FORM 9

Securities Act

FINANCIAL QUESTIONNAIRE AND REPORT

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____
(Dealer Name)

____
(Date)

NOTICE: This form has been derived from the Financial Questionnaire and Report currently in use by the Joint Regulatory Bodies. However it differs from the Joint Regulatory Financial Questionnaire to the extent it has been amended to meet the reporting requirements to the Alberta Securities Commission. If any item is not applicable or requires a nil answer please so designate.

FINANCIAL QUESTIONNAIRE AND REPORT
GENERAL INSTRUCTIONS TO PARTS I and II

1 These statements, Part I, and Schedules, Part II, are to be completed by each dealer.

Where the dealer has memberships in any of the following bodies and when the requirements of those bodies are not consistent in a specific area, the dealer must adhere to the most stringent requirement:

The Alberta Stock Exchange;
The Montreal Exchange;
The Toronto Stock Exchange;
The Vancouver Stock Exchange;
Investment Dealers Association of Canada.

2 All statements and schedules must be filed. If a schedule is not applicable a "NIL" return must be filed.

3 All statements and schedules may be rounded to the nearest dollar.

4 The statements may be prepared on a trade date, a settlement date, or the modified capital calculation basis. The basis used must be consistent throughout and with the previous year and noted on Statement "A". Dealers reporting on a trade date basis but determining margin deficiencies for clients, brokers and dealers on a settlement date basis must do so for all such accounts and consistently from period to period. Similar requirements apply for dealers reporting on a settlement date basis, or the modified capital calculation basis but providing margin on a trade date basis. For firm option market makers inventory accounts, the margin requirement may be calculated on a trade date or a settlement date basis irrespective of whether the trade date or settlement date basis is used for preparation of the statements.

Reporting on the modified capital calculation basis means reporting balances and margin on a settlement date basis, except that *on Statements "A" and "B" and Schedule 2, the dealer's inventory is reported on a trade basis (i.e. determining margin and recognizing profits, losses, expenses and taxes utilizing trade date information).*

Firms reporting on a settlement date basis may record commissions receivable on agency transactions not yet due for settlement and the related commission and tax expense. If recorded, the receivable qualifies as an active asset.

5 Line 60. Income tax on unrealized profits in an individual inventory position may be deducted from the margin required on the profit portion of the position for a maximum deduction equal to the lesser of the income tax on the profit or the margin required on the profit.

6 Receivables from the Government of Canada, Provincial Governments and their respective agencies, and all crown corporations, shall be allowed as active assets without regard to whether received within 25 days of the calculation date, provided that substantive evidence of the receivable is present.

7 Mandatory Security Counts. All securities except those held in segregation or safekeeping shall be counted once a month, or monthly on a cyclical basis. Those securities held in segregation or safekeeping must be counted once in the year in addition to the count as of the year end audit date.

8 Out of balance security positions and other unresolved differences.

Provision shall be made on the Form 9 questionnaire for the market value and margin requirements on out of balance short securities and other adverse unresolved differences, e.g. with banks, trust companies, brokers, clearing corporations less any appropriate tax recovery thereon, to the extent that the circumstances occurred on or before, the month-end previous to the Form 9 questionnaire date and are still unresolved as at a date 1 month subsequent to the Form 9 questionnaire date.

For year-end purposes, provision should be made for the market value and margin requirements on out of balance short securities and other adverse balances less any appropriate tax recovery thereon, that have not been resolved by the filing date (normally 35 days after the audit date).

The adjustment for income taxes should apply to the sum of the market value and applicable margin. This adjustment is only appropriate if the dealer has a tax liability in the current year or deferred taxes, against which this adjustment can be claimed. The margin rate to be used is the one that is appropriate for inventory positions. For instance, if the calculation is for option eligible securities, the margin rate is 25%, rather than 50%.

Should this provision create a capital deficiency, the appropriate institution should be notified immediately together with the details of the similar provision for the month prior to the year-end.

9 Schedules should be attached showing details of any significant amounts that have not been clearly described on the attached statements and schedules.

10 Notes to the financial statements.

(1) Any notes that may be necessary for the fair presentation of the financial statements and not contained in the supporting schedules must be attached as page 3 to Statement "A".

(2) Details of any subsequent events (that are not otherwise disclosed) to the date of the filing, which have a material adverse effect on net free capital, should be provided.

11 At the year-end, enclose a list of all brokers and dealers for which a confirmation has not been obtained after two requests. The list should include the dollar balances in the accounts, as reflected in the dealer's records.

12 All dollar amounts on the Balance Sheet, Statements, and supporting Schedules must be expressed in Canadian dollars.

13 When the statement is a consolidated statement, the names of the companies consolidated are to be listed in a note to Form 9.

14 Reference should be made to the definitions of words and terms in the Securities Act *and the* Securities Regulation. *Additional guidance in understanding the terms used in the form is available from the Registrar at the Commission.*

IT IS AN OFFENCE UNDER THE SECURITIES ACT AND THE *SECURITIES REGULATION* FOR A PERSON OR COMPANY TO MAKE A STATEMENT IN A DOCUMENT REQUIRED TO BE FILED OR FURNISHED UNDER THE ACT OR THE REGULATION THAT, AT THE TIME AND IN LIGHT OF THE CIRCUMSTANCES IN WHICH IT IS MADE, IS A MISREPRESENTATION

FINANCIAL QUESTIONNAIRE AND REPORT

PART I – AUDITORS' REPORT

To: The Alberta Securities Commission
We have examined the following Part I financial statements

of ______________________________ as at ______________________________
(Dealer) (date)

Statement "A" – Statement of assets and liabilities and capital;

Statement "B" – Statement of net free capital;

Statement "C" – Statement of adjusted liabilities;

Statement "D" – Statement of capital requirements;

Statement "E" – Statement of segregation requirements and funds on deposit in segregation.

Our examination was made in accordance with generally accepted auditing standards, and accordingly included a general review of the accounting system, internal accounting controls and procedures for safeguarding securities and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances, including the audit procedures prescribed by the Alberta Securities Commission

In our opinion,

(a) the statement of assets and liabilities and capital, presents fairly the financial position of the dealer as at __________ in the form required under the Regulation
(date)
to the *Securities Act* ______________________________
in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year, and

(b) the statements of net free capital, adjusted liabilities, and capital requirement as at ______________________________ are
(date)
presented fairly in accordance with the applicable instructions of The Alberta Securities Commission.

______________________________ ______________________________
(signature) (date)

NOTE: A measure of uniformity in the form of the auditors' report is desirable in order to facilitate identification of circumstances where the underlying conditions are different. Therefore, when auditors are able to express an unqualified opinion, their report should take the above form.

Any limitations in the scope of the audit must be discussed in advance with the Alberta Securities Commission. Discretionary scope limitations will not be accepted.

STATEMENT "A"

PART I

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

STATEMENT OF ASSETS

(as at __________________)

1	(a) Cash	$ ______	
	(b) Funds deposited in trust for RRSP and other similar accounts	______	
2	Cash surrender value of life insurance	______	
3	Secured loans receivable	______	
4	Securities owned – at market value	______	
5	Accrued interest on securities owned	______	
6	Joint accounts	______	
7	Clients' accounts	______	
8	Brokers and dealers – outstanding trading balances	______	
9	Brokers and dealers – other balances (give details)	______	
10	Recoverable and overpaid income taxes	______	
11	Commissions receivable – received within 25 days	______	
12	Dividends receivable – received within 25 days	______	
13	Other active assets – received with 25 days (give details)	______	
14	Modified capital calculation adjustment	______	
15	____________	______	
16	____________	______	
		- - - - - -	
30	TOTAL ACTIVE ASSETS		______
31	Fixed assets (depreciated value)	______	
32	Stock exchange seats	______	
33	Deposits with exchanges and clearing corporations (give details)	______	
34	Capitalized leases	______	
35	Other assets (give details)	______	
		- - - - - -	
40	TOTAL NONACTIVE ASSETS		______
			- - - - - -
			$ = = = = =

Prepared on

(a) trade date basis	______
(b) settlement date basis	______
(c) modified basis	______
	(check one)

STATEMENT "A"

PART 1

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

STATEMENT OF LIABILITIES AND CAPITAL

(as at ____________________)

51	Loans and bank overdrafts	$ _______	
52	Securities sold short – at market value	_______	
53	Accrued interest on securities sold short	_______	
54	Joint accounts	_______	
55	Clients' accounts	_______	
56	Brokers and dealers – outstanding trading balances	_______	
57	Brokers and dealers – other balances (give details)	_______	
58	Unclaimed dividends and interest	_______	
59	Provision for income taxes	_______	
60	Deferred income taxes (relating to active assets and liabilities)	_______	
61	Accounts payable and accrued expenses	_______	
62	Other liabilities (give details)	_______	
63	Current portion of capitalized leases and lease related obligations	_______	
64	Modified capital calculation adjustment	_______	
65	_______	_______	

75	TOTAL LIABILITIES (excluding items 76 – 79)		$ _______
76	Deferred income taxes (relating to nonactive items)		_______
77	Noncurrent portion of capitalized leases and lease related liabilities		_______
78	Subordinated loans – approved non-industry investors		_______
79	Subordinated loans – approved industry investors		_______
80	Capital	_______	
81	Retained earnings or undivided profits	_______	
82	Reserves	_______	

90			_______

			$ =====

STATEMENT "A"

NOTES AND INSTRUCTIONS

Line 4 and 52 – *Securities must be valued at market value. Refer to the* Securities Regulation.

