CASSELS BROCK
LAWYERS

July 7, 2017

Sent Via Email

Dear Fidelity Investor,

Re: First Leaside Wealth Management
Receivership Proceedings: Court File CV-12-9930-00CL
Wind-down of Fidelity Accounts

We are writing in our capacity as representative counsel ("**Representative Counsel**") appointed by the Ontario Superior Court of Justice (Commercial List) (the "**Court**") to represent investors (the "**Investors**") with investments in First Leaside Wealth Management or certain of its affiliates (collectively, "**First Leaside**") in relation to the above noted receivership proceedings.

On June 6, 2017, the Court issued an order (the "**Fidelity Wind-up Order**") providing for the comprehensive wind-down of accounts of Investors held at Fidelity Clearing Canada ULC ("**Fidelity**"). A copy of the Fidelity Wind-up Order is attached to this letter as **Appendix A**.

In accordance with the Fidelity Wind Up Order, Fidelity provided to us, as Representative Counsel, the names and email addresses of holders of Fidelity First Leaside accounts. Through this process, we have been advised by Fidelity that you have one or more accounts with Fidelity, and accordingly are affected by the Fidelity Wind-up Order. As such, the Fidelity Wind-up Order requires us to provide you with this notice to advise you of what is expected to happen with your Fidelity account(s) in the coming months.

Wind-down of Accounts

Pursuant to the Fidelity Wind-up Order, if you have not transferred and/or deregistered all of the securities held in any Fidelity account before November 4, 2017 (the "**Transfer Deadline**"), Fidelity shall be entitled to take the following steps:

- Marketable non-cash securities held in your account(s) will be liquidated by Fidelity – the cash proceeds of sale will be held in your account;
- Non-marketable non-cash securities will be treated as defunct securities by Fidelity and transferred to a defunct securities account maintained by Fidelity; and
- Fidelity will charge a $25/month account dormancy fee beginning 90 days after the final liquidation takes place, until all remaining cash in the account is either transferred out by you or the funds are reduced to zero, at which point, Fidelity will close the account.

In other words, if you choose to take no action prior to the Transfer Deadline, the cumulative result of these steps will be that your securities will be either sold or transferred to the defunct account, and any cash or cash proceeds in the account will be debited at a rate of $25/month until your account is empty, at which point the account will be closed.

Action to be Taken

You may choose to do nothing. If you believe that the securities in your Fidelity account(s) are worthless or unmarketable, you are free to leave them in the Fidelity account to be dealt with in accordance with the Fidelity Wind-up Order. If there is no value in your Fidelity account, you will not be charged any fees, or required to provide any cash or instructions. Not taking action by the Transfer Deadline is the equivalent of walking away from your Fidelity account.

If you believe that the securities in your Fidelity account(s) have a market value, you may transfer them out. To do so, please contact Jacquie Ward at Fidelity at Jacquelyn.ward@fmr.com or 416-216-2718.

- If you hold investments in a non-registered account, you may either:
  - transfer your assets to another carrying institution; or
  - liquidate your investments and withdraw the net funds available.

- If you hold investments in a registered account, you may:
  - deregister your assets, and
  - transfer your assets to another carrying institution.

Attached hereto as Appendix B is a "Frequently Asked Questions" sheet that has been prepared by Grant Thornton Limited, First Leaside's Court-appointed receiver (the "**Receiver**"), which includes as Schedule A detailed instructions on how to effect the above transfers.

Fees Payable

Your Fidelity account(s) has been subject to an agreement between Fidelity and First Leaside Securities Inc. since December 5, 2012, when the account was created. The Fidelity Wind-down Order has terminated that agreement, but the pricing that your account(s) were subject to has been preserved. Accordingly, Fidelity will charge you the following fees (as it was entitled to previously), in the event that you elect to take action with respect to your account(s):

(a) Deregistration fee of $50 per deregistration;
(b) Account transfer-out fee of $125 per transfer;
(c) Cheque issuance fee of $8 per cheque;
(d) Client validation charge of $125 per Account holder inquiry;
(e) Payment processing fee of $75 per employee hour to process payments from issuers to accounts.

In respect of the payment processing fee, the Receiver has advised us that Fidelity anticipates that processing payments should take less than one hour per account.

