



BC Notice 2013/07

Implementation of Stage 2 of Point of Sale Disclosure for Mutual Funds – *Delivery of Fund Facts - Notice of Amendments to National Instrument 81-101 Mutual Fund Prospectus Disclosure, the Fund Facts Form, its Companion Policy and Consequential Amendments*

and

**Revocation of Exemptions and Waivers from Prospectus Delivery Requirements under National Instrument 81-101 and Revocation of BC Instrument 81-507
*Exemption from prospectus delivery requirement for pre-authorized purchase plans***

Effective September 1, 2013, the Commission is adopting amendments to National Instrument 81-101 *Mutual Fund Prospectus Disclosure*, the Fund Facts Form, its Companion Policy and consequential amendments to National Instrument 81-102 *Mutual Funds*.

Please see our [advance notice](#) published on June 13, 2013 for details.

Securities Act Amendments

Amendments to the *Securities Act* found in sections 55 and 57 of the *Finance Statutes Amendment Act*, 2010, S.B.C. 2010 c. 4 permit the delivery of the Fund Facts Form instead of the prospectus. These amendments come into force on September 1, 2013.

BC Instrument 81-515 and Revocation of BC Instrument 81-507

National Instrument 81-101 *Mutual Fund Prospectus Disclosure* sets out a number of requirements for delivering a mutual fund prospectus. Some fund managers have obtained exemptions or waivers from these prospectus delivery requirements to enable them to deliver the fund facts document or a tailored prospectus instead of the simplified prospectus. Relief from the prospectus delivery requirement was also granted for pre-authorized purchase plans in BCI 81-507 *Exemption from prospectus delivery requirement for pre-authorized purchase plans* (BCI 81-507).

Effective September 1, 2013, we are amending NI 81-101 to require delivery of the fund facts instead of the simplified prospectus. We intend these amended rules to replace all of the relief we and other CSA members previously granted so that everyone will operate under the updated regime in NI 81-101.

In order to treat BC-based mutual funds the same as in the rest of Canada, and to address different legislative requirements, the Commission has made BC Instrument 81-515 *Revocation of Exemptions and Waivers from Prospectus Delivery Requirements under National Instrument 81-101 Mutual Fund Prospectus Disclosure*. The Commission is

also revoking BCI 81-507 *Exemption from prospectus delivery requirement for pre-authorized purchase plans.*

These revocations are effective June 13, 2014, concurrent with the date the fund facts document delivery requirements come into force.

August 27, 2013

Brenda M. Leong
Chair

This Notice may refer to other documents. These documents can be found at the B.C. Securities Commission public website at www.bcsc.bc.ca in the section Securities Law & Policy: Policies & Instruments.