Line 10 – *Include only overpayment of prior years' income taxes or current year instalments. Taxes recoverable due to current year losses may be included to the extent that they can be carried back and applied against taxes previously paid.*

Line 12 and 58 – *The gross amounts claimable by and claimable against the dealer must be reported. Dividends not received within 25 days after the date of this report must be shown under "other assets" on line 35.*

Line 14 – *The modified capital calculations adjustment should be the amount positive (negative) to adjust long inventory to a settlement date basis.*

Line 33 – *This item should include deposits with*

(a) stock exchanges from prospective new members when applying for memberships, and

(b) clearing corporations and depositories for the clearing fund, this is the amount for the deposit required from clearing members by options and futures clearing corporations and depositories operating in Canada.

Line 35 – *This is to include such items as:*

- *prepaid expenses;*
- *deferred charges;*
- *deferred income tax debits;*
- *investments in and advances to subsidiaries and affiliates*
- *advances to employees;*
- *other nonactive assets.*

Line 63 – *The modified capital calculation adjustment should be the amount positive (negative) to adjust short inventory to a settlement date basis.*

Line 77 – *This line should also include non-current portion of deferred lease inducements.*

STATEMENT "B"

PART I

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

STATEMENT OF NET FREE CAPITAL

(as at ____________)

REFERENCE		
1. A – 30 Total active assets		$______
Deduct		
2. A – 75 Total liabilities	$______	
3. Net loss on future purchase and sales commitments ______	______	

		______
		------
4. Add:		
(a) Amount receivable on demand under a standby subordinated loan agreement with a Canadian chartered bank		______
(b) Loan value (market value less margin) of any approved subordinated loans of securities that are not included in the above amounts (attach a schedule giving details)		______
(c) Non-current debt under mortgages on real estate owned by the dealer (do not include amounts which fall due within one year)		______
		------
5. LIQUID CAPITAL		______
Deduct: Amount required to fully margin –		
6. Secured loans receivable ______	______	
7. Securities owned and securities sold short ______	______	
8. Joint accounts ______	______	
9. Clients' accounts ______	______	
10. Brokers and dealers – outstanding trading balances ______	______	
11. Brokers and dealers – other balances ______	______	
12. Future purchase and sales commitments ______	______	
13. Other loans ______	______	
14. Unhedge foreign currencies ______	______	
15. Unresolved differences ______	______	
16. Other (provide details) ______	______	

		______
		------
17. NET FREE CAPITAL		$ ===== D-9

NOTES AND INSTRUCTIONS

Line 16 – This item should include all margin requirements not mentioned above (e.g. margin on contingent liabilities, sales with call features, special security concentration requirements imposed by the Alberta Securities Commission).

STATEMENT "C"

PART I

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

STATEMENT OF ADJUSTED LIABILITIES

(as at ________________)

REFERENCE

1.	A – 75 Total Liabilities (note)	$ ______	
	Add –		
2.	Outstanding purchase commitments ______	______	
		- - - - - -	
3.			$ ______
	Deduct –		
4.	A – 1 (a) cash ______	______	
	(b) Funds deposited in trust for RRSP and other similar accounts ______	______	
	B – 4 (a)(c) Amount receivable on demand under a standby subordinated loan agreement with a Canadian chartered bank ______	______	
5.	A – 2 Cash surrender value of life insurance ______	______	
6.	Market value of securities owned (long) having a margin rate of 5% or less and other securities owned covered by sales commitments to defined financial institutions (Note)	______	
7.	Accrued interest relating to securities in Line 6 above ______	______	
8.	Debit balances with defined financial institutions ______	______	
9.	Active debit balances with dealer's own approved affiliated/related companies (subject to the audit requirements of the Alberta Securities Commission) ______	______	
10.	The market value of securities having a margin rate of 5% or less (not exceeding the debit balance thereof), included in:		
	(a) joint accounts ______	______	
	(b) clients' accounts ______	______	
	(c) brokers' and dealers' accounts ______	______	
	(d) secured loans receivable ______	______	
	Do not duplicate the deductions made under items 8 and 9.		
11.	Margin deposits receivable from options and futures clearing corporations operating in Canada ______	______	
		- - - - - -	
			______
			- - - - - -
12.	ADJUSTED LIABILITIES		$ = = = = = D-1

Note: If filing on a modified capital calculation basis, total liabilities and the deduction on line 6 above must be calculated using settlement date positions.

STATEMENT "D"

PART I

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

STATEMENT OF CAPITAL REQUIREMENTS

(as at _______________)

REFERENCE

1. C – 12 Adjusted liabilities ________
$ = = = = =

2. Capital requirement on adjusted liabilities:
   10% on first $2 500 000 or part thereof $ ________
   8% on next $2 500 000 or part thereof ________
   7% on next $2 500 000 or part thereof ________
   6% on next $2 500 000 or part thereof ________
   5% on balance over $10 000 000 ________
   - - - - -

   Total on adjusted liabilities (minimum $25 000) ________

3. Capital requirement on Montreal Exchange registered specialists and on Toronto Stock Exchange registered traders
   . . . specialists on Montreal Exchange ________
   . . . traders on Toronto Stock Exchange at $50 000 each ________

4. Capital requirement on market makers:
   Toronto Stock Exchange appointments (options only)
   . . . traders at $10 000 each equals ________ $ ________
   . . . traders at $20 000 each equals ________ ________
   . . . traders at $25 000 each equals ________ ________
   - - - - - -

   Vancouver Stock Exchange appointments (options only)
   . . . traders at $10 000 each equals ________ ________
   . . . traders at $20 000 each equals ________ ________
   . . . traders at $25 000 each equals ________ ________
   - - - - - -

   Montreal Exchange appointments (stock and/or options)
   . . . traders at $10 000 each equals ________ ________
   . . . traders at $20 000 each equals ________ ________
   . . . traders at $25 000 each equals ________ ________
   - - - - - -

5. Capital requirements on Toronto Stock Exchange Registered Futures Traders and Montreal Exchange Futures Market Makers . . . × $5000 for each trader associated with the firm ________ ________

6. Capital requirement on brokers blanket bond deductible amounts:
   Amounts deductible (greatest under any clause)

Form

STATEMENT "D"

7. Capital requirement on Commodity Futures Contracts
   (a) the applicable capital charges as per instructions
   (b) concentration in an individual account, as per instructions
   (c) overall concentration in individual commodity futures contracts as per instructions ------
8. Total capital required
9. B-17 Net free capital

------

10. Excess Net Free Capital or (Capital Deficiency) $ =====

NOTES AND INSTRUCTIONS

Line 3 – The capital requirement for each M.E. registered specialist is the lesser of $50 000 or an amount sufficient to assume a position of twenty board lots of each security in which such specialist is registered.

Line 4 – The market maker capital requirement for the T.S.E. is $10 000 for each class of options appointed and for the M.E. for each security and/or class of option appointed. For the T.S.E. and the M.E. the maximum capital requirement is $25 000 for each market maker. No capital is required where the market maker does not have an appointment.

Line 7(a) – The capital requirement for futures contracts (FC) in the case of a dealer whose FC business is managed by an individual who has at least 2 years experience in the futures contract industry and who has *received* either *the designation Registered Commodity Representative from the Chicago Board of Trade* or *successfully completed the National Commodity Futures Examination administered by the National Association of Securities Dealers Inc. shall be calculated as follows:*

(a) for total market value up to $20 000 000; 2% of total market value to a maximum of $100 000, plus the capital requirement for financial futures as described below;*

(b) for total market value greater than $20 000 000; ½ of 1% of the total market value plus the capital requirement for financial futures as described below;*

For all other members the capital requirement is 2% of total market value plus the capital requirement for financial futures as described below.

*Total market value *as the market value of the greater of the total long or total short FC for each commodity carried for all clients and firm accounts excluding:*

(a) client and firm spreads entered into in the same Commodity Futures Exchange, or hedges if controlled by the member via warehouse receipts;

(b) FC held for the account of defined financial institutions;

(c) Financial Futures. Financial Futures are FC based on a security (securities) which security has a margin requirement of 5% or less as described in the by-laws, rules and regulations of the self-regulatory organizations, excluding currencies.

The capital requirement for Financial Futures shall be calculated as follows:

10% of the margin requirements, as required by the clearing house of the Commodity Futures Exchange on which the contracts were entered into, for the greater of the total long or total short FC for each such commodity carried for all clients and firm accounts, excluding:

(a) client and firm spreads entered into in the same Commodity Futures Exchange, or hedges if controlled by the member via warehouse receipts or other evidence of title for a like quantity of the Commodity to be delivered under the contract which is held by the Member, and

(b) financial futures held for the account of defined financial institutions.

STATEMENT "D"

Line 7(b) – The amount by which the aggregate of the daily limit fluctuations of FC held both long and short (excluding clients' spreads in the same Commodity Futures Exchange and positions held by financial institutions) for;

(a) any client, group or related clients, or in inventory, less

(b) any excess margin provided,

exceeds 15% of the dealer's liquid capital.

