

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 BC Instrument 13-502 *Electronic filing of reports of exempt distribution*, issuers are required to file exempt distribution reports through eServices.

To use eServices, a new report filer must first register as an eServices user and create a profile with the Commission. Contact Financial Reporting, Corporate Finance at finreport@bcsc.bc.ca for help creating an eServices profile. Existing filers may use their current eServices profile in order to complete the filing.

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 eServices.