CASSELS BROCK
LAWYERS

Future Distributions

In 2013, the Receiver completed an interim distribution of approximately $12.5 million on account of First Leaside investor claims. At this point it is premature to determine whether any subsequent distributions will be made, however the Receiver has advised us that as of the date of this letter, the Receiver is holding approximately $1.2 million, after accounting for certain holdbacks. Steps are also being taken by the Receiver to recover additional assets of First Leaside; to the extent the Receiver is successful in this endeavour, additional funds may be available for distribution.

If there is a final distribution upon the completion of these receivership proceedings, distributions will be made to First Leaside investors in a manner to be determined by the Receiver and approved by the Court. If any distributions are payable on account of securities currently held in Fidelity accounts that are determined by Fidelity to be defunct, the Receiver has advised us that it expects to seek the Court's authorization to pay account holders directly, rather than paying Fidelity and requiring Fidelity to pay the amounts through to former account holders; however, because this direct payment would be subject to Court approval, it cannot be confirmed with certainty at this time. We anticipate that we will provide further information on any such distribution if and when it becomes apparent that such a distribution will be made.

* * * * * * * * * * * *

Should you have any questions regarding this letter, the Fidelity Wind-down Order or the First Leaside receivership generally, please contact Carla Potter of our office, at cpotter@casselsbrock.com or 416-860-6899.

Should you wish to contact the Receiver directly, please contact Harbir Gill of Grant Thornton Limited at harbir.gill@ca.gt.com or 416-369-7087

Should you have any questions about your Fidelity account, or otherwise wish to contact Fidelity, please contact Jacquie Ward at Jacquelyn.ward@fmr.com or 416-216-2718.

Yours Truly,

Jane Dietrich

Cc: J. Krieger, *Grant Thornton* (email)
C. Burr, *Blake Cassels & Graydon LLP* (email)
J. Chapman, *Fidelity* (email)
D. Iannetta, *Investment Industry Regulatory Organization of Canada* (email)

<u>Appendix A</u>

Fidelity Wind-down Order

Court File No. CV-12-9930-00CL

ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST

THE HONOURABLE MADAM	)	TUESDAY THE 6TH
	)	
JUSTICE CONWAY	)	DAY OF JUNE, 2017

IN THE MATTER OF THE RECEIVERSHIP OF First Leaside Wealth Management Inc. and the Applicants Listed on Schedule "A" (collectively, "**First Leaside**")

ORDER

(Fidelity Clearing Wind-down)

THIS MOTION, made by Grant Thornton Limited ("**GTL**") in its capacity as the Court-appointed receiver and manager (the "**Receiver**"), without security, of all of the assets, undertakings and properties of First Leaside, for an order:

(a) validating and abridging the time for service of this Notice of Motion and Motion Record and directing that any further service of the Notice of Motion and Motion Record be dispensed with such that this Motion is properly returnable on June 6, 2017;

(b) approving and implementing the comprehensive wind-up of securities accounts held in favour of former clients of First Leaside Securities Inc. by Fidelity Clearing Canada ULC ("**Fidelity**");

was heard this day at 330 University Avenue, Toronto, Ontario.

ON READING the Fourth Report; and on hearing the submissions of counsel for the Receiver and the other parties on the sign-in sheet, attached, no one else appearing although served as evidenced by the Affidavit of Nancy Thompson sworn May 26, 2017, filed:

SERVICE

1. **THIS COURT ORDERS** that the time for service of the Notice of Motion and the Motion Record is hereby abridged and the manner thereof validated so that this Motion is properly returnable today and hereby dispenses with any further or other service thereof.

CUSTODIAL AGREEMENT

2. **THIS COURT ORDERS** that the custodial services agreement dated December 5, 2012 between First Leaside Securities Inc. and Fidelity (the "**Custodial Agreement**") is hereby terminated and of no further force and effect.

3. **THIS COURT ORDERS** that notwithstanding the termination of the Custodial Agreement, the Receiver shall continue to pay to Fidelity a monthly fee of $5,000, in the ordinary course, until September 30, 2017.