Line 7(c) – (1) On each day during which a dealer carries an inventory or client FC position on any Commodity Futures Exchange excluding those positions maintained for defined financial institutions and spreads (regardless of delivery month) on the same Commodity Futures Exchange, the dealer is required to make the following calculations with respect to FC in each commodity:

(a) calculate 40% of liquid capital;

(b) calculate the aggregate value with respect to all inventory and client positions in the relevant FC of two (2) standard daily limit moves on the greater of the long or short position.

(2) If the amount calculated under subsection (1)(a) of this instruction is greater than that calculated under subsection (1)(b) of this instruction, no concentration in the FC is deemed to exist.

(3) If the amount calculated under subsection (1)(b) of this instruction is greater than that calculated under subsection (1)(a) of this instruction, there may be deducted from this difference on a per client basis, the excess margin available in all accounts of the client with positions in the FC concerned, after marking to market provided that this deduction shall be limited to the total aggregate value of 2 standard daily limit moves of the client's position in the FC concerned.

(4) After allowing for the deduction in subsection (3) of this instruction, if the difference is not eliminated within 5 trading days after it first occurs the dealer's capital requirement shall be increased by an amount equal to such difference.

Line 10 – All deficiencies must be reported immediately to the Registrar of the Alberta Securities Commission. Explanation must be given on this schedule for the reason for any capital deficiency and action undertaken to correct it.

STATEMENT "E"

PART I

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS ON DEPOSIT IN SEGREGATION

(as at ____________________)

REQUIREMENT	
1 Net ledger balances of clients	
(a) Cash	$ ______
(b) Securities (at market)	$ ______
2 Net unrealized profit-loss in open commodity futures contracts held for clients	______
	------
3 Net equity of commodity clients (1 2)	______
4 Add – accounts liquidating to a deficit and accounts with debit balances but no open trades	______
	------
5 Amount required to be segregated (3 4)	$ ______
	$ =====
FUNDS ON DEPOSIT IN SEGREGATION	
6 Deposited in segregated accounts with financial institutions:	
(a) Cash	$ ______
(b) Securities representing investment of customers' funds (at market)	______
(c) Securities deposited by customers in lieu of cash margins (at market)	______
7 Margins on deposit with clearing houses	
(a) Cash	$ ______
(b) Securities deposited by customers in lieu of cash margins (at market)	______
8 Due to/from clearing houses	______
9 Equities with other commodity futures dealers who carry clients' trades on an omnibus basis	______
10 Segregated funds on hand	
(a) Cash	______
(b) Securities representing investment of clients' funds (at market)	______
(c) Securities deposited by customers in lieu of cash margins (at market)	______
	------
11 TOTAL AMOUNT IN SEGREGATION	
Excess/Deficiency of Funds in Segregation	$ ______
(Line 11 minus Line 5)	$ ______
	$ =====

A2/A51

NOTES AND INSTRUCTIONS

The registrant must report immediately any deficiency of funds in segregation to the Commission.

FINANCIAL QUESTIONNAIRE AND REPORT
CERTIFICATE OF PARTNERS OR DIRECTORS

____
(Dealer Name)

I/We have examined the attached Part I statements and Part II schedules and certify that, to the best of my/our knowledge, they present fairly the financial position of the dealer at

____

______________________________ and the results of operations for the period then ended, and are in agreement with the books of the dealer.

I/We certify that the following information is true and correct to the best of my/our knowledge for the period from the last audit to the date of the attached statements that have been prepared in accordance with the current requirements of the Alberta Securities Commission.

	ANSWERS
1 Do the attached statements fully disclose all assets and liabilities including the following? (If not, give full particulars):	________
(a) all future purchase and sales commitments?	________
(b) outstanding puts, calls or other options?	________
(c) participation in any underwriting or other agreement subject to future demands?	________
(d) writs issued against the dealer or partners or corporation or any other litigation pending?	________
(e) income tax arrears of partners or corporations?	________
(f) other contingent liabilities, guarantees, accommodation endorsements or commitments affecting the financial position of the dealer?	________
2 Are all Exchange seats that are operated by the dealer owned outright and clear of encumbrance by the dealer? If not, give details.	________
3 Does the dealer promptly segregate all clients' free securities?	________
4 Does the dealer carry insurance of the type and in the amount required by the regulations of the Securities Act?	________
5 Have all "concentrations of securities carried on margin" as described in the regulations and policies of the appropriate regulatory body been identified in Schedule 13?	________
6 Has the "most stringent rule" requirement as described in the general instructions been adhered to in the preparation of these statements and Schedules?	________

____
(Date)

(NAME and Title - Please type)	(Signature)

NOTES AND INSTRUCTIONS

1. *To be signed by:*
   (a) *chief executive officer/partner,*
   (b) *chief financial officer,*
   (c) *the dealer seatholder (if applicable),*
   (d) *the chief accountant, and*
   (e) *at least 2 directors/partners if not included in clauses (a) to (d).*

2 *Any partner/director and any officer or employee with senior management responsibility for areas where unrecorded liabilities may occur (e.g. underwriting and money market departments) must sign a copy of this report to indicate that he has examined it and is satisfied that, to the best of his knowledge, it is correct. This copy must be retained in the dealer's head office for examination by the Alberta Securities Commission.*

FINANCIAL QUESTIONNAIRE AND REPORT
PART II – AUDITORS' REPORT

To the Alberta Securities Commission:

Pursuant to our examination of statements "A" to "E" of Part I, we have examined the Part II Schedules 14 and 15 of

____________________ as at ____________________
(dealer) (date)

In our opinion, Schedule 14, the summary statement of income, presents fairly the results of its operations for the year then ended in the form required by Alberta Securities Commission in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year; and Schedule 15, the statement of changes in excess net free capital for the year then ended, is presented in accordance with the applicable instructions of the Alberta Securities Commission.

The additional information set out in Part II, Schedules 1 to 13, 16 and 17 and the answers contained in questions 2, 3, 4, 5 and 6 on the certificate of partners or directors have been subjected to the tests and other auditing procedures applied in the examination of the financial statements "A" to "E" in Part I and Schedules 14 and 15 in Part II, and in our opinion, are fairly stated in all respects material in relation to these financial statements taken as a whole.

____________________ ____________________
(signature) (date)

Note: A measure of uniformity in the form of the auditors' report is desirable in order to facilitate identification of circumstances where the underlying conditions are different. Therefore, when auditors are able to express an unqualified opinion, their report should take the above form.

Any limitations in the scope of the audit must be discussed in advance with the Registrar of the Alberta Securities Commission. Discretionary scope limitations will not be accepted.

SCHEDULE 1

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

ANALYSIS OF SECURED LOANS RECEIVABLE

(Including purchase and resale agreements)

Coding, or Name of Borrower and Term	Amount of Loan Including Accrued Interest	Market Value of Collateral	Loan Value of Collateral	Required to Margin
(Note 1)				
DEFINED FINANCIAL INSTITUTIONS				
OTHER				
	$			$
	A-3			B-6

NOTES:

1. It will be permissible to use a coding instead of names in the details of listing of Secured Loans Receivable. However, if a coding is used, a separate list of the names of the borrowers, excluding the actual loan amounts, must be submitted.

2. All market values should include accrued interest.

3. Attach a schedule (1A) providing the following details for collateral securities with a margin rate greater than 5%: description of security, market price, market value, margin rate and loan value.

4. Receivables from Defined Financial Institution (DFI's) must be fully secured, deficiencies to be provided for as margin.

5. Non-DFI receivables to be fully margined at all times.

6. Where securities are borrowed and/or swapped with a DFI, where the short market value in the account is greater than the long market value, the deficiency (the amount required to fully secure) must be provided as margin.

SCHEDULE 2

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

SECURITIES OWNED AND SOLD SHORT AT MARKET VALUE

	Balances		
	Debit (Long)	Credit (Short)	Amount Required to Fully Margin
1. Securities having a margin rate of 5% or less	$	$	$
2. Securities having a margin rate greater than 5% and used to reduce sales commitments to defined financial institutions (applicable only to firms reporting on settlement basis)		Nil	
3. Carry debit to subtotal C-6			
4. Security positions in Registered Specialists' and Traders' accounts (list separately for each specialist and trader and indicate whether Montreal or Toronto)			
A			
B			
C			
5. Security positions in Options Market Makers' accounts (list separately for each market maker and indicate whether Montreal, Toronto or Vancouver)			
A			
B			
C			
6. Positions in Registered Futures Traders' accounts or Futures Market Makers' accounts (list separately each trader and indicate whether Montreal or Toronto)			
A			
B			
C			
7. Other Securities			
10. TOTAL	$	$	$
	A-4	A-52	B-7

Is option margin based on a computerized margining program of a recognized Exchange in Canada? Yes ___ No ___

Form 9

SCHEDULE 2

NOTES AND INSTRUCTIONS

1. All securities are to be valued at market at the reporting date (except that at interim dates no adjustment need be made for long securities requiring 100% margin and carried below market).

2. Attach a schedule that summarizes all securities owned and sold short by margin rate categories of the self-regulating bodies. Details that must be included for each category are total long market value, total short market value and total margin required.

3. For securities having a margin rate greater than 5% and equal to or less than 10%, details of the ten largest long or short positions must be reported.

4. For securities having a margin rate greater than 10% (excluding long positions that require 100% margin and options reported in accordance with Note 7), details of the 10 largest long or short positions must be reported.

