financial statements, using the 12 month period that ended on the last day of the most recently completed financial period; and

(b) file the updated earnings coverage ratios, concurrently with the filing of its financial statements, either

(i) as an exhibit to the financial statements, or

(ii) as a shelf prospectus supplement corresponding to the base shelf prospectus.

Decision 2001-C-0201, s. 8.4; M.O. 2010-17, s. 3.

PART 9 AT-THE-MARKET DISTRIBUTIONS OF EQUITY SECURITIES UNDER SHELF

9.1. At-the-Market Distributions of Equity Securities Under Shelf

(1) Despite section 6.1 of Regulation 44-101 respecting Short Form Prospectus Distributions (c. V-1.1, r. 16), equity securities may be distributed by way of an at-the-market distribution using the shelf procedures if the market value of equity securities distributed does not exceed 10% of the aggregate market value of the issuer's

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outstanding equity securities of the same class as the class of securities distributed, calculated in accordance with section 9.2, as at the last trading day of the month before the month in which the first trade under the at-the-market distribution is made.

(2) No underwriter or dealer distributing equity securities by way of an at-the-market distribution, or any affiliate of such an underwriter or dealer, or any person acting jointly or in concert with such an underwriter or dealer, shall, in connection with the distribution, over-allot the securities or effect a transaction that is intended to stabilize or maintain the market price of the securities.

(3) An issuer shall include in a base shelf prospectus or shelf prospectus supplement pertaining to an at-the-market distribution a statement that no underwriter or dealer involved in the distribution, no affiliate of such an underwriter or dealer and no person acting jointly or in concert with such an underwriter or dealer has over-allotted, or will over-allot, securities in connection with the distribution or effect any other transactions that are intended to stabilize or maintain the market price of the securities.

Decision 2001-C-0201, s. 9.1; M.O. 2005-25, s. 20 and 26; M.O. 2008-06, s. 13.

9.2. Market Value Calculation

(1) For the purposes of this Part,

(a) the aggregate market value of the equity securities of an issuer on a date is the aggregate of the market value of each class of its equity securities on the date, calculated by multiplying

(i) the total number of equity securities of the class outstanding on the date, by

(ii) the closing price on the date of the equity securities of the class on the exchange in Canada on which that class of equity securities is principally traded; and

(b) instalment receipts may, at the option of the issuer, be deemed to be equity securities if

(i) the instalment receipts are listed and posted for trading on an exchange in Canada, and

(ii) the outstanding equity securities, the beneficial ownership of which is evidenced by the instalment receipts, are not listed and posted for trading on an exchange in Canada.

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(2) For the purposes of subsection (1), in calculating the total number of equity securities of a class outstanding, an issuer shall exclude those equity securities of the class that are beneficially owned, or controlled or directed, directly or indirectly, by persons that, alone or together with their respective affiliates and associated parties, beneficially own, or control or direct, directly or indirectly, more than 10% of the outstanding equity securities of the issuer.

(3) Despite subsection (2), if a portfolio manager of a pension fund or investment fund, alone or together with its affiliates and associated parties, exercises control or direction, directly or indirectly, in the aggregate over more than 10% of the outstanding equity securities of an issuer, and the fund beneficially owns, or controls or directs, directly or indirectly, 10% or less of the issued and outstanding equity securities of the issuer, the securities that the fund beneficially owns, or controls or directs, directly or indirectly, are not excluded unless the portfolio manager is an affiliate of the issuer.

M.O. 2005-25, s. 21; M.O. 2008-06, s. 14.

PART 10 (Revoked)

Decision 2001-C-0201, Part 10; M.O. 2005-25, s. 22.

10.1. (Revoked).

Decision 2001-C-0201, s. 10.1; M.O. 2005-19, s. 3; M.O. 2005-25, s. 22.

PART 11 EXEMPTIONS

11.1. Exemption

(1) The regulator or the securities regulatory authority may grant an exemption from this Regulation, in whole or in part, subject to such conditions or restrictions as may be imposed in the exemption.

(2) Despite subsection (1), in Ontario, only the regulator may grant such an exemption.

