

## APPENDIX A

### MUTUAL FUND DEALERS ASSOCIATION OF CANADA

#### TRANSACTION FEES OR CHARGES AND REQUIREMENT FOR RECORDS

##### (Proposed New Rule 2.4.4 and Proposed Amendments to Rule 5.1)

On June 3, 2010, the Board of Directors of the Mutual Fund Dealers Association of Canada made the following new Rule 2.4.4 and amendments to Rule 5.1.:

##### New Rule 2.4.4 (Transaction Fees or Charges)

**2.4.4 Transaction Fees or Charges.** Prior to the acceptance of any order in respect of a transaction in a client account, the Member shall inform the client of any sales charge, service charge or any other fees or charges to be deducted in respect of the transaction.

##### New Subsection 5.1(b)(iv)

#### **5.1 REQUIREMENT FOR RECORDS**

Every Member shall keep such books, records and other documents as are necessary for the proper recording of its business transactions and financial affairs and the transactions that it executes on behalf of others and shall keep such other books, records and documents as may be otherwise required by the Corporation. Such books and records shall contain as a minimum the following:

- (b) an adequate record of each order, and of any other instruction, given or received for the purchase or sale of securities, whether executed or unexecuted. Such record shall show:
  - (i) the terms and conditions of the order or instructions and of any modification or cancellation thereof;
  - (ii) the account for which entered or received; ~~and~~
  - (iii) the time of entry or receipt, the price at which executed and, to the extent feasible, the time of execution or cancellation; ~~and~~
  - (iv) **evidence that the client was informed of all fees and charges in accordance with Rule 2.4.4**