



MANAGEMENT
A CMA SUBSIDIARY

February 1, 2008

Dr. Peggy-Anne Brown, Chair
Ombudsman for Banking Services and Investments
P.O. Box 896, Station Adelaide
Toronto, ON M5C 2K3

Dear Dr. Brown,

MD Management Limited is pleased to have an opportunity to comment on the proposed Terms of Reference for the Ombudsman for Banking Services and Investments (OBSI).

We have thoroughly reviewed the OBSI Terms of Reference and the Investment Industry Association of Canada (IIAC) submissions dated January 31, 2008. MD Management Limited fully supports the views of the IIAC.

Under its current mandate OBSI plays an important role in the financial services industry as an independent resolution service provider. We are concerned that OBSI's proposed investigation powers on "systemic" issues would cause it to lose its independence, would duplicate the oversight of our existing regulators and would require companies and clients to pay the cost of additional staff and resources to support such OBSI investigations.

MD Management Limited believes that investors and the industry would be best serviced by OSBI retaining their current Terms of Reference.

Yours truly,

David Blanchard
Chief Compliance Officer