(2.1) Except in Ontario, an exemption referred to in subsection (1) is granted under the statute referred to in Appendix B of Regulation 14-101 respecting Definitions (s. V-1.1, r. 3), opposite the name of the local jurisdiction.

(3) An application made to the securities regulatory authority or regulator for an exemption from this Regulation shall include a letter or memorandum describing the matters relating to the exemption, and indicating why consideration should be given to the granting of the exemption.

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Decision 2001-C-0201, s. 11.1; M.O. 2005-19, s. 3; M.O. 2005-25, s. 23; M.O. 2008-06, s. 15.

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11.2. Evidence of Exemption

(1) Subject to subsection (2) and without limiting the manner in which an exemption under this Part may be evidenced, the granting under this Part of an exemption, other than an exemption, in whole or in part from Part 2, may be evidenced by the issuance of a receipt for a base shelf prospectus or an amendment to a base shelf prospectus.

(2) The issuance of a receipt for a base shelf prospectus or an amendment to a base shelf prospectus is not evidence that the exemption is being granted unless

(a) the person that sought the exemption sent to the regulator or, in Québec, the securities regulatory authority

(i) the letter or memorandum referred to in subsection 11.1(3), on or before the date of the filing of the base shelf prospectus or an amendment to a base shelf prospectus, or

(ii) the letter or memorandum referred to in subsection 11.1(3) after the date of the filing of the base shelf prospectus or an amendment to a base shelf prospectus and received a written acknowledgement from the regulator or, in Québec, the securities regulatory authority that the exemption may be evidenced in the manner set out in subsection (1), and

(b) the regulator or, in Québec, the securities regulatory authority has not before, or concurrently with, the issuance of the receipt sent notice to the person that sought the exemption, that the exemption sought may not be evidenced in the manner set out in subsection (1).

Decision 2001-C-0201, s. 11.2; M.O. 2008-06, s. 16.

PART 12 (Revoked)

Decision 2001-C-0201, Part 12; M.O. 2005-19, s. 2.

12.1. (Revoked).

Decision 2001-C-0201, s. 12.1; M.O. 2005-19, s. 2.

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APPENDIX A METHOD 1 FOR FORM OF SHELF PROSPECTUS CERTIFICATES

METHOD 1: FORWARD LOOKING FORM OF CERTIFICATES TO BE INCLUDED IN BASE SHELF PROSPECTUSES OR SUPPLEMENTS ESTABLISHING AN MTN PROGRAM OR OTHER CONTINUOUS DISTRIBUTION

PART 1 Base Shelf Prospectuses

1.1 Issuer Certificate Form

If a base shelf prospectus establishes an MTN program or other continuous distribution, or if method 2 has not been elected by an issuer, an issuer certificate form in the preliminary base shelf prospectus and the base shelf prospectus must state:

"This short form prospectus, together with the documents incorporated in this prospectus by reference, will, as of the date of the last supplement to this prospectus relating to the securities offered by this prospectus and the supplement(s), constitute full, true and plain disclosure of all material facts relating to the securities offered by this prospectus and the supplement(s) as required by the securities legislation of [insert name of each jurisdiction in which qualified]."

1.2 Underwriter Certificate Form

If the base shelf prospectus establishes an MTN program or other continuous distribution or if method 2 has not been elected by the underwriter, an underwriter certificate form in the preliminary base shelf prospectus and the base shelf prospectus must state:

"To the best of our knowledge, information and belief, this short form prospectus, together with the documents incorporated in this prospectus by reference will, as of the date of the last supplement to this prospectus relating to the securities offered by this prospectus and the supplement(s), constitute full, true and plain disclosure of all material facts relating to the securities offered by this prospectus and the supplement(s) as required by the securities legislation of [insert name of each jurisdiction in which qualified]."

1.3 (Revoked).

1.4 Amendments

(1) For an amendment to a base shelf prospectus in respect of a base shelf prospectus that included the issuer certificate form and underwriter certificate form in sections 1.1 and 1.2, and if the amendment does not restate the prospectus, change "this short form prospectus" to "the short form prospectus dated [insert date] as

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amended by this amendment" wherever it appears in the statements in sections 1.1 and 1.2.