FEES AND COMFORT DEPOSIT

4. **THIS COURT ORDERS AND DECLARES** that Fidelity shall henceforth be entitled to apply the following charges (collectively, the "**Charges**") against cash in any account that was, prior to the termination of the Custodial Agreement by this Order, subject to the Custodial Agreement (each an "**Account**"):

i. Deregistration fee of $50 per deregistration;

ii. Account transfer-out fee of $125 per transfer;

iii. Cheque issuance fee of $8 per cheque;

iv. Client validation charge of $125 per Account holder inquiry;

v. Payment processing fee of $75 per employee hour to process payments from issuers to Accounts.

5. **THIS COURT ORDERS AND DECLARES** that if there is insufficient cash in any Account (following the liquidation of any marketable securities pursuant to Paragraph 11 hereof) to pay applicable Charges, Fidelity shall deduct the applicable Charges for that Account from the balance of the deposit paid to Fidelity pursuant to Section 7 of the Custodial Agreement (the "**Comfort Deposit**").

6. **THIS COURT ORDERS AND DECLARES** that Fidelity shall not transfer securities out of Accounts that do not contain sufficient cash to pay the applicable Charges unless such applicable Charges are paid by the Account holder requesting the transfer, and for greater certainty Fidelity shall not apply any such charges against the Comfort Deposit.

7. **THIS COURT ORDERS AND DECLARES** that Fidelity shall be entitled to satisfy its reasonable legal fees incurred in connection with the termination of the Custodial Agreement from the Comfort Deposit.

RGV ✓

which Notice shall be provided to the Investment Industry Regulatory Organization of Canada for an opportunity to review and comment not fewer than three (3) business days before the issuance of such Notice in draft

8. **THIS COURT ORDERS** that Fidelity shall remit to the Receiver, or such other party as the Receiver may direct in writing, the balance of the Comfort Deposit (if any), forthwith following the closure of the last Account.

NOTICE TO INVESTORS

9. **THIS COURT DIRECTS** Fidelity to provide to Cassels, Brock & Blackwell LLP, in its capacity as Court appointed representative counsel ("**Representative Counsel**"), the names and email addresses, in electronic from, of all holders of Accounts, forthwith following the granting of this Order.

10. **THIS COURT DIRECTS** Representative Counsel to notify all holders of Accounts disclosed to Representative Counsel by Fidelity pursuant to paragraph 9 of the issuance of this Order, by sending them an email to the address provided by Fidelity within fourteen (14) calendar days of receiving the disclosure from Fidelity required by Paragraph 9 hereof (the "**Notice**"). ~~and~~ Representative Counsel shall have no additional obligations under this Order once such email messages are sent.

WIND-DOWN OF ACCOUNTS

11. **THIS COURT ORDERS AND DECLARES** that for any Accounts containing assets that have not been transferred out within 120 calendar days of the Notice being sent, Fidelity shall be entitled to (a) liquidate any non-cash assets held in such Account that Fidelity, in its sole discretion, determines to be marketable, or (b) designate as defunct securities any non-cash assets held in such Account that Fidelity, in its sole discretion, determines to be un-marketable.

BB ✓

12. **THIS COURT ORDERS AND DECLARES** that Fidelity shall be entitled to charge an account dormancy fee of $25 per month (an "**Account Dormancy Fee**") if no action is taken by any Account holder to transfer cash out of such Account holder's Account within 90 calendar days of the liquidation of the last non-cash asset in such Account, pursuant to Paragraph 11 hereof.

13. **THIS COURT ORDERS AND DECLARES** that Fidelity shall forthwith close all Accounts as and when such Accounts cease to contain cash or non-cash assets, after deducting from such Accounts any applicable Charges or Account Dormancy Fees.

REPORTING

14. **THIS COURT ORDERS AND DIRECTS** that Fidelity shall provide an accounting of fees and expenses, including the application of funds from the Comfort Deposit and monthly fees paid by the Receiver, in form and substance acceptable to the Receiver (the "**Initial Report**"), within 14 calendar days from the date of the issuance of this Order.

15. **THIS COURT ORDERS AND DIRECTS** that Fidelity shall provide the Receiver with a report, including an accounting of fees and expenses, on a bi-monthly basis, in form and substance acceptable to the Receiver, beginning two weeks after the delivery of the Initial Report and continuing until the final Account is closed.

