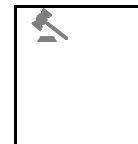


MINUTES OF THE BOARD MEETING OF THE MOTOR VEHICLE DEALERS
COMPENSATION FUND BOARD OF TRUSTEES, HELD AT 3:00 PM ON WEDNESDAY
DECEMBER 8, 2004 AT THE DELTA CHELSEA HOTEL IN THE TURNER ROOM



IN ATTENDANCE:

R. Marostica (Chair)
T. O'Keefe (Vice-Chair)
R. Desando (Sec. Treasurer)
D. MacKinnon (Member)
W. Steinkrauss (Member)
J. Huzar (Member)
C. Finlay (Member)
L. Gordon (Staff)
Y. Hallitt (Staff)
C. Singh (Staff)
H. Ahmad (Guest)
T. Lee-Taylor (Guest)

REGRETS:

R. Drewery (Member)
J. Wade (Member)

NOTICE TO READER: For the purposes of these public minutes, reference to legal advice provided to the Board of Trustees and claim's identifying information has been removed, unless the claim has been appealed to LAT.

The meeting was regularly constituted and called to order by R. Marostica at 3:10 pm

1. **Review of Minutes of October 27, 2004:**

The Board reviewed the minutes and a motion was made to accept as is. (msc)

2. **Investment Management:**

H. Amad of Scotia Cassels, the Fund's investment manager, reviewed with the Board the Fund's current investment strategy, returns, provided an overview of market outlook for the next year and answered questions from the Board.

3. **Financials:**

The Board reviewed the financial statements for the 12 months ending October 31, 2004. A motion was made to accept the financials as is (msc)

4. **Administrative Update:**

- The Board was provided a copy of a draft letter prepared by B. McIntyre that introduces the existence of the Fund for release to the legal community
- Consumer surveys have been sent to all claimants for the last fiscal year
- Collections – we have signed the agreement with the agency and all persons who will be working on the Fund's files have signed an Oath of Secrecy as well
- Barrie R.V. – the dealer principle has been charged with numerous fraud charges by the Barrie OPP and OMVIC has issued a proposal to revoke the dealers license. As a result the Fund may see several claims relating to consignments of motor homes
- Bankrupt dealers – there are approximately 4 dealerships that have claimed bankruptcy in the last couple of months; Sheldon Mitsubishi, Casselman Chrysler, Corby's Auto, and HOJ

National Leasing. Y. Hallitt informed the board that she has been made aware of a number of consumers who will be "out" their security deposits made to HOJ and that there are approx. 4,000 leases that could be affected. There was some discussion regarding HOJ and the Board agreed that they will not be in a position to accept a claim from a consumer until they have actually suffered a loss but agreed that they will extend the 2 year limitation.

5. **Claims:**

The Board denied 1 claim and paid 6 claims totaling \$18,036.10

The meeting was adjourned at 5:30 pm

The next meeting is scheduled for February 2, 2005