5. For all unsold portions of new and secondary issues held by underwriters and margined at less than the normal margin rates applicable to those securities (because the dealer's banker has agreed, in writing, to carry the securities at such lower rates) as permitted in the policies and regulations under the Securities Act, details must be reported.

6. For positions reported in accordance with notes 3, 4 and 5, details must include the name and description of each security, repurchase date (if applicable), market price, market value, margin rate and amount of margin.

7. Where the dealer utilizes the computerized options margining programme of a recognized Exchange operating in Canada, the margin requirement produced by the programme may be used provided the positions in the dealer's records agree with the positions in the Exchange computer. No details of the positions are to be reported if the programmes are employed. Details of any adjustments made to the margin calculated by an Exchange computer margining programme must be provided.

8. The staff of the Alberta Securities Commission may request additional details of securities owned or sold short as they, in their discretion, believe necessary.

9. Dealers reporting on the "modified capital calculation basis" must complete this Schedule using trade date positions. However, the deduction from adjusted liabilities for long securities having a margin rate of 5% or less (Statement "C", line 6) must be based on settlement date long positions.

10. The sale values of securities on line 2 must be included on Schedule 10, line 8.

11. The normal margin computed on line 4 for each M.E. registered specialist, T.S.E. registered trader may be reduced by an amount up to the capital requirement provided for such specialist or trader on Statement "D" line 3.

12. From the amount required to margin each principal appointment for each class of options (T.S.E. or V.S.E.) or security and/or options class (M.E.), there should be deducted:

- $10 000 to a maximum deduction of $25 000 for each market-maker

13. The $5000 minimum capital for each Registered Futures Trader or Futures Market Maker (Statement "D", line 5) should be deducted from the normal margin required.

SCHEDULE 3

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

ANALYSIS OF JOINT ACCOUNTS LONG AND SHORT

	Balances		
	Debit (Long)	Credit (Short)	Amount Required to Fully Margin
1. Dealers interest	$ ______	$ ______	$ ______
2. Interest of:			
(a) Members of recognized exchanges and/or the IDA	______	______	Nil
(b) Approved affiliated/related companies of the dealer (see Statement "C" line 9)	______	______	Nil
(c) Financial institutions (as defined)	______	______	Nil
(d) Others	______	______	______
3. TOTAL	$ ======	$ ======	$ ======
	A-6	A-54	B-8

NOTES:

1. *Full details should be provided on Schedule (3A) supporting the totals on this page.*

2. *This schedule may include joint trading or arbitrage accounts and syndicate accounts. Dealer commitments that are not recorded in the accounts must be reported on Schedule 10.*

3. *In the case of joint arbitrage accounts the value of open positions taken on the last trading date before the statement, cleared in the opposite market on the next succeeding trading date, may be excluded from margin requirements but provision must be made for any net losses.*

4. *Receivables from dealers of the banking or selling groups to the extent that they represent the initial draw down of a new issue of securities (not after market trading) may be deducted from the liability to the issuing company that is recorded in the books of the managing underwriter. Any deduction claimed should be shown on Statement "C", line 10(a) with an appropriate note.*

SCHEDULE 4

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

ANALYSIS OF CLIENTS' ACCOUNTS LONG AND SHORT

	Balances		
	Debit (Long)	Credit (Short)	Amount Required to Fully Margin
Margin Accounts			
1. Fully margined	$ ______	$ ______	Nil
2. Undermargined	______	______	$ ______
3. Commodity accounts	______	______	______
4. Financial institutions as defined in Schedule 4A	______	______	______
SUBTOTAL	------	------	------
Other Accounts			
4. Unsecured debits	______		______
5. Free credits		______	Nil
6. Cash accounts not requiring margin	______	______	Nil
7. Cash accounts requiring margin	______	______	______
8. Accounts with financial institutions as defined (Schedule 4A) (Note)	______	______	______
9. Less - allowance for bad debts or accounts provided for but included above	______	______	______
	______	______	______
10. TOTAL	$ ======	$ ======	$ ======
	A-7	A-55	B-9

NOTES AND INSTRUCTIONS

Partners and shareholders must be included on this schedule. Schedule 4B is a supplementary Schedule for information only.

For details of margin requirements and rules relating to cash accounts refer to the regulations of the Alberta Stock Exchange.

Line 3 - Client accounts shall be marked to market and margined daily using as a minimum the margin requirements of the Clearing House of the Commodity Exchange on which the commodity is traded or at the rate required by the dealer's clearing broker, whichever is the greater. Provide details of margin rates used for all commodities with open items. For further information see ME Rules 7220 and 7221.4 or section 24.01 of the TSE General By-law.

Line 4 - Options and futures and any other margin accounts for DFI's should be included on this line.

Form 9

SCHEDULE 4

Line 5 – Unsecured debits – The amount required to fully margin should be the unsecured debit, plus the margin required on any short security positions in the accounts or in accounts with no money balance. Any account that is partly secured should be included on Line 2 – Undermargined.

Line 7, 8 and 9 – No margin is required:

(a) on accounts carried in compliance with the uniform cash account requirements and originating within 21 days prior to statement date;

(b) on accounts carried for Financial Institutions, as defined regardless of date or origin.

Full margin must be provided:

(a) on any open account not carried in compliance with the uniform cash account requirements, examples being as follows:

(i) where settlement or provision for settlement has not been made within 5 trading days of the settlement date, and no extension has been granted, or

(ii) where payment against delivery has been refused or delayed more than 3 trading days after notice has been given that the security is available for delivery.

(b) on all accounts originating more than 21 days prior to date of this report, other than accounts for Defined Financial Institutions.

Care should be taken with substantial new cash accounts to ensure that they either comply with the uniform requirements or are classified as margin accounts.

Any transactions in open cash accounts at the report date which, subsequent to that date, become in violation of the uniform requirements and have resulted in either a material loss or a material deficit – equity position, must either be fully margined or the total amount to margin such items must be reported as a footnote to the questionnaire.

Line 9 – Dealers reporting on a trade date basis should that all transactions with contracted settlement dates more than 10 days beyond normal require margin IRRESPECTIVE OF WHEN THEY WERE ACTUALLY SETTLED.

Line 10 – Deduct the allowance for bad debts recorded in the accounts in order that the totals in line 10 are shown "net". Allowance for bad debts is not a reserve and, therefore, should not be shown on Schedule 9.

SCHEDULE 4A

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

LIST OF BALANCES WITH FINANCIAL INSTITUTIONS
(Excluding balances less than 20% of
Net Free Capital or $100 000, whichever
is the smaller)

Coding or Name of Institution (Note)	Debits	Credits	Margin
Total of balances less than applicable reporting amount			
	$	$	$
	S4-9	S4-9	S4-9

NOTE: It will be permissible to use a coding instead of names in the detail of listing of balances with Defined Financial Institutions. However, if a coding is used, a separate list of names of the Defined Financial Institutions, excluding the money balance, must be submitted.

SCHEDULE 4B

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(DATE)

ANALYSIS OF PARTNERS'/SHAREHOLDERS' ACCOUNTS LONG AND SHORT

(OTHER THAN COMMODITY FUTURES TRANSACTIONS)

Margin Account	Name of Security	Total Number of Shares or Principal Amount of Bonds	Market Price	Debits Long	Credits Short	Margin Rate	Value
1							
		Total					
		Book value of account					
		Amount required to margin, if any					
2							
		Total					
		Book value of account					
		Amount required to margin, if any					

SUMMARY

	Balances Debit Long	Balances Credit Short	Amount Required to Margin
10 Fully margined			nil
11 Undermargined			
12 Partly secured			
13 Unsecured debits			
14 Free Credits			nil
15 Cash Accounts			
Less – Allowance for bad debts and accounts provided for but included above			
20 Total	========	========	========

NOTES AND INSTRUCTIONS

1 Subordinated loans are not to be included in this Schedule. They should be reported on Schedule 13.

2 Additional accounts are to be supported by a detailed list showing the same information as above. The totals on such list should be carried forward to item 2 and included in the Summary.

3 All partners' and shareholders' nominee and guaranteed accounts must be included in this Schedule.

SCHEDULE 5

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

ANALYSIS OF BROKERS' AND DEALERS' ACCOUNTS OUTSTANDING TRADING BALANCES

	Balances		
	Debit (Long)	Credit (Short)	Amount Required to Fully Margin
1. (a) Members of recognized exchanges and/or associations (note)	$ _____	$ _____	Nil
(b) C.N.S. balance - V.S.E./A.S.E. (note)	_____	_____	Nil
2. (a) Dealer's own affiliated/related partnerships or corporations duly approved and audited under the capital requirements of the Joint Regulatory Bodies	_____	_____	Nil
(b) Dealer's own affiliated/related partnerships or corporations - not approved (see instructions)	_____	_____	$ _____
3. Securities lending/borrowing including Exchange Loan Post	_____	_____	_____
4. Other brokers and dealers	_____	_____	_____
5. Margin deposits receivable from options and futures clearing corporations operating in Canada	_____	_____	Nil
TOTAL	$ _____	$ _____	$ _____
	A-8	A-56	B-10

NOTES AND INSTRUCTIONS

This schedule is to include only amounts representing ordinary security transactions with other brokers and dealers or margin deposits with options and futures clearing corporations operating in Canada. Balances, or portions thereof, arising from other types of transactions such as commodity, other option and short sale deposits should be shown on the Statement of Assets and Liabilities, lines 9, 35 or 57.