16. **THIS COURT ORDERS AND DECLARES** that each of the Receiver, Fidelity and Representative Counsel shall be at liberty to share any information in their possession regarding the Accounts with the other.

ADVICE AND DIRECTIONS

17. **THIS COURT ORDERS AND DECLARES** that any affected party shall be entitled, on notice to the Receiver and Fidelity, to seek the Court's advice, direction or intervention regarding the implementation of any of the terms of this Order.

Conway J.

ENTERED AT / INSCRIT À TORONTO
ON / BOOK NO:
LE / DANS LE REGISTRE NO:

JUN 0 6 2017

PER / PAR:

Schedule A – List of Additional Receivership Applicants

First Leaside Finance Inc.
First Leaside Securities Inc.
F.L. Securities Inc.
Mill Street Limited Partnership
Harmony Townhomes Limited Partnership
First Leaside Management Inc.
Development Notes Limited Partnership
Special Notes Limited Partnership
First Leaside Accounting and Tax Services Inc.
2086056 Ontario Inc.
First Leaside Properties Limited Partnership
First Leaside Realty Inc.
First Leaside Realty Limited Partnership
First Leaside Realty II Inc.
First Leaside Investors Limited Partnership
First Leaside Premier Limited Partnership
First Leaside Progressive Limited Partnership
First Leaside Realty II Limited Partnership
First Leaside Ultimate Limited Partnership
First Leaside Universal Limited Partnership
Uxbridge Development Limited Partnership
First Leaside Retirement Residences Limited Partnership
First Leaside Venture Limited Partnership
965010 Ontario Inc.
Wimberly Apartments Limited Partnership
1045517 Ontario Inc.
The Shores Limited Partnership
1024919 Ontario Inc.
Old Mill Pond Apartments Limited Partnership
1031628 Ontario Inc.
1056971 Ontario Inc.
The Bluffs of Lakewood Limited Partnership
1376095 Ontario Inc.
F.L. Spring Valley Limited Partnership
1437290 Ontario Ltd.
First Leaside Partners Limited Partnership
First Leaside Opportunities Limited Partnership
1244428 Ontario Ltd.
Preston Racquet Club Real Estate Limited Partnership Series 910PA
Preston Racquet Club Real Estate Limited Partnership Series 910PB
Preston Racquet Club Real Estate Limited Partnership Series 910PC
Preston Racquet Club Real Estate Limited Partnership Series 910PD
PrestonOne Development (Canada) Inc.
PrestonTwo Development (Canada) Inc.

PrestonThree Development (Canada) Inc.
PrestonFour Development (Canada) Inc.
2088543 Ontario Inc.
2088544 Ontario Inc.
F.L.W. Pond Master Ltd.
2088545 Ontario Inc.
F.L.W. Shores Master Ltd.
1331607 Ontario Inc.
First Leaside Acquisitions Limited Partnership
Queenston Manor General Partner Inc.
Queenston Manor Limited Partnership
2107738 Ontario Inc.
First Leaside Advantage Limited Partnership
2128054 Ontario Inc.
First Leaside Elite Limited Partnership
1132413 Ontario Inc.
First Leaside Entities Limited Partnership
2067171 Ontario Inc.
First Leaside Expansion Limited Partnership
2085306 Ontario Inc.
First Leaside Growth Limited Partnership
2086218 Ontario Inc.
First Leaside Unity Limited Partnership
First Leaside Visions Management Inc.
2007804 Ontario Inc.
First Leaside Wealth Management Limited Partnership
First Leaside Fund Management Inc.
F.L. Beverages Group Limited Partnership
First Leaside Global Limited Partnership
Special U.S. Notes Limited Partnership
FLWM Holdings Limited Partnership
First Leaside Select Limited Partnership
Cherry Park Retirement Residences Limited Partnership
First Leaside Retirement Residences (Okanagan) Limited Partnership
Orchard Valley Retirement Residences Limited Partnership
The Shores Retirement Residences Limited Partnership
F.L. PrimeTime Living Limited Partnership

COUNSEL SLIP

COURT FILE NO CV-12-09930-CL.

DATE JUNE 6, 2017.

