

February 6, 2007

Dear Clients:

In light of recent developments within the financial markets in Canada, we would like to take this opportunity to outline Dundee Securities Corporation's policies with respect to trading equities.

In the past, the Toronto Stock Exchange ("TSX") and the TSX Venture Exchange ("TSX-V") were the *primary* marketplaces in Canada. That is, the buying and selling of stocks were transacted extensively through these exchanges. Recently, multiple marketplaces have emerged; the CNQ Exchange (Pure Trading) is an example of an alternative marketplace. These multiple marketplaces have introduced a new trading environment with new hours of operation outside **historic trading** hours.

We believe that this will have little to no impact on you, and it will not have any effect on mutual fund transactions.

Dundee Securities Corporation will continue to execute orders primarily through the TSX and TSX-V, which are considered to be our *Principal* marketplaces. Why? The TSX and TSX-V offers you, our clients, the best probability of liquidity\*, the highest volumes and provides historic data, all important elements in executing your equity transactions (orders).

It is our commitment to you that your transaction requests are placed in the "best market" environment. There may be occasions when the "best market" is deemed to be an alternative marketplace, your trade confirmation slips, mailed to you after each transaction, will inform you accordingly.

*"Best market" is defined as the market with the best bid (buy price) or offer (sell price) **and/or** best historical liquidity **and** where the order has the highest probability of execution.*

A statement such as (or similar to) the following will appear on the trade confirmation slip: "We confirm the following purchase/sale for your account traded on a North American Marketplace". For more information, please visit: [http://www.dundeewealth.com/en/public/productsServices\\_66.htm](http://www.dundeewealth.com/en/public/productsServices_66.htm)

If multiple prices or marketplaces were used in the completion of the order, a further disclaimer will be provided which reads; "Multiple marketplaces and/or average prices used, details are available on request".

All trading instructions are placed through your Dundee Investment Advisor; and orders are transacted between 9:30am – 4:00pm (eastern), Monday – Friday (excluding Canadian statutory holidays). We have included a chart defining different types of orders, their expiry details and our trading policy for each one.

Your Dundee Investment Advisor will gladly provide you with details should you have any questions or require further clarification.

Yours Truly,



Moira Simo,  
Vice President, Retail Compliance



*We welcome this opportunity to inform you of the many types of orders that you may place and highlight the impact the new trading environment (multiple marketplaces) may have:*

<i>Type of Orders</i>	<i>Trading/Expiry Details</i>	<i>Policy</i>
<p><b><u>Day Orders</u></b> A Day order is an order that is only valid on the day it is entered.</p>	<p>Day orders will only be valid between the hours of 9:30 a.m. and 4:00 p.m., (eastern).</p> <p>New day orders will not be accepted after 4:00 p.m.</p> <p>All existing day orders expire at 4:00pm. Confirmation of either a fill, partial fill or an unexecuted transaction can be discussed with your Dundee Investment Advisor.</p>	<p>A Day Order received prior to the opening of the principal marketplace at 9:30 a.m. (eastern) will <b>not</b> route to an alternative marketplace. Instead the order will route into the opening sequence of the <b>principal</b> marketplace. If <u>received after the opening</u> of the principal marketplace, the order will be entered into the “<b>best market</b>” at the time of entry.</p>
<p><b><u>Special Term Orders</u></b> Special Term Orders (“STO”) are orders with specific terms that are not executable in the regular marketplace.</p>	<p>Special Term Orders will only trade between 9:30 a.m. and 4:00 p.m. (eastern), at which time they expire.</p>	<p>STO orders will only post to the Special Terms Market of the <b>principal</b> marketplace. <i>Unless</i> they are <i>immediately</i> executable on an alternative marketplace at the time of entry.</p>
<p><b><u>Good Till Cancelled Orders</u></b> Good Till Cancelled Orders (“GTC”) are orders that remain open or valid until a specified date of expiry.</p>	<p>DSC policy will only allow the entry of orders with a <b>60-calendar-day maximum</b> good-till-cancel date.</p> <p>Clients are responsible for knowing the date of expiry and must contact their Investment Advisor on the expiry date should they wish the order to be reinstated.</p>	<p>These orders will be entered in the <b>principal</b> marketplace, if they are not immediately executable on an alternative marketplace at the time of entry.</p> <p>The order will remain in the principal marketplace until executed or expiry, whichever comes first.</p>
<p><b><u>All or Nothing Orders – Retail Clients (AON)</u></b> AON are orders that must be executed in full; no partial fills are to be executed or booked pending a complete fill.</p>	<p>In the multiple marketplace environment, an AON order may not be executed due to limited volume on more than one marketplace. While the total volume on all marketplaces might complete the order, <u>the AON terms apply only to the individual marketplace where entered.</u></p>	<p>An AON order received prior to the opening of the principal marketplace at 9:30 a.m. EST. will <b>not</b> route to an alternative marketplace. Instead, the order will book into the opening sequence of the principal marketplace. If <u>received after the opening</u> of the principal marketplace, the order will be entered into the “<b>best market</b>” at the time of entry.</p>
<p><b>Institutional AON</b> orders in the institutional environment are orders that must be executed for large block volume in full, and do not book to the marketplace.</p>	<p>In this case, the client does not wish to trade in the marketplace potentially receiving partial fills or average prices.</p>	<p>These orders will not book to a marketplace unless they can be filled in full for their entire volume at the time of receipt. These can be executed on <b>any marketplace</b> as agreed to between both parties at the time of receipt.</p>