Balances may be reported on a "net" basis, broker by broker as compiled by the Clearing house, together with over-the-counter transactions or on a "gross" basis. Balances with a broker or dealer must not be netted against those with its affiliated company.

Line 1(b) - The net clearing balance with the Vancouver/Alberta Stock Exchanges should be recorded on this line.

Line 2(b) - Margin must be provided unless the affiliated/related company is a member of a recognized exchange or the I.D.A.

Line 4 - All items must be margined in the same way as regular clients' accounts.

SCHEDULE 6

PART II

FINANCIAL QUESTIONNAIRE AND REPORT
(to be completed at financial year end date)

____
(Dealer Name)

____
(Date)

CONTINUITY OF INCOME TAXES

A. Income Tax Payable (recoverable)		
1. Balance payable (recoverable) at last year end		$ ____
2. Payments made (or received) relating to above balance	$ ____	
3. Adjustments (including reassessments) relating to prior period (give details if significant)	____	____
	- - - - - -	- - - - - -
4. Balance (if any) relating to prior years		____
5. Provisions for income taxes currently payable, including taxes on extra-ordinary items –or–	____	
Recovery of income taxes due to losses in the current period	____	____
	- - - - - -	- - - - - -
6. Subtotal		____
7. Payments on account of the current period		____
		- - - - - -
8. Subtotal		____
9. Other adjustments (give details)		____
		- - - - - -
10. Current balance payable (recoverable)		$ = = = = =

A-10 – if recoverable
A-59 – if payable

B. Deferred Income Taxes		Credit	
	Debit	Re Active Assets and Liabilities	Re Nonactive Assets
1. Balance at last year-end	$ ____	$ ____	$ ____
2. Changes during the period (give details)	____	____	____
	- - - - - -	- - - - - -	- - - - - -
3. Present balance	$ = = = = =	$ = = = = =	$ = = = = =
	A-35	A-60	A-76

NOTES AND INSTRUCTIONS

1. On this schedule balances recoverable (i.e. debits) should be shown in brackets.

2. Line A10 – If the balance includes amounts relating to other than the current year then analysis should be provided by year.

SCHEDULE 6

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

CONTINUITY OF INCOME TAXES
(Continued)

C. Reconciliation

1. Income taxes provided (recovered) line (A5)		$ ______
2. Adjustments relating to prior periods (line A3)		______
3. Other adjustments (line A9)		______
4. Net change in deferred incomes taxes (line B2)		______
5. Total incomes taxes		$ ======
6. Total income taxes per Schedule 14 (line 21)	$ ______	
7. Income taxes charge or credited directly to retained earnings (Schedule 8, items B2 or B3)	______	
	------	
8. Total income taxes (agrees with line C5)		$ ======

SCHEDULE 7

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

LOANS AND BANK OVERDRAFTS

	Balances	Margin Required
1. Bank overdrafts	$ ______	Nil
2. Call Loans - Canadian chartered banks (secured)	______	Nil
3. Call Loans - Trust Companies licensed in Canada and which are defined financial institutions (secured)	______	Nil
4. Loans - other - secured collateral held by member, or defined financial institions	______	Nil
5. Loans - other - secured collateral held by others (give details) (note)	______	$ ______
6. Loans - other - unsecured	______	Nil
7.	______	______
10. TOTAL	$ ====== A-51	$ ====== B-13

NOTE:

Line 5 – A schedule is required (7A) for each loan in this category. Details must include the name of the lender, amount of the loans, and the description, quantity, market price and total market value of each security held by the lender as collateral. In addition, the margin rate and total margin requirement must also be provided. All of these loans must be fully margined at all times and any margin deficiencies are to be carried to Statement "B", line 13. The margin requirement for these loans is the market value of the collateral less the amount of the loan, less any margin already provided on the collateral (e.g. in inventory, loans receivable, etc.).

SCHEDULE 8

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

CHANGES IN CAPITAL AND RETAINED EARNINGS

A. Capital		
1. Balance at last year end		$ ______
2. Increases during period – give details		
(a)	$ ______	
(b)	______	
(c)	______	
	- - - - - -	
3.		______
		- - - - - -
4.		______
5. Decreases during period – give details		
(a)	______	
(b)	______	
(c)	______	
	- - - - - -	
6.		______
		- - - - - -
7. Present capital		$ = = = = = A-80
8. Analysis of present capital		
(a)		$ ______
(b)		______
(c)		______
		- - - - - -
9. To agree with line 7 above		$ = = = = =
B. Retained Earnings (Corporations) or Undivided Profits (Partnerships)		
1. Balance at last year end		______
2. Increases during period – give details		
(a) net income for the period (Schedule 14, line 22)	______	
(b)	______	
(c)	______	
	- - - - - -	
		______

SCHEDULE 8

3. Decreases during period – give details
   (a) net loss for the period
   (Schedule 14, line 22) ________
   (b) dividends paid or partners' drawings ________
   (c) ________
   (d) ________
   - - - - - -

____
- - - - - -

4. Present retained earnings or undivided profits $ = = = = = =

A-81

NOTES AND INSTRUCTIONS

Line A.8 – For each class of stock indicate whether common, preferred, etc, and give further details as necessary. For partnerships show each class of partner (general, limited, etc.).

Line B.2 and B.3 – Direct charges or credits to retained earnings are to be restricted to capital transactions (e.g. dividends, premium on share redemptions, etc.) and prior period adjustments. All income items of an extraordinary or unusual nature (e.g. profits or losses on sale of fixed assets or stock exchange seats, etc.) are to be included in Schedule 14 in arriving at net income or loss for the period. The latter amount is to be transferred in total to retained earnings (line B.2(a) or B.3(a)).

The adjustment of inventory to market value must also be included in Schedule 14.

SCHEDULE 9

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

CHANGES IN RESERVES AND SUBORDINATED LOANS

A. Reserves

1. Balance at beginning of year	$ ______
2. Changes year to date (described)	______
	$ ======
3. Balance at current date	$ ======
	A-82

B. Subordinated Loans

	Industry Investors	Approved Non-industry Investors	Standby Subordinated Loan
1. Balance at last year-end	$ ______	$ ______	$ ______
	------	------	------
2. Increases during period – give name of lenders			
(a)	______	______	______
(b)	______	______	______
(c)	______	______	______
(d)	______	______	______
(e)	______	______	______
	------	------	------
3.	______	______	______
	------	------	------
4.	______	______	______
	------	------	------
5. Decreases during period – give name of lender			
(a)	______	______	______
(b)	______	______	______
(c)	______	______	______
(d)	______	______	______
(e)	______	______	______
(f)	______	______	______
	------	------	------
6.	______	______	______
	------	------	------
7. Present subordinated loans	$ ======	$ ======	$ ======
	A-79	A-78	B-4(a)

SCHEDULE 9

NOTES:

Reserves

The nature of reserves should be described and should only include appropriations of retained earnings. In particular, allowances for bad debts must not be shown here.

Subordinated Loans

At the annual audit date only, attach a schedule (9A) showing the amount and the name of the lender for each loan outstanding. Subordinated debentures issued under a trust debenture should be disclosed in total only.

SCHEDULE 10

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

FUTURE PURCHASE AND SALES COMMITMENTS
(This schedule is not to be used if the firm has recorded all such commitments in its accounts)

A. Computation of margin requirements in respect of future purchase and sales commitments

1. Total future purchase commitments outstanding at the date of the financial statements		$ ______	
Deduct:			
2. Purchase commitments that are covered by sales commitments related thereto	$ ______		
3. Purchase commitments that will reduce bonds and stock sold short by the dealer	______	______	
4. Purchase commitments that are not covered by sales commitments or by bonds and stocks sold short by dealer (give details – Schedule 10B)		______	
5. Amount required to fully margin item A4 (see note)			$ ______
6. Total future sales commitments outstanding at the date of the financial statements		______	
Deduct:			
7. Sales commitments that are covered by purchase commitments related thereo	______		
8. Sales commitments that are covered by stocks or bonds owned by the firm (excluding Canada's and Provincial's netted against short positions in inventory as provided by regulations	______	______	
9. Sales commitments that are not covered by purchase commitments or by bonds or stocks owned by the firm (give details – Schedule 10B)		______	
10. Amount required to fully margin item A9 (see note)			______
11. Total margin required			$ ______

B-12

Form 9

SCHEDULE 10

NOTES AND INSTRUCTIONS

Dealers reporting on a value (settlement) date basis or a modified capital calculation basis –

Future purchase and sales commitments must be recorded on this schedule. Outstanding security transactions, not yet due for settlement, made for regular settlement in the normal course of business should be excluded from Part I, Statement "A" and from this schedule.

Dealers reporting on a trade (transaction) date basis –

All purchase and sales commitments must be recorded on Part I, Statement "A" except for sales with calls and new issues (if the latter have not been processed through the dealer's records).

Line A1 – Please supply full particulars of the issues, their dates and amounts involved or other pertinent information on Schedule (10A).

Lines A1 to A4 – Should be based on the cost of future purchase commitments.

Lines A6 to A9 – Should be based on the proceeds of future sales commitments.

Lines A4, A5, A9 and A10 – The details shown on Schedule (10B) should be the same as those required on Schedule (2A) and in addition the commitment price and settlement date are required. Total margin required on lines A4 and A9 is:

(a) margin calculated on the market values of the commitments, and

(b) plus the loss or minus the profit based on the difference between the commitment price and the market price at the reporting date. Profits on one issue may be used to reduce requirements on another issue. Insignificant amounts may be shown in total only.

