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denise.weeres@asc.ca

Denise Weeres
Manager, Legal, Corporate Finance
Alberta Securities Commission
250 – 5th Street SW
Calgary, Alberta T2P 0R4

and

consultation-en-cours@lautorite.qc.ca

Me Anne-Marie Beaudoin
Directrice du secrétariat
Autorité des marchés financiers
800, square Victoria, 22e étage
C.P. 246, tour de la Bourse
Montréal, Québec H4Z 1G3

comments@osc.gov.on.ca

The Secretary
Ontario Securities Commission
20 Queen Street West
22nd Floor
Toronto, Ontario M5H 3S8

Re: CSA Proposed Amendments Relating to the Offering Memorandum Exemption

Dear Madams:

I'm writing to express my concern over the proposed changes to NI 45-106. I do not believe that the implementation of a \$30,000 person per year limit on investing in private enterprises is beneficial, prudent or, needed.

Canada and especially Alberta have long been known as places where one can provide a better life for their family. This is primarily due to the entrepreneurial nature of the business climate and the easy flow of both human and financial capital. All large companies started out small. Small companies grow faster, hire more local people, are more likely put money into the local economy and create a larger tax footprint than large multinationals. These small enterprises need access to private capital to thrive and this proposed investment limit will choke this valuable contributor the Alberta economy and dream.

As a member of the group behind the proposed construction of the Hilton Hotel and Conference Center which is estimated to have a direct economic impact of greater than \$500 m over the next several years, We, as a group, are concerned that these proposed changes will severely hamper our ability to complete the project.

I do believe that regulations and guidelines are necessary to facilitate efficient and fair markets, especially in the Exempt Market place. With the implementation of NI 31-103, the ASC and CSA have placed several mechanisms in place to monitor, review, vet, and advise investors

about the Exempt Market and the opportunities contained within. These rules and regulations were sorely needed and have created a better environment for both the investor and the companies seeking capital. The products offered to the investors are of better quality, the education of the agents has increased and the service received by the investors is more professional and helpful.

There appears to be no evidence that supports the need for additional restrictions. A single cap on how much a single person can invest will not, in my opinion, make the market better for the investors. It will only constrain the flow capital resulting in less efficient markets, poorer product for investors, and a make it more difficult for small business to grow and hire employees.

I urge you to reconsidering implementing this \$30,000 yearly restriction on eligible investors and let the current framework of NI 31-103 work as it was implemented.

Sincerely,

Saleem Budhwani

CC:

Cora Pettipas
Vice President, National Exempt Market Association
cora@nemaonline.ca