<i>Type of Orders</i>	<i>Trading/Expiry Details</i>	<i>Policy</i>
<p><b><u>Market Orders</u></b> A Market Order (“MO”) occurs when the client has instructed their Investment Advisor to buy or sell equity at the current trading price of the market.</p>	<p>These orders usually receive an immediate fill, provided there is sufficient volume.</p> <p>The order will expire, if not filled in full, on the market where the last portion of the order remains live until that marketplace closes. In the case of an order where the last position remains on the TSX, this will expire at 4:00 p.m. (eastern).</p>	<p>A Market Order received prior to the opening of the principal marketplace at 9:30 a.m.(eastern) will <b>not</b> route to an alternative marketplace.</p> <p>Instead it will book into the opening sequence of the principal marketplace. If received after the opening of the principal marketplace, the order will be booked to the market with the “best market” at the time of entry.</p> <p>From there, the order will trade on any marketplace DSC has access to and/or can access for the purpose of best execution.</p>
<p><b><u>Market on Close Orders</u></b> A Market on Close (“MOC”) order must trade on the close, at the calculated closing price, of the principal marketplace</p>	<p>This is an anonymous price facility. Therefore you do not know the price at which you will be executed until after execution has completed. Limit orders are allowed but may, by the nature of a limit order, negate execution. For further details of this facility, please contact your Investment Advisor.</p>	<p>Currently the TSX is the only marketplace that offers a MOC facility.</p> <p>All MOC orders will be entered into the TSX, as the principal marketplace.</p>
<p><b><u>Limit Orders</u></b> A Limit Order (“LO”) has a specific minimum sale price or maximum purchase price provided by the client.</p>	<p>The order will not be filled unless the security trades at the specified market price.</p> <p>The order will expire, if not filled in full, on the market where the last portion of the order remains live until that marketplace closes. In the case of an order where the last position remains on one of the TSX exchanges, this will expire at 4:00 p.m. (eastern).</p>	<p>A Limit Order received prior to the opening of the principal marketplace at 9:30 a.m. (eastern) will <b>not</b> route to an alternative marketplace.</p> <p>Instead it will book into the opening sequence of the principal marketplace.</p> <p>At or after 9:30 a.m., if a limit order is <b>not immediately</b> executable on any marketplace, the <b>client may designate</b> their marketplace of choice for booking of this type of order.</p> <p>If received after the opening of the principal marketplace, the order will be booked to the market with the “best market” at the time of entry.</p>