Line B1 – Please supply full particulars of the issues, their dates and amounts involved or other pertinent information on Schedule (10A).

Line B3 – Receivables from members of the banking or selling groups to the extent that they represent the initial draw down of a new issue of securities (not after market trading) may be deducted from the liability to the issuing company which is recorded in the books of the managing underwriter.

Line C1 – The net loss for line A8 items should be reduced by margin provided on the related long positions in inventory.

Supplementary instructions for reporting money market commitments
"Market Price" for money market commitments (fixed-term repurchases, calls, etc.) shall be calculated as follows:

(a) Fixed date repurchases (no borrower call feature) – the market price is the price determined by applying the current yield for the security to the term of maturity from the repurchase date. This will permit calculation of any profit or loss based on the market conditions at the reporting date. Exposure due to future changes in market conditions is covered by the margin rate.

(b) Open repurchases (no borrower call feature) – prices are to be determined as of the reporting date or the date the commitment first becomes open, whichever is the later. Market price is to be determined as in clause (a) and commitment price is to be determined in the same manner using the yield stated in the repurchase commitment.

(c) Repurchase with borrower call features – the market price is the borrower call price. No margin is required where the total consideration for which the holder can put the security back to the dealer is less than the total consideration for which the dealer may put the security back to the issuer. However, where a holder consideration exceeds dealer consideration (the dealer has a loss) the margin required is the lesser of:

(i) the prescribed rate appropriate to the term of the security, and

SCHEDULE 10

(ii) the spread between holder consideration and dealer consideration (the loss) based on the call features subject to a minimum of ¼ of 1% margin. These commitments shall be reported in the manner set out under lines A4, A5, A9 and A10 above and shall include details of dealer and borrower calls.

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____

(Dealer Name)

____

(Date)

FUTURE PURCHASE AND SALES COMMITMENTS (continued)

B. Computation of the effect of future purchase commitments on adjusted liabilities

1. Total future purchase commitments (agree with item A1 above) $ ________
2. Less purchase commitments that are covered by sales commitments with defined financial institutions or with approved affiliated/related companies (subject to the audit requirements of the Alberta Securities Commission) ________

Subtotal ________

Deductions permitted in respect of items remaining in subtotal:

3. Purchase commitments in securities having a margin rate of 5% or less or that represent the initial draw down of the syndicate members (see note) ________
4. Total $ ________
5. Total future sale commitments (agree with item A6 above) $ ________
6. Less sales commitments with defined financial institutions or with approved affiliated/related companies (subject to the audit requirements of one of the joint regulatory bodies) ________

Subtotal ________

Deductions permitted in respect of items remaining in subtotal and not previously deducted.

7. Sales commitments in securities having a margin rate of 5% or less or that represent the initial draw down from the syndicate members (see note) ________
8. Total $ ======
9. Total to be included in adjusted liabilities. The higher of B4 or B8 $ ====== C-2

C.1. Net loss, if any, on items A7 and A8 (see note) $ ====== B-3

NOTE: Firms reporting on a modified capital calculation basis must complete Section B, above. The impact of transactions that would normally be reported in Section A will be reflected in the adjustment of inventory on Schedule 2 to a trade date basis.

SCHEDULE 11

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

CONTINGENT LIABILITIES

Description	Amount	Margin Required
		$ _______
		B-16

NOTES AND INSTRUCTIONS

1. *Include only items not recorded on Statement "A".*

2. *Where contingent liabilities require margin, details should be set out on this Schedule or, if the space available is not sufficient, on additional supporting schedules. The total amount required to margin should be included in Statement "B", line 16.*

3. *Insignificant contingent liabilities need not be described unless in total they are significant in amount. In this case the total amount should be shown as "miscellaneous".*

4. *In the event that a dollar amount cannot be determined, describe the item in detail giving reasons for the inability to assign a dollar value.*

5. *Examples of contingent liabilities are:*

   Leases – Include total three months commitments only, in amount column, but no margin required.

   Guarantees or endorsements – These should be included where the dealer is guaranteeing the loans or other obligations of individuals and/or corporations, including subsidiaries, but excluding affiliated/related companies.

   The margin required shall be the amount of the loan or obligation, less the loan value of any accessible collateral, calculated according to the rules of the Alberta Securities Commission.

   Returned or dishonoured drafts – Drafts dishonoured or returned subsequent to the statement date should be reflected in Schedule 4 or 5. If not so disclosed, they should be included in this Schedule with appropriate margin provided.

   Legal actions pending – Describe any law suits involving the dealer and, if available, any legal opinion as to the dealer's obligations.

   Pending income tax claims and assessments – Provide details.

   Sales with call features – Provide details. See supplementary instructions in Schedule 10.

6. *Contingent liabilities must be included up to the date of filing this report.*

SCHEDULE 12

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

DETAILS OF THE 10 UNDERMARGINED CLIENT ACCOUNTS REQUIRING THE MOST MARGIN TO BE PROVIDED BY THE DEALER AFTER REDUCTION FOR ANY BAD DEBT PROVISION

(Excluding defined financial institutions, brokers and dealers, affiliated/related companies and buy-backs and sell-backs not yet due for settlement)

Name and Description of Security	Money Balance	No. of shares or par Value Long or (Short)	Market Price	Market Value	Margin Required or Loan Value	Settlement Date of Outstanding Transactions (Cash Accts only)

NOTES AND INSTRUCTIONS

1. The following information should be provided for each client:

(a) Client name (or account number);

(b) Account classification(s) (cash – regular or delivery against payment (DAP); margin; commodity and option);

(c) For each account supply the month-end statement(s) and account status report(s) (where an account status report is not available, include a margin evaluation of each class of account in the form set out on the Schedule). Provide totals for the market value and margin required or loan value columns. Where more than 1 account is carried by a client (or a group of clients), provide a summary of the overall evaluation.

2. Where a guarantee is used to reduce the margin required, the guarantor's account(s) must be merged for the purpose of producing this schedule. When 2 or more accounts are combined (e.g. U.S. and Canadian or guarantee/guarantor accounts), their balances and loan values must be aggregated and clearly summarized. Also each client's position must represent the aggregate of all his accounts. It is on the basis of the aggregated amounts that the ten clients requiring the most margin shall be determined by the member.

3. Securities used for margin purposes (including safekeeping and segregation) must be fully negotiable. Safekeeping and segregated securities must be so identified.

4. Settlement means the settlement date shown on the trade confirmation.

Form 9

SCHEDULE 13

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

DETAILS OF TEN SECURITIES WITH THE LARGEST AGGREGATE LONG OR SHORT MARKET VALUE

(Excluding securities held segregated or in safekeeping and securities with a margin rate of 10% or less)

(Number of shares or par value – long or (short))

Name of Security	Clients (excluding defined financial institutions	Dealer's Own	Total	Unit Price	Market Value	Loan Value	Concentration Yes/No See Note 7

NOTES AND INSTRUCTIONS

1. Segregated securities, to the extent they are used for margining accounts, must be included in these calculations.

2. Where distortions would result from including in the 10 largest securities amounts that represent significant holdings in excess of amounts required to margin clients' or partners'/ shareholders' accounts, then such items should be excluded from this schedule.

3. Firms that report initially to the Montreal Exchange must complete this Schedule at all *filing dates.*

4. Firms reporting on the "modified capital calculation basis" must complete this schedule using "settlement date basis".

5. This Schedule must include market-makers' accounts for uncovered stock positions only.

6. In determining what positions are to be reported, gross client positions (either long or *short) should be added to the firm's own net position (i.e. if one account is long and another is short, they may be netted), where both client and firm positions are on the same side.*

7. Concentrations of securities carried on margin must be identified as such. The concentration regulation/policy of the self-regulatory organizations is set out below. Examples of the required calculations can be found in the SRO regulations.

SCHEDULE 13

Concentration of Securities Carried on Margin

(1) The total amount that a member may lend on any security, for all clients and inventory accounts, shall be limited to an amount equal to ⅔ of the members' Net Free Capital as most recently calculated.

(2) In the event that a security is carried on margin by a member and the amount being loaned on that security for all clients and/or inventory accounts, as computed under this Schedule, exceeds ½ of the members' Net Free Capital as most recently calculated, the maximum amount that may be loaned on any other security that is being carried on margin for all clients and/or inventory accounts, as computed under this Schedule, shall not exceed ½ of the member's Net Free Capital as most recently calculated.

(3) This Schedule shall not apply to securities with a margin requirement of 10% or less.

(4) For purposes of this Schedule, securities carried on margin include securities carried in cash accounts that are in violation of cash account rules.

Proviso

For purposes of this Schedule only, in computing the total amount being loaned for each client on any one security, there may be deducted the full loan value of all other marginable securities carried for each client. A further deduction may be made of an additional ½ of the margin required on the marginable securities, provided that the securities are carried in readily saleable quantities only. Also, a further deduction may be made of ½ of the market value of any non-marginable securities provided that the securities are carried in readily saleable quantities only.

