

**British Columbia Securities Commission**

**Companion Policy 72-505CP**

***Exemption from prospectus requirement  
for crowdfunding distributions to purchasers outside British Columbia***

The British Columbia Securities Commission, changes Companion Policy 72-505CP *Exemption from prospectus requirement for crowdfunding distributions to purchasers outside British Columbia*, effective June 9, 2023, by changing:

- section 2 to reflect that reports of exemption distribution will be transmitted through SEDAR+ under National Instrument 13-103 *System for Electronic Data Analysis and Retrieval* + (SEDAR+)
- section 3 to replace a reference to SEDAR with a reference to SEDAR+

so that the policy reads as attached.

June 7, 2023

Brenda M. Leong  
Chair

Gordon Johnson  
Vice Chair

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*(This part for administrative purposes only and is not part of the Order)*

**Authority under which Order is made:**

Act and sections: *Securities Act*, section 188

## Companion Policy 72-505CP

### *Exemption from prospectus requirement for crowdfunding distributions to purchasers outside British Columbia*

1. This Instrument applies to issuers located in British Columbia seeking to raise capital from investors located outside of the province using Multilateral Instrument 45-108 *Crowdfunding* (MI 45-108).
2. Under MI 45-108, an issuer must file a Form 45-106F1 *Report of Exempt Distribution* with the local securities regulatory authority or regulator no later than 10-days after the closing of the distribution. A British Columbia-based issuer that uses BC Instrument 72-505 to complete a distribution out of the province must file that same exempt distribution report with the Commission.

Under National Instrument 13-103 *System for Electronic Data Analysis and Retrieval + (SEDAR+)*, issuers are required to file exempt distribution reports through SEDAR+.

3. Under MI 45-108, an issuer must file any offering materials with, and deliver certain ongoing disclosure to, the local securities regulatory authority or regulator in the jurisdiction of the purchaser. A British Columbia-based issuer that uses BC Instrument 72-505 to complete a distribution out of the province also must deliver these documents to the Commission.

To deliver these materials to the Commission, file them electronically through SEDAR+.