

## Annex D

### Proposed Amendments to National Instrument 81-101 *Mutual Fund Prospectus Disclosure*

1. *National Instrument 81-101 Mutual Fund Prospectus Disclosure is amended by this Instrument.*
2. *Subsection 6.1(3) is amended by adding “Alberta and” before “Ontario”.*
3. *Form 81-101F1 Contents of Simplified Prospectus is amended*
  - (a) *in Item 8.1 of Part A by replacing “[specify percentage, as a percentage of .....]” in the table opposite “Sales Charges” with “[See Instruction (6)]”,*
  - (b) *by adding the following subsection to the Instructions under Item 8.1 of Part A:*

*(6) Under “Sales Charges”, state that the dealer may, in connection with the investor’s purchase of securities of the mutual fund, charge the investor a sales charge or transaction fee which the investor may negotiate with the dealer.,*
  - (c) *by repealing Item 8.2 of Part A,*
  - (d) *in subsection (2) of the Instructions under Item 9.1 of Part A by deleting the following:*

*For example, if the manager of the mutual fund pays an up-front sales commission to participating dealers, so state and include the range of commissions paid. If the manager permits participating dealers to retain the sales commissions paid by investors as compensation, so state and include the range of commissions that can be retained.,*
  - (e) *in subsection (2) of the Instructions under Item 9.2 of Part A by deleting “sales and”, and*
  - (f) *by repealing subsection (3) of the Instructions under Item 9.2 of Part A.*
4. *Form 81-101F3 Contents of Fund Facts Document is amended*
  - (a) *by replacing Item 1.2 of Part II with the following:*

## 1.2 – Sales Charges

(1) Under the sub-heading “Sales charges”, provide a brief overview of any sales charges that investors may have to pay when they purchase securities of the mutual fund and how the sales charges work including:

- whether the amount payable is negotiable;
- whether the amount payable is to be paid directly by the investor or deducted from the amount paid at the time of purchase;
- who pays and who receives the amount payable.

(2) If no sales charges apply to purchases of securities of the mutual fund, state that no sales charges apply.,

**(b) in Item 1.3(6) of Part II by deleting** “The rate depends on the sales charge option you choose.”,

**(c) by replacing Item 1.3(7) of Part II with:**

(7) If applicable, disclose the range of the rate of the trailing commission., **and**

**(d) in subsection (8) of the Instructions under Item 1.3 of Part II by replacing** “rates of trailing commissions for each sales charge option” **with** “the rate of the trailing commission”.

5. (1) Subject to subsection (2), this Instrument comes into force [365 days from the date of final publication].

(2) Sections 1 and 2 of this Instrument come into force [90 days from the date of final publication].