SCHEDULE 14

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

SUMMARY STATEMENT OF INCOME FOR THE YEAR ENDED

(With comparative figures for the year ended ______________)

		Current Year	Previous Year
Commission revenue			
2	Listed Canadian securities	$ ______	$ ______
3	Other securities	______	______
4	TCO options	______	______
5	Other options	______	______
6	Canadian futures	______	______
7	Other futures	______	______
Principal revenue			
8(a)	Equities and options other than TCO	______	______
8(b)	TCO options and related underlying securities	______	______
9	Bonds	______	______
10	Futures	______	______
11	Money market	______	______
12	New issues	______	______
Other revenue			
13	Net interest	______	______
14	Fees	______	______
15	Other	______	______
		______	______
16	Total revenue	______	______
Expenses			
17(a)	Variable compensation	______	______
17(b)	Operating expenses other than lines 19, 20 and 21	______	______
		______	______
18	Profit (loss) before lines 19, 20 and 21	______	______
19	Interest on internal subordinated debt	______	______
20	Bonuses	______	______
21	Taxes	______	______
		______	______
22	Net profit (loss) for period	$ =======	$ =======

NOTES AND INSTRUCTIONS

A comparative statement of income prepared in accordance with generally accepted accounting principles and containing at least the information shown in the pre-printed Schedule 14 may be substituted. This statement should be affixed to the schedule provided.

It is recognized that the components of the revenue and expense classification on this Schedule may vary between dealers. However, it is important that each dealer be consistent between periods except where approved by the appropriate authority. Fair presentation may require the separate disclosure of additional large and/or unusual items by way of a note to this schedule.

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SCHEDULE 14

The detailed instructions from the Joint Industry Monthly Financial Report are set out below:

Lines

2 to 7 All commission Revenue should be reported net of payouts to other brokers. Commission paid to registered representatives should be shown on line 17(a).

2. Includes all gross commissions earned on Canadian exchanges (TSE, ME, VSE, ASE, Winnipeg), less *amounts paid out to any brokers. Options commission should go on lines 4 or 5.*

3. Includes gross commissions earned on OTC transactions (equity or debt, U.S. or Canadian), U.S. Exchanges, mutual funds, rights and offers, and other securities, less *amounts paid out to any brokers. Report Money Market commissions on line 11.*

4. Includes all gross commissions earned on TSE, VSE and ME listed options.

5. Includes gross commissions on Canadian OTC. U.S., and Foreign option transactions less *amounts paid out to any brokers.*

6. Includes all gross commissions earned on Canadian listed Futures Contracts.

7. Includes all gross commissions earned on U.S. and foreign Futures Contracts plus all other Commodity (Canadian and/or U.S.) transactions.

8(a) Includes all principal revenue (trading profits including dividends) from all other options and equities except those indicated in 8(b). An interest carry factor is to be included. Include adjustment of inventories to market value.

8(b) Includes all principal revenue (trading profits including dividends) from TCO options and stock and bond related transactions in market makers' and firms' inventory accounts. An interest carry factor is to be included. Include adjustment of inventories to market value.

9. Includes revenue (trading profits/losses) on all bonds (other than financial futures not used for hedging) e.g. all Canada's, Provincial's, Municipal's, Corporate's, Euro-Bond's, U.S., U.K., and other foreign debt Instruments, net of interest carry *(coupon revenue less financing cost). The cost of carry rate should be an actual cost of funds that can be calculated as a weighted average. The cost of carrying short inventory should be the actual coupon, offset as appropriate by interest savings less applicable bond borrow fees when short inventory is borrowed. Revenues from financial futures used to hedge bond positions should also be shown here. Include any adjustment of inventories to market value. Over certification costs should be included on line 17(b).*

10. Includes all principal revenue (trading profits) on commodities and financial futures excluding those relating to bond trading (see line 9) and money market trading (see line 11).

11. Includes revenue on all money market activities net of interest carry *in the area of Canadian & U.S. Treasury Bills, Bankers Acceptances, Bank Paper (Domestic & foreign), Municipal and Commercial paper. The cost of carry rate should be an actual cost of funds money market rate that can be calculated as a weighted average. Discount notes should be amortized on a yield to maturity method. Interest revenues and expenses on repurchase and resale agreements should be accrued on a monthly basis. Include any adjustment of inventories to market value. Money Market commissions should also be shown here. As well, revenues from financial futures used to hedge money market positions should also be included.*

12. Include revenue relating to new issue business – Underwriting and/or Management fees, Banking group profits, Corporate and Advisory fees, Private Placement fees, trading profits on new issue inventories (trading on an "if, as and when basis"), selling group spreads and/or commissions. Syndicate expenses (unless treated as a prepaid asset), and CSB Commissions (net of sub-agent fees).

SCHEDULE 14

13. Includes all interest revenue and expense that is not otherwise related to a specific liability trading activity (i.e., other than bond, money market, financial futures and options). All interest revenue and the related interest cost of carrying account balances for retail and institutional accounts should be reported on a net basis on this line.

14 Includes – Proxy fees, Portfolio service fees, Segregation and/or Safekeeping fees, and any charges to clients that are not related to commission or interest.

15. Includes – Foreign exchange profits/losses and all other revenue not reported above.

17(a) This category should include commissions bonuses and other variable compensation of a contractual nature. Examples would encompass commission payouts to RR's and payments to institutional and professional trading personnel. Discretionary bonuses should be included in line 20. All contractual bonuses should be accrued monthly and included on line 17(a).

17(b) Includes all operating expenses except those mentioned elsewhere: Syndicate expenses (line 12), variable compensation (line 17(a)), interest expense (lines 9, 11 and 13), discretionary bonuses (line 20).

19. Interest on external subordinated loans should be included on line 13.

20. This category should include discretionary bonuses and all bonuses to shareholders in accordance with share ownership. However, please read the instructions for line 17(a) before completing.

21. Includes ONLY income taxes. Realty and capital taxes should be included in line 17(b). Taxes at 33⅓ % on partnership profits should be disclosed on this line.

SCHEDULE 15

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

STATEMENT OF CHANGES IN EXCESS NET FREE CAPITAL FOR THE YEAR ENDED

NOTE: Figures in brackets always represent decreases in excess net free capital

		Increase (Decrease)	Changes in Excess Net Free Capital Increase (Decrease)
	Changes in liquid capital – increase or (decrease)		
1	Net income (loss) for the period	$ _____	
2	Increase (decrease) in capital	_____	
3	Increase (decrease) in subordinated loans	_____	
4	Increase (decrease) in deferred tax credits (Statement "A", line 76)	_____	
5	Increase (decrease) in non-current portion of capitalized leases (Statement "A", line 77)	_____	
6	Decrease (increase) in total non-active assets	_____	
7	Decrease (increase) in net loss on future purchase and sales commitments	_____	
8	Payment of dividends (decrease)	(_____)	
9	Net increase (decrease) in liquid capital		$ _____
	Changes in total margin – decrease (increase) in margin required on: (line references are to Statement "B")		
10	secured loans receivable (line 6)	_____	
11	Inventory (lines 7 & 8)	_____	
12	Clients' accounts (line 9)	_____	
13	Brokers and dealers (lines 10 & 11)	_____	
14	Future purchase & sales commitments line 12)	_____	
15	Other loans (line 13)	_____	
16	Unhedged foreign currencies (line 14)	_____	
17	Unresolved differences (line 15)	_____	
18	Other (line 16)	_____	
19	Net decrease (increase) in total margin		_____
20	Net increase (decrease) in net free capital		_____
21	Net decrease (increase) in capital required		_____
22	Increase (decrease) in excess net free capital		_____
23	Excess (deficiency) of net free capital at beginning of period		_____
24	Excess (deficiency) of net free capital at year end		$ =====

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SCHEDULE 15

SUMMARY OF CHANGES

25	Excess (deficiency) of net free capital at beginning of period		$ ______
	Add		
26	Increase in liquid capital	______	
27	Decrease in margin required	______	
28	Decrease in capital required	______	______

	Deduct		
29	Decrease in liquid capital	______	
30	Increase in margin required	______	
31	Increase in capital required	______	______
		------	------
32	Excess (deficiency) of net free capital at year end		$ ======

NOTES AND INSTRUCTIONS

1. *In this Schedule all decreases in excess net free capital are in brackets.*

2. *Lines 2 to 7*

   These amounts may be obtained by comparing current and prior balances on Statement "A", lines 76, 77, 78, 79, 40 and 80 and Statement "B", line 3 respectively.

3. *Line 8*

   Payment of dividends will agree to Schedule (8), line B-3(b), but applies to corporations only.

4. *Lines 10 to 18*

   These amounts may be obtained by comparing current and prior balances on Statement "B", lines 6 to 16. However, if at either date, amounts were shown in Statement "B", line 4, then the net change in these amounts will have to be taken into account. Include changes in margin required on subordinated securities in line 18. Increases shown on line 4 will represent decreases in margin required and vice versa.

5. *Line 21*

   This amount may be obtained by comparing current and prior balances on Statement "D", line 8.

6. *Lines 25 to 32*

   This is a summary of the above information

   Line 9 will agree with line 26 (if increase) or line 29 (if decrease)
   Line 19 will agree with line 27 (if decrease) or line 30 (if increase)
   Line 21 will agree with line 28 (if decrease) or line 31 (if increase)
   Line 24 will agree with line 32.

