

SUPPORTING STATEMENT  
FOR THE PAPERWORK REDUCTION ACT INFORMATION COLLECTION  
SUBMISSION FOR FORM 40-F

A. JUSTIFICATION

1. Circumstances Making the Collection of Information Necessary

The Securities Exchange Act of 1934 (“Exchange Act”) is intended to ensure that secondary markets for publicly traded securities are fair and honest. The principal means by which the Exchange Act carries out this purpose include regulation of broker-dealers, registration of exchange-traded and other securities, remedial provisions for fraud in securities transactions and manipulation of regulated securities markets, and limits on the extension of credit for securities purposes. In addition, they include issuer registration and periodic reporting requirements prescribed by the Securities and Exchange Commission (“Commission”) pursuant to its authority in Section 12(b), 12(g), 13(a) and 15(d) of the Exchange Act.

In connection with its multijurisdictional disclosure system, the Commission adopted Form 40-F to be used by Canadian issuers to file annual reports with the Commission pursuant to Section 15(d) of the Exchange Act. Form 40-F may also be used by certain Canadian issuers to register a class of securities with the Commission under Section 12(b) or (g) of the Exchange Act, and to file reports with the Commission pursuant to Section 13 of the Exchange Act. Form 40-F, along with the other Commission forms and schedules, is designed to facilitate cross-border offerings by specific Canadian issuers and permits these issuers to fulfill reporting obligations under the Exchange Act by filing with the Commission the annual disclosure documents required in Canada under cover of Form 40-F.

2. Purpose and Use of the Information Collection

The information required to be filed with the Commission permits verification of compliance with securities law requirements and assures the public availability and dissemination of such information. The information required in the Form 40-F is used by investors in making investment decisions with respect to the securities of such Canadian companies. In addition, all investors benefit indirectly from information required in Form 40-F, as direct users effect transactions in securities on the basis of current information about the issuer’s business and operations included in such filings, thereby causing the market prices of the securities to reflect such information.

3. Consideration Given to Information Technology

Form 40-F is filed electronically using the Commission’s Electronic Data Gathering, Analysis and Retrieval (“EDGAR”) system.

4. Duplication of Information

Form 40-F is a document designed to provide investors in Canadian securities with information concerning the subject securities and the Canadian issuer. This information is not otherwise readily available in the United States.

5. Reducing the Burden on Small Entities

Small companies (i.e., those companies with an aggregate market value of the public float of their equity shares of less than \$75 million) generally cannot use Form 40-F.

6. Consequences of Not Conducting Collection

Persons considering investment in securities issued by Canadian companies would find it more difficult and expensive to obtain the necessary information if the issuers were not required to file the information under cover of Form 40-F with the Commission.

7. Special Circumstances

There are no special circumstances.

8. Consultations with Persons Outside the Agency

No comments were received during the 60-days comment period prior to OMB's approval of this submission.

9. Payment or Gift to Respondents

No payment or gift has been provided to any respondents.

10. Confidentiality

Form 40-F is a public document.

11. Sensitive Questions

No information of a sensitive nature, including social security numbers, will be required under this collection of information. The information collection collects basic Personally Identifiable Information (PII) that may include name, work address, and job title. However, the agency has determined that the information collection does not constitute a system of record for purposes of the Privacy Act. Information is not retrieved by a personal identifier. In accordance with Section 208 of the E-Government Act of 2002, the agency has conducted a Privacy Impact Assessment (PIA) of the EDGAR system, in connection with these/this collection(s) of information. The EDGAR PIA, published on February 18, 2025, is provided as a supplemental document and is also available at <https://www.sec.gov/privacy>.

12. Estimate of Respondent Reporting Burden

**Estimated Reporting Burden**

Information Collection Title	OMB Control Number	Number of Responses	Burden Hours
Form 40-F	3235-0381	175	18,875

For purposes of the Paperwork Reduction Act (“PRA”), we estimate that Form 40-F takes approximately 431.42 hours per response to comply with the collection of information requirements and that there is an average of 175 responses annually (calculated for period 2021 through 2023).

We derived our burden hour estimates by estimating the average number of hours it would take a foreign private issuer to compile the necessary information and data, prepare and review disclosure, file documents and retain records. In connection with rule amendments to the form, we occasionally receive PRA estimates from public commenters about incremental burdens that are used in our burden estimates. We believe that the actual burdens will likely vary among individual companies based on the size and complexity of their organization and the nature of their operations.

We further estimate that 25% of the collection of information burden is carried by the respondent internally and that 75% of the burden of preparation is carried by outside professionals retained by the company to assist in the preparation of the form to reflect the fact that foreign private issuers rely more heavily on outside professionals. Based on our estimates, we calculated the total reporting burden to be 18,875 hours ((0.25 x 431.42) hours per response x 175 responses). For administrative convenience, the presentation of the total related to the paperwork burden hours has been rounded to the nearest whole number. The estimated burden hours are made solely for the purpose of the PRA.

13. Estimate of Total Annualized Cost Burden

**Estimated Total Cost Burden**

Information Collection Title	OMB Control Number	Number of Responses	Cost Burden
Form 40-F	3235-0381	175	\$33,974,850

We estimate that 75% of the 431.42 hours per response (323.57 hours) is prepared by outside professionals. We estimate an hourly cost of \$600 for outside professionals used in connection with public company reporting. This estimate is based on our consultations with

registrants and professional firms who regularly assist registrants in preparing and filing disclosure documents with the Commission. Our estimates reflect average burdens, and therefore, some companies may experience costs in excess of our estimates and some companies may experience costs that are lower than our estimates. Based on our estimates, we calculated the total annual cost to be \$33,974,850 (\$600 per hour x 323.57 hours per response x 175 responses). For administrative convenience, the presentation of the total related to the paperwork cost burden has been rounded to the nearest dollar. The estimated cost burden is made solely for the purposes of the PRA.

14. Costs to Federal Government

The annual cost of reviewing and processing disclosure documents, including registration statements, post-effective amendments, proxy statements, annual reports and other filings of operating companies amounted to approximately \$131,724,880 in fiscal year 2023, based on the Commission’s computation of the value of staff time devoted to this activity and related overhead.

15. Reason for Change in Burden

**Estimated Burden Hours and Cost Burden Changes**

Information Collection Title	OMB Control Number	Burden Hours Adjustment	Cost Burden Adjustment
Form 40-F	3235-0381	4,638	\$16,890,290

The increase in burden of 4,638 hours and the increase of \$16,890,290 in cost burden are due to adjustments. The increase in both the burden hours and cost burden reflect an increase in number of Forms 40-F responses (from 132 responses to 175 responses). Also, the increase in cost burden is because the Commission increased the cost burden per hour estimate from \$400 per hour to \$600 per hour for outside professionals.

16. Information Collection Planned for Statistical Purposes

The information collection is not planned for statistical purposes.

17. Approval to Omit OMB Expiration Date

We request authorization to omit the expiration date on the electronic version of the form. Including the expiration date on the electronic version of the form will result in increased costs, because the need to make changes to the form may not follow the application’s scheduled version release dates. The OMB control number will be displayed.

18. Exceptions to Certification for Paperwork Reduction Act Submissions

There are no exceptions to certification for Paperwork Reduction Act submissions.

B. STATISTICAL METHODS

The information collection does not employ statistical methods.