NO ON LIST 6

TITLE OF PROCEEDING	IN THE MATTER OF THE RECEIVERSHIP OF THE FIRST LEASIDE WEALTH MANAGEMENT INC.	
COUNSEL FOR: PLAINTIFF(S) APPLICANT(S) PETITIONER(S)	CHRIS BURR for ~~[illegible]~~ the Grant Thornton, Receiver	PHONE & FAX NOS Email: chris.burr@blakes.com 416-863-3261
COUNSEL FOR: DEFENDANT(S) RESPONDENT(S)	J. Dietrich Representative Counsel for the Investors	PHONE & FAX NOS Email: 416 8605223 (tel) jdietrich@casselsbrock.com
	J A G Douglas for CIPF	416-367-6029 jdouglas@blg.com

IN THE MATTER OF THE RECEIVERSHIP OF FIRST LEASIDE WEALTH MANAGEMENT INC. AND THE APPLICANTS LISTED ON SCHEDULE "A".

Court File No: CV-12-9930-00CL

ONTARIO
SUPERIOR COURT OF JUSTICE
(Commercial List)

Proceeding commenced at Toronto

ORDER
(Fidelity Clearing Wind-down)

BLAKE, CASSELS & GRAYDON LLP
199 King Street West, Suite 4000
Commerce Court West
Toronto, Ontario, M5L 1A9

Chris Burr LSUC #: 55172H
Tel: 416.863.3261
Fax: 416.863.2663
chris.burr@blakes.com

Ilia Kravtzov, Quebec Bar #319295-4
Tel: 514-982-4066
ilia.kravtzov@blakes.com

Lawyers for the Receiver

Appendix B

Grant Thornton Limited "Frequently Asked Questions" Sheet

Grant Thornton

July 7, 2017

In the Matter of the Receivership of the First Leaside Group of Companies

Frequently Asked Questions and Answers in Respect of the Fidelity Wind-up Order

On June 6, 2017, the Ontario Superior Court (Commercial List) issued an order (the "**Fidelity Wind-up Order**") which provides for the comprehensive wind-down of accounts of First Leaside investors held by Fidelity Clearing Canada ULC ("**Fidelity**"). The wind-down of these accounts is a necessary part of the administration of the receivership of the First Leaside companies, as they present an ongoing cost to the Receiver, which in turn dilutes the potential future distribution payable to investors by the Receiver.

Investors with securities in Fidelity accounts are required to transfer any cash and securities out of their Fidelity accounts by November 4, 2017. If First Leaside investors fail to transfer their accounts or otherwise take steps to deregister their accounts, securities held in such accounts will be treated by Fidelity in the following manner:

- Marketable non-cash securities held in these accounts will be liquidated by Fidelity and the cash proceeds will be held in the account for the benefit of the account holder;

- Non-marketable non-cash securities will be treated as defunct securities by Fidelity and transferred to a defunct securities account maintained by Fidelity; and

- Fidelity will charge a $25/month account dormancy fee 90 days after the final liquidation takes place, until all remaining cash is transferred out by the account holder, or the funds are reduced to zero, at which point, Fidelity will close the account.

A. Do I need to take any action as a result of the Fidelity Wind-up Order?

You should take action if you have an account with Fidelity that holds: i) cash; ii) marketable securities (such as stocks or mutual funds); or iii) other investments that have value.

B. If I take action, what action do I need to take?

If you hold investments in a non-registered account, you may either:
- transfer your assets to another carrying institution; or
- liquidate your investments and withdraw the net funds available.

If you hold investments in a registered account, you may either:
- transfer your assets to another carrying institution; or
- deregister your assets.

For instructions on how to complete a withdrawal of funds, transfer or de-registration, please see **Schedule A.**

C. How do I know if my First Leaside investments have any value?

The answer to this question will depend on what you hold in your account. There are two main categories of First Leaside investments: the US Funds, and the First Leaside Canadian Securities.

US Funds

The US Funds are comprised of the Wimberly Fund, the First Leaside Fund, the First Leaside Properties Fund and the First Leaside Mortgage Fund. In July 2013, the Court approved the transfer by the Receiver of its interest in the US Funds, at which point the Receiver ceased to have any interest in or visibility into the US Funds. As a result, the Receiver does not know if units in the US Funds have value, and directs you to representatives of the US Funds.