SCHEDULE 16

PART II

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

BROKERS BLANKET BOND CALCULATIONS

A. CLAUSES (A) FIDELITY, (B) and (C)

The *minimum* coverage required is *the greater of*:

1. $500 000 ($200 000 in the case of an Introducing Broker)

OR

2. 30% of the highest value of securities held in a single location at any one time (Note 1), less an amount not exceeding 50% of the Member's capital.

(1) Highest Single Location	(2) Value of Securities Held	(3) 30% of Col. (2)	(4) 50% of Capital (Note 2)	(5) Col. (3) - Col. (4)
________	$ ________	$ ________	$ ________	$ ________

3.*Coverage required is	$ ________	
4. Actual coverage maintained per BB	$ ________	(Note 3)
5. Excess/(Deficiency) in coverage	$ ________	(Note 4)
6. Amount of deductible under this clause (if any)	$ ________	(Note 5)

* The *maximum* coverage required under these clauses need not exceed $25 000 000.

(see notes and instructions)

B. CLAUSE (A) TRADING LOSSES

The *minimum* coverage required is *the greater of*

1. $500 000 ($200 000 in the case of Introducing Brokers)

OR

2. An amount equal to one half of the average of the total margin required and total capital required during the relevant 6 month period (Note 6)

	Total margin required (line 51 of MFR)	Total capital required (line 60 of MFR)	TOTAL
1st month	$ ________	________	
2nd month	$ ________	________	
3rd month	$ ________	________	
4th month	$ ________	________	
5th month	$ ________	________	
6th month	$ ________	________	
TOTAL	$ ========	$ ========	

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SCHEDULE 16

Avg. of above	$ ______ ______	$ ______	
50% of above total		$ ______	
less: greatest deductible under the Brokers Blanket Bond Policy (line 57 of MFR)		$ ______	
3.*Coverage required is		$ ______	
4. Actual coverage maintained per BBB		$ ______	
5. Excess/(Deficiency)		$ ========	(Note 4)
6. Amount of deductible under this clause (if any)		$ ______	(Note 5)

* The *maximum* coverage required under this Clause need not exceed $10 000 000.

C. CLAUSE (D)

The *minimum* coverage required is *the greater of*:

1. $500 000 ($200 000 in the case of Introducing Brokers)
   OR
2. The coverage required in respect of Clause A – Trading Losses

3.*Coverage required is	$ ______	
4. Actual coverage maintained per BBB	$ ______	
5. Excess/(Deficiency) in coverage	$ ______	(Note 4)
6. Amount of deductible under this clause (if any)	$ ______	(Note 5)

* The *maximum* coverage required under this Clause need not exceed $2 500 000.

D. CLAUSE (E)

The *minimum* coverage required is *the greater of*:

1. $500 000 ($200 000 in the case of Introducing Brokers)
   OR

2. 10% of line A.3 above (10% of $ ______)	$ ______	
3.*Coverage required is	$ ______	
4. Actual coverage maintained per BBB	$ ______	
5. Excess/(Deficiency) in coverage	$ ______	(Note 4)
6. Amount of deductible under this clause (if any)	$ ______	(Note 5)

* The *maximum* coverage required under this Clause need not exceed $2 500 000.

E. SAFE-DEPOSIT BOXES AND VAULTS (Note 7)

1. "Excess" coverage is

	(1) Locations for Which Market Value Exceeds Coverage Under Clauses (A), (B) and (C)	(2) Value at Location	(3) Value In Excess of (A),(B),(C) Coverage	(4) 40% of Amount In Col. (3)	(5) Reduction Allowed: 3 Times Excess (A),(B),(C0 Line A5
(a)	______	$ ______	$ ______	$ ______	$ ______
(b)	______	______	______	______	______
(c)	______	______	______	______	______
(d)	______	______	______	______	______
(e)	______	______	______	______	______

SCHEDULE 16

(6) "Excess" Coverage Required Col. (4) - Col. (5)	(7) "Excess" (B) Coverage Maintained per BBB	(8) "Excess" (Deficiency) in Coverage Col. (7) - Col. (6)

F. MAIL INSURANCE

1. Coverage per mail policy $ ________ (Note 8)

G. AT AUDIT DATE ONLY

Provide a listing of underwriters and policies indicating their expiry dates.

NOTES AND INSTRUCTIONS

1. (1) All references to securities held and their market values pertain to the date on which the calculation is to be made. The insurance regulations state "Securities on hand (box and safekeeping) MUST be valued as at the annual audit date" *or at another date when completion of this Schedule is required.*

(2) "The highest value of securities held in a single location"*:*

(a) shall include the value of securities pledged as collateral under loan and lodged in premises of Banks, Trust Companies and other institutions, except that the value to be considered shall be the difference *between the market value of the securities and the amount of the loan;*

(b) is qualified to the extent that the value of the securities held for safekeeping purposes in premises of Banks. Trust Companies and other institutions shall be distinct from and not inclusive with the value of securities held in those same premises as collateral under a loan made to the dealer by the Bank, Trust Company or institution with whom the securities are lodged;

(c) is not limited to locations outside the premises of the dealer or times outside business hours;

(d) for the purposes of calculating insurance requirements,

(i) no distinction is to be made between securities in non-negotiable form and those in negotiable form, each type shall be included in the calculation of "value of securities held";

(ii) "location" shall mean any area where there are securities on hand, regardless of the reason, and includes the premises of the member.

(e) for the purposes of valuing securities, the following reductions may be made:

(i) if the single location is a depository or other location that has been approved by one of the Self Regulatory Organizations (SROs), for the purposes of this section, the securities held at that location shall be valued at such a rate as may be prescribed from time to time by the SROs. The Canadian Depository for Securities Limited and the Vancouver Stock Exchange Service Corp. are approved for the purposes of this section and, until prescribed otherwise by the SROs, the prescribed rate of valuing securities held at such locations shall be 20% in the case of the Canadian Depository for Securities Limited and 30% in the case of the Vancouver Stock Exchange Service Corp.;

SCHEDULE 16

(ii) The securities described below, if issued with an original term of 1 year or less, shall be valued at 20% of face value;

(A) commercial and financial paper;

(B) Canadian chartered bank acceptances;

(C) bank bearer deposit notes;

(D) bank certificates of deposit;

(E) non-transferable Canadian trust company guaranteed investment certificates or guaranteed inventment receipts.

2. "Dealer's Capital" *shall mean the firm's net worth at the time the insurance requirement calculations are made, including standby subordinated loans.*

3. Line A.4 – *If the coverage for each of the clauses is not the same, show the lowest coverage maintained of the three clauses (A, B, C).*

4. The "Certificate of Partners or Directors" *in Part II of the JRFQR contains a question pertaining to the adequacy of insurance coverage. The Auditors' Report on Part II requires the Auditor to state that the question has been fairly answered.*

5. A Brokers Blanket Bond maintained pursuant to the Securities Regulation *may contain a clause or rider stating that all claims made under the bond are subject to a* deductible, *provided that the Dealer's minimum net free capital requirement is increased by the amount of the deductible.*

6. Although this calculation is to be made twice yearly, once at the year end and again at the half year, this section of the Schedule is to be completed with each filing of the Schedule. When making the calculation at the year end, use the capital and margin figures determined at the previous half year. At the half year, requirements are to be recalculated using the previous year end figures. For example, at a March 1986 year end the figures for the half year ended September 1985 will be used. These figures will determine the requirements until September 1986 and should be shown for any Q.O.Q.'s filed during that period. Similarly, for Q.O.Q.'s filed between September 1986 and March 1987, requirements will be based on the figures for the half year ended March, 1986.

7. The type of insurance coverage required for Excess (B), need not be (A), (B), (C) coverage, but must not be less than that offered under Broad Form, i.e. Basic Burglary, Mysterious Disappearance, Fire, Flood and Explosion.

8. Every dealer shall effect, employ and keep in force Mail Insurance against loss arising by reason of any outgoing shipments of money or securities, negotiable or non-negotiable, by first-class mail, registered mail, registered air mail, express or air express, that insurance to provide 100% cover.

SCHEDULE 17

PART 2

FINANCIAL QUESTIONNAIRE AND REPORT

____
(Dealer Name)

____
(Date)

UNHEDGED FOREIGN CURRENCIES CALCULATION

Foreign Currency ____________

	Amounts (in the foreign currency)	
ACTIVE ASSETS		
1. Cash	______	
2. Receivable from – customers	______	
3. – brokers and dealers	______	
4. – other (dividends, etc.)	______	
5. Securities owned (including accrued interest)	______	
6. Other (describe)	______	
7. Total long (receivable) positions		______
LIABILITIES		
8. Loans	______	
9. Payable to – customers	______	
10. – brokers and dealers	______	
11. – other (dividends, etc.)	______	
12. Securities sold short (including accrued interest)	______	
13. Other (describe)	______	
15. Net long (short) position in Statement A		______
FUTURE COMMITMENTS (Schedule 10, etc.)		
16. Long (receivable) items	______	
17. Short (payable) items	______	
18. Net Long (short) position in commitments		______
FUTURE CURRENCY COMMITMENTS		
19. Long (purchases)	______	
20. Short (sales)	______	
21. Net Long (short) position in currency commitments		______
22. Total net long (short) position		______

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SCHEDULE 17

23. Total net long (short) position converted to Canadian $ at spot rate of ________	$ ______
	= = = = = =
24. 5% of the spot value (line 23)	$ ______
	= = = = = =

NOTE: If more than one foreign currency is involved then summarize before carrying to Statement B, Line 14.

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