(2) For an amended and restated base shelf prospectus in respect of a base shelf prospectus that included the issuer certificate form and underwriter certificate form in sections 1.1 and 1.2, change "this short form prospectus" and replace it with "this amended and restated short form prospectus" wherever it appears in the statements in sections 1.1 and 1.2.

PART 2 Shelf Prospectus Supplements establishing an MTN Program

2.1 Issuer Certificate Form

If an issuer certificate form described in section 1.1 was not included in the corresponding base shelf prospectus, an issuer certificate form in a shelf prospectus supplement that establishes an MTN program or other continuous distribution must state:

"The short form prospectus, together with the documents incorporated in the prospectus by reference, as supplemented by the foregoing, will, as of the date of the last supplement to the prospectus relating to the securities offered by the prospectus and the supplement(s), constitute full, true and plain disclosure of all material facts relating to the securities offered by the prospectus and the supplement(s) as required by the securities legislation of [insert name of each jurisdiction in which qualified]."

2.2 Underwriter Certificate Form

If an underwriter's certificate form described in section 1.2 was not included in the corresponding base shelf prospectus, an underwriter certificate form in a shelf prospectus supplement that establishes an MTN program or other continuous distribution must state:

"To the best of our knowledge, information and belief, the short form prospectus, together with the documents incorporated in the prospectus by reference, as supplemented by the foregoing, will, as of the date of the last supplement to the prospectus relating to the securities offered by the prospectus and the supplement(s), constitute full, true and plain disclosure of all material facts relating to the securities offered by the prospectus and the supplement as required by the securities legislation of [insert name of jurisdiction in which qualified]."

2.3 (Revoked).

2.4 Amendments

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(1) For an amendment to a shelf prospectus supplement in respect of a shelf prospectus supplement that included the issuer certificate form and underwriter certificate form in sections 2.1 and 2.2, and if the amendment does not restate the prospectus, add ", as it amends the shelf prospectus supplement dated [insert date]" after "the foregoing," wherever it appears in the statements in sections 2.1 and 2.2.

(2) For an amended and restated shelf prospectus supplement in respect of a shelf prospectus supplement that included the issuer certificate form and underwriter certificate form in sections 2.1 and 2.2, include the issuer certificate form and the underwriter certificate form in sections 2.1 and 2.2.

Decision 2001-C-0201, App. A; M.O. 2005-25, s. 24 and 26; M.O. 2008-06, s. 17.

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APPENDIX B METHOD 2 FOR FORM OF SHELF PROSPECTUS CERTIFICATES

METHOD 2: NON-FORWARD LOOKING PROSPECTUS FORM OF CERTIFICATES TO BE INCLUDED IN BOTH BASE SHELF PROSPECTUSES AND SUPPLEMENTS

PART 1 Base Shelf Prospectus

1.1 Issuer Certificate Form

If method 2 is elected by an issuer, an issuer certificate form in the preliminary base shelf prospectus and the base shelf prospectus must state:

"This short form prospectus, together with the documents incorporated in this prospectus by reference, constitutes full, true and plain disclosure of all material facts relating to the securities offered by this prospectus as required by the securities legislation of [insert name of each jurisdiction in which qualified]."

1.2 Underwriter Certificate Form

If method 2 is elected by an underwriter, an underwriter certificate form in the preliminary base shelf prospectus and the base shelf prospectus must state:

"To the best of our knowledge, information and belief, this short form prospectus, together with the documents incorporated in this prospectus by reference, constitutes full, true and plain disclosure of all material facts relating to the securities offered by this prospectus as required by the securities legislation of [insert name of each jurisdiction in which qualified]."

1.3 (Revoked).

1.4 Amendments

(1) For an amendment to a base shelf prospectus in respect of a base shelf prospectus that included the issuer certificate form and underwriter certificate form in sections 1.1 and 1.2, and if the amendment does not restate the prospectus, change "this short form prospectus" to "the short form prospectus dated [insert date] as amended by this amendment" wherever it appears in the statements in sections 1.1 and 1.2.