Contact information for each of the Funds, to assist in your determination of the value of each of the securities, texasunitholderupdates@gmail.com

First Leaside Canadian Securities

All First Leaside investments that are not US Funds are Canadian securities which remain under the umbrella of these receivership proceedings (the "**First Leaside Canadian Securities**"). In 2013, the Receiver completed an interim distribution of approximately $12.5 million on account of these securities, however at this point it is premature to determine whether any subsequent distributions will be made. As of the date of this letter, the Receiver is holding approximately $1.2 million, after accounting for certain holdbacks. If there is a final distribution upon the completion of these receivership proceedings, distributions will be made to First Leaside investors in a manner to be determined by the Receiver and approved by the Court.

The Receiver anticipates that any final distribution to First Leaside investors in respect of First Leaside Canadian Securities will be nominal as a percentage of their initial distribution amount.

Non-First Leaside Investments

Your Fidelity account(s) may also hold securities that are not First Leaside investments. The Receiver cannot comment on the potential marketability of these securities, and you should consult your investment advisor or Fidelity at the contact information below.

D. What happens if I do not take any action by November 4, 2017?

On November 4, 2017, Fidelity is permitted by Court Order to take the following actions:

- If you hold non-cash marketable securities, Fidelity will liquidate these securities and the cash proceeds will be held in your account;
- If you hold non-cash non-marketable securities, Fidelity will treat these securities as defunct securities and transferred to a defunct securities account maintained by Fidelity; and
- If you hold cash, Fidelity will charge a $25/month account dormancy fee starting 90 days after the final liquidation until all remaining cash is transferred out by the account holder, or the funds are reduced to zero, at which point, Fidelity will close the account.

The cumulative result of these steps will be that your securities will be either sold or transferred to the defunct account, and any cash or cash proceeds will be debited $25/month at a time until your account is empty, at which point it will be closed. You will not be charged any fees, or required to provide any cash or instructions. Not taking action by November 4, 2017 is the equivalent of walking away from your Fidelity account.

Grant Thornton

E. How will Fidelity's transfer of First Leaside Canadian Securities impact any future distributions that may come from the Receiver at the completion of these proceedings?

The Fidelity Wind-up Order allows Fidelity, post November 4, 2017, to transfer non-cash non-marketable securities to a defunct securities account, and then automatically close your Fidelity account (assuming you have no other assets of value in your account). If, at the completion of the receivership proceedings, there is a distribution to be made available to investors in certain First Leaside Canadian Securities, the Receiver anticipates that it will distribute the funds as follows, subject to Court approval:

- For those First Leaside investors who deregistered their investments, the Receiver anticipates that it will make the final distribution directly to the investor;
- For those investors who transferred their investments to another institution, the Receiver anticipates that it will make the final distribution to the institution holding the investments; and
- For those investors who took no action (and thus the security is held in Fidelity's defunct securities account), the Receiver anticipates that it will seek court approval to make the final distribution directly to the investor, rather than making payment to Fidelity. If the Receiver is unable to contact you, it will make the final distribution to Fidelity, who will make their best efforts to contact the investor and notify them of a possible distribution.

F. Who may I contact at Fidelity if I have questions about transferring or deregistering my assets?

All questions should be directed to:

Jackie Ward
416-216-2718 or fcc.client.experienc@fmr.com

G. What will be the costs associated with this?

The June 6, 2017 Court Order obtained by the Receiver that puts this account wind-down structure in place has replicated the fee structure that the accounts have been subject to since their creation. Accordingly, Fidelity will charge the following fees:

(a) Deregistration fee of $50 per deregistration;
(b) Account transfer-out fee of $125 per transfer;
(c) Cheque issuance fee of $8 per cheque;
(d) Client validation charge of $125 per Account holder inquiry;
(e) Payment processing fee of $75 per employee hour to process payments from issuers to Accounts (we have been advised by Fidelity that it anticipates that processing time for each Account should be less than one hour, and any balance remaining will be returned to the investor).

These fees will only be charged in the event that you choose to take action with respect to your account(s). If you take no action and your accounts are wound up by Fidelity as discussed above, you will not be charged.

