

Rivemont Investments Inc. (“Rivemont”) and its officers have advised the Autorité des marchés financiers (the “AMF”), as principal regulator, that they intend to manage the investment portfolio of the investment fund, the Rivemont Crypto Fund (“RCF” or the “Fund”), which will initially invest in the Bitcoin and the Ether.

The AMF has consulted with staff of the Canadian Securities Administrators (the “CSA”) as part of the CSA Regulatory Sandbox Initiative and has advised Rivemont that the Fund will be carrying out a new type of business in Canada, and that additional obligations must therefore be imposed in order to adequately monitor developments in this new area. The AMF grants Rivemont the authorization to act as manager of the investment portfolio, subject the following conditions.

The AMF imposes the following conditions on Rivemont:

1. The term “cryptocurrency” includes the Bitcoin, the Ether and anything commonly considered cryptocurrency, digital or virtual currency, or digital or virtual token.
2. Rivemont must obtain the AMF’s prior approval to:
  - (a) manage the investment portfolio of an investment fund that invests in cryptocurrencies;
  - (b) amend the investments of the RCF to include a cryptocurrency not previously held by that investment fund;
  - (c) make a material change in Rivemont’s valuation policies and procedures applicable to the cryptocurrencies.
3. Prior to making a trade in a cryptocurrency, Rivemont shall make its own determination of the current and reasonable fair price of the relevant cryptocurrency.
4. Within thirty days following the end of each calendar quarter, Rivemont shall provide the AMF with details of all instances in the quarter where a trade was made on a cryptocurrency despite the fact that the price determined by Rivemont for that cryptocurrency, as required by paragraph 3 above, materially differed from the current trading price of the relevant cryptocurrency and whether the trade proceeded.
5. In Ontario, the Rivemont shall not manage the RCF following the date of January 26, 2020, unless such date is renewed at the discretion of the Director.