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January 15, 2014

SENT VIA E-MAIL**PRIVILEGED AND CONFIDENTIAL**

To all persons who are clients of First Leaside Securities Inc.
(collectively, the "**Investors**")

RE: CIPF CLAIM RESPONSES TO INVESTORS

Dear Investors,

It is our understanding that the Canadian Investor Protection Fund ("**CIPF**") has begun to issue initial decisions to First Leaside Investors with respect to their claims. To date, Dentons Canada LLP, in its capacity as Representative Counsel to the Investors, is only aware of instances where CIPF Staff have denied First Leaside Investors' claims for compensation. It is not clear at this time whether any claims have been accepted or whether the claims which have been rejected to date used the draft/template claim circulated for consideration by Representative Counsel in August, 2013 (the "**Template Claim Form**"). In any event, we are writing to inform all investors that if your CIPF claim is/has been denied, and if you disagree with the decision of CIPF Staff, you must respond to CIPF in order to maintain your appeal rights and have your claim reviewed by a panel of one or more CIPF Directors.

Each individual investor will have a different deadline to notify CIPF of your intention to appeal (depending upon when you have received your CIPF notice). We have initiated conversations with counsel for CIPF to have the current 45 day deadline extended to 120 days. However, we have not received any formal confirmation from CIPF that the extension will be granted at this point in time.

Should you wish to preserve those appeal rights after receiving a rejection notice, you must notify CIPF in accordance with the notice provisions set out in the rejection letter you receive from CIPF. In those rejection notices which we are currently aware of, CIPF has requested such notice be provided by email at flsi@cipf.ca or in writing to: Canadian Investor Protection Fund, Re: First Leaside, 79 Wellington Street West, Suite 610, Box 75, Toronto, Ontario, M5K 1E7.

If you have received a notice from CIPF Staff denying compensation and wish to preserve your appeal rights, the following paragraph includes some suggested language that you may choose to send to CIPF:

 [date] , 2014

On [insert date of CIPF decision letter] , I [Name] received a letter from CIPF staff denying my claim for compensation with respect to the losses I have suffered as a result of the insolvency of First Leaside Securities Inc. Pursuant to CIPF's Claims Procedures, I am writing to inform you that I wish to appeal CIPF Staff's decision to deny my claim and to have the decision and my claim reviewed by a panel of CIPF Directors. Please confirm receipt of this notice by replying to me at [insert contact information] .

Please note as well that, along with the appeal notification to CIPF, Investors are entitled to, and should, include any further relevant information they may have related to their claim.

Yours truly,
Dentons Canada LLP



Blake Moran

CBM/am