
Material Change Statement

A material change statement informs prospective investors of changes in your co-op's financial position that may influence their decision to invest. It must be filed within 30 days of any change.

Material changes could include:

- The signing of a long-term sales contract
- Significant, unexpected costs to replace equipment
- The sale of a large portion of assets
- The purchase of new assets
- A major shifts in sales
- A substantial rise in production costs
- Variations in wholesale cost

Exemptions

Transactions are not deemed as “material changes” if they affect:

- Gross revenue or sales by less than \$20,000
- Net income or loss by less than \$10,000

For more information on material change statements, see [subsections 35\(4\), \(5\), \(6\) of the Act](#) and [Section 12 of the regulations](#).

