



INVESTMENT DEALERS
ASSOCIATION OF CANADA

bulletin



ASSOCIATION CANADIENNE DES
COURTIERS EN VALEURS MOBILIÈRES

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For distribution to relevant parties within your firm

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Suspension iForum Securities Inc.

A Hearing Panel appointed by virtue of By-law 20 of the Investment Dealers Association of Canada (IDA) has suspended the membership of iForum Securities Inc. in the IDA.

After holding an expedited hearing on November 30, 2005 in Montréal, Québec, and ascertaining a capital deficiency in violation of By-law 17.1 and violations to the requirements prescribed in By-law 17.12, and deeming that the financial and operating difficulties of iForum Securities Inc. presented an imminent risk that was prejudicial to the public, the IDA, or the other members of the IDA, the Hearing Panel suspended the membership of iForum Securities Inc. and directed it to immediately cease dealing with the public, except as regards the powers exercised by the monitor appointed by the ministre des Finances, which it may legally exercise for the fulfilment of its mandate, and subject to the maintenance of the restrictions previously imposed by the IDA for the protection of the public:

- Prohibition from reducing its capital in any manner, including by redemption, repurchase or cancellation of any of its shares;
- Prohibition from reducing or repaying any indebtedness which has been subordinated with the approval of the Association;
- Prohibition from directly or indirectly making any payments by way of a loan, advance, bonus, dividend, repayment of capital or other distribution of assets to any director, officer, partner, shareholder, related company, affiliate or associate;

- Prohibition from increasing its non-allowable assets, unless a prior binding commitment to do so exists, or from entering into any new commitments which would have the effect of materially increasing the non-allowable assets of the Member;
- Prohibition from opening new customer accounts;
- Prohibition from offering its customers promissory notes; including renewing any interest owing and/or principal amounts maturing with new promissory notes with new maturity dates;
- Prohibition from offering customers private investment opportunities, or from engaging in any type of off-book transactions or activities.

The suspension is effective December 1, 2005.

Kenneth A. Nason
Association Secretary