



**NOTIFICATION OF CANCELLATION OF COMMON SHARES
BY CANACCORD CAPITAL INC.**

VANCOUVER, August 30, 2005 – Canaccord Capital Inc. (CCI: TSX & AIM) repurchased between August 16, 2005 and August 26, 2005, 183,400 of its common shares for cancellation at an average price of \$10.58 per share under the terms of its Normal Course Issuer Bid (NCIB), which was commenced on December 29, 2004, through the facilities of the Toronto Stock Exchange. The common shares were cancelled effective the day of their purchase and have been cancelled on the Toronto Stock Exchange (“TSX”) and Alternative Investment Market (“AIM”). As of August 26, 2005, the total number of common shares remaining available for repurchase under the NCIB is 1,884,015 and the total number of outstanding common shares of CCI is 45,929,368.

Background on capital management plan and the NCIB

The Board of Directors announced on August 5, 2005, that it had approved a capital management plan to repurchase for cancellation up to a maximum of 500,000 common shares in fiscal 2006 from the 2,067,415 common shares available under the NCIB as of August 5, 2005. The Board has approved this additional use of the NCIB to help absorb the excess capital that was generated in the last year, as well as any further excess generated in fiscal 2006. Canaccord may apply to renew the NCIB when it expires on December 28, 2005.

All purchases will be subject to the company’s normal trading blackouts and the availability of shares for purchase. It is expected that between zero and 130,000 common shares will be purchased per day. The amount and timing of any such further repurchases will be determined by Canaccord. To fulfill its regulatory reporting requirements, when actively repurchasing shares for cancellation Canaccord will issue a press release with an updated report on the shares repurchased at a minimum of every two weeks and will immediately issue a press release if more than 1% of its outstanding common shares are repurchased for cancellation on any one day.

A normal course issuer bid is a purchase by a TSX listed company of its own shares through the facilities of the TSX in accordance with its rules. The purchase of common shares under the normal course issuer bid enables Canaccord to acquire common shares for cancellation or for resale.

ABOUT CANACCORD CAPITAL INC.:

Canaccord Capital Inc. is a leading independent full service investment dealer, publicly traded on both the Toronto Stock Exchange and the Alternative Investment Market, a

market operated by the London Stock Exchange. Canaccord has operations in two of the principal segments of the securities industry: Private Client Services and Global Capital Markets. Together, these operations offer a wide range of complementary investment products, brokerage services and investment banking services to Canaccord's retail, institutional and corporate clients. Canaccord has approximately 1,300 employees worldwide in 28 offices, this includes Investment Advisors located in 25 offices across Canada, and international Global Capital Markets professionals based in Vancouver, Calgary, Toronto, Montréal and London (UK).

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