

APPENDIX 9

Investment Provider Name

Liquidity Analysis

Date

(expressed in U.S. dollars)

Calculation of the Expenditure Based Requirement

The calculation is based on the financial results of the preceding fiscal year (for example: an investment provider with a December 2003 fiscal year end will use December 2003 annual results to calculate quarterly requirements for 2004).

Revenue (comprised of the following):	X
i) Revenues derived from investment activities;	
ii) Interest and dividend revenue; and	
iii) Gains/(losses) on sale of investments.	
Less:	
Costs of Revenue (non-fixed or variable costs directly attributable to generating revenue (ie. commissions or transaction fees))	<u>(X)</u>
Net Revenue	X
Less Net Profit (or Add Net Loss) on ordinary activities before appropriations (appropriation examples include dividends, discretionary profit sharing plans)	<u>(X)</u>
Annual Expenditure	<u>X</u>

Expenditure Based Requirement (to be prorated if not for 12 months) calculated as:

Annual Expenditure X (1/4 or 1/12 as appropriate, refer to section 2.8a of the Investment Business Act Statement of Principles)

Liquidity Measure

Liquid Assets (per section 2.8 of the Investment Business Act Statement of Principles)	X
Expenditure Based Requirement as calculated above	<u>(X)</u>
Surplus/ (Shortfall) of Liquid Assets	<u>X</u>

Note: The Authority is to be notified where an investment provider breaches or expects to breach the liquidity requirement.