(2) For an amended and restated base shelf prospectus in respect of a base shelf prospectus that included the issuer certificate form and underwriter certificate form in sections 1.1 and 1.2, change "this short form prospectus" to "this amended and restated short form prospectus" wherever it appears in the statements in sections 1.1 and 1.2."

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PART 2 Shelf Prospectus Supplement

2.1 Issuer Certificate Form

If method 2 is elected by an issuer, an issuer certificate form in a shelf prospectus supplement must state:

"To the best of our knowledge, information and belief, the short form prospectus, together with the documents incorporated in the prospectus by reference, as supplemented by the foregoing, constitutes full, true and plain disclosure of all material facts relating to the securities offered by the prospectus and this supplement as required by the securities legislation of [insert name of jurisdiction in which qualified]."

2.2 Underwriter Certificate Form

If method 2 is elected by an underwriter, an underwriter certificate form in a shelf prospectus supplement must state:

"To the best of our knowledge, information and belief, the short form prospectus, together with the documents incorporated in the prospectus by reference, as supplemented by the foregoing, constitutes full, true and plain disclosure of all material facts relating to the securities offered by the prospectus and this supplement as required by the securities legislation of [insert name of jurisdiction in which qualified]."

2.3 (Revoked).

2.4 Amendments

(1) For an amendment to a shelf prospectus supplement in respect of a shelf prospectus supplement that included the issuer certificate form and underwriter certificate form in sections 2.1 and 2.2, and if the amendment does not restate the prospectus, add " as it amends the shelf prospectus supplement dated [insert date]" after "the foregoing," wherever it appears in the statements in sections 2.1 and 2.2.

(2) For an amended and restated shelf prospectus supplement in respect of a shelf prospectus supplement that included the issuer certificate form and underwriter certificate form in sections 2.1 and 2.2, include the issuer certificate form and the underwriter certificate form in sections 2.1 and 2.2."

Decision 2001-C-0201, App. B; M.O. 2005-25, s. 25 and 26; M.O. 2008-06, s. 18.

REGULATION IN FORCE FROM JANUARY 1, 2011 TO MAY 13, 2013

TRANSITIONAL PROVISIONS

M.O. 2010-17, 2010 G.O. 2, 3918

5. This Regulation only applies to a preliminary base shelf prospectus, an amendment to a preliminary base shelf prospectus, a base shelf prospectus, an amendment to a base shelf prospectus or a shelf prospectus supplement of an issuer which includes or incorporates by reference financial statements of the issuer in respect of periods relating to financial years beginning on or after January 1, 2011.

However, an issuer may apply the amendments set out in this Regulation to a document referred to in the first paragraph which includes or incorporates by reference financial statements of the issuer in respect of periods relating to a financial year that begins before January 1, 2011 if the immediately preceding financial year ends no earlier than December 31, 2010 and if the issuer is relying on the exemption in section 5.3 of Regulation 52-107 respecting Acceptable Accounting Principles and Auditing Standards.

Decision 2001-C-0201, 2001-05-22
Bulletin hebdomadaire: Vol. XXXII n° 22, 2001-06-01

Amendments

Decision 2005-PDG-0227, 2005-08-09
Bulletin de l'Autorité: 2005-08-26, Vol. 2 n° 34
M.O. 2005-19, 2005 G.O. 2, 3516

Decision 2005-PDG-0357, 2005-11-15
Bulletin de l'Autorité: 2005-12-16, Vol. 2 n° 50
M.O. 2005-25, 2005 G.O. 2, 5221

Decision 2008-PDG-0058, 2008-02-22
Bulletin de l'Autorité: 2008-03-14, Vol. 5 n° 10
M.O. 2008-06, 2008 G.O. 2, 726

Décision 2010-PDG-0216, 2010-11-22
Bulletin de l'Autorité: 2010-12-17, Vol. 7 n° 50
M.O. 2010-17, 2010 G.O. 2, 3918