H. What are the tax implications of the various options available to First Leaside investors?

The tax implications will vary between investors based on their individual circumstances. First Leaside investors are encouraged to consult with their individual tax advisor as to the tax treatment of the various alternatives.

Grant Thornton

Schedule A

A. Instructions to withdraw cash held in your Fidelity cash account.

An investor who wishes to withdraw cash held in their Fidelity account must provide the following documentation to Fidelity:

- Letter of direction, including their name, account number, mailing address and a request for the cash to be withdrawn
- Copy of their identification, or their letter of direction must be guaranteed by a financial institution.

The fee to request a cheque is $8, as set out above. This amount will be deducted by Fidelity from the cash in the investor's account. The above information must be sent to:

Attention: Client Experience
Fidelity Clearing Canada
483 Bay Street, South Tower, Suite 200
Toronto, ON M5G 2N7
Fcc.client.experienc@fmr.com

B. Instructions to transfer assets held in your Fidelity account to another institution

An investor who wishes to transfer assets in their Fidelity account may do so by submitting to Fidelity a registered plan transfer form through their personal banking institution. Any personal banking institution can assist in the completion of this form. The fees to transfer assets are $125 (plus HST) per transfer. If you have sufficient cash in your account, Fidelity will deduct the fees from the cash balance. If you do not have sufficient cash to pay for the transfer fee, you must provide Fidelity with a certified cheque or bank draft made payable to "Fidelity Clearing Canada, ULC" and sent to:

Attention: Client Experience
Fidelity Clearing Canada
483 Bay Street, South Tower, Suite 200
Toronto ON M5G 2N7
Fcc.client.experienc@fmr.com

It is the Receiver's understanding that to date, investors have had difficulty identifying an institution (other than Fidelity) willing to hold the First Leaside investments as the investments are illiquid as a result of First Leaside's insolvency. If you are attempting to transfer a First Leaside investment, please check with your personal banking institution to make sure they are willing to hold the First Leaside Investment before you submit the transfer request to Fidelity.

C. Instruction to deregister assets held in your Fidelity account

You are required to complete a letter of direction requesting that the assets be deregistered from your RRSP account which specifies the specific investments you wish to deregister as well as your account number. If you simply want to deregister the cash, then that must be specified on the letter and you must provide the mailing address where you would like the cash to be sent.

You are also required to meet with a representative from a financial institution that will **SIGNATURE GUARANTEE** the attached completed form as well as provide a **CERTIFIED TRUE COPY** of a government issued identification (i.e. passport, driver's license) for all parties making the request.

The fees for the requests are as follows:

- $8 (plus HST) for the issuance of a cheque to you personally (if you chose to withdraw/deregister cash)
- $50 (plus HST) per withdrawal/de-registration from each RRSP/TFSA account (per account); and
- $125 (plus HST) client validation charge (per client)
- Payment processing fees of $75 (plus HST) per employee hour to process these requests (we have been advised by Fidelity that it anticipates that processing time for each Account should be less than one hour).

To process a de-registration request of a security, Fidelity must withhold tax based on the value of your investment that you wish to deregister. The withholding tax percentages are available at http://www.cra-arc.gc.ca/tx/ndvdls/tpcs/rrsp-reer/wthdrwls/rts-eng.html.

The Receiver understands that all de-registration requests for either the **First Leaside Fund or Wimberly Fund** investments (also known as the 'Texas Properties' or the 'US Funds'), the withholding tax will be calculated based on a valuation of $0.10 for each unit you hold. This valuation was provided to Fidelity by the Trustees of these investments.

At this time, the Receiver is unable to provide a valuation for the First Leaside Canadian Securities, as it is premature to determine whether any subsequent distributions will be made on these investments.

A certified cheque or bank draft should be made payable to "Fidelity Clearing Canada, ULC" unless you have sufficient cash in your RRSP/TFSA account to cover the fees and withholding tax.
The letter of direction, signature guarantee, certified true copy of a government issued ID and certified cheque may be sent to Fidelity at:

Attention Client Experience
Fidelity Clearing Canada
483 Bay Street, South Tower, Suite 200
Toronto ON M5G 2N7
Fcc.client.experienc@fmr.com