

# IIROC NOTICE

**Rules Notice**  
**Technical**  
Dealer Member Rules

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**20-0088**  
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## Securities listed on Canada and U.S. exchanges eligible for margin

This [list](#) identifies the exchange markets and market tiers in Canada and the United States whose listed securities are eligible for margin in accordance with the requirements set out in IIROC Dealer Member [\(DMR\) 100.2\(f\)\(i\)](#)<sup>1</sup>[Subsection 5311(1) of the IIROC Rules].

DMR 100.2(f)(i) determines margin eligibility by requiring any recognized stock exchange market or market tier in Canada or the United States to meet adequate minimum pre-tax profit, net tangible asset and working capital requirements as determined by IIROC.

When a new stock exchange market or market tier is recognized, they are subject to IIROC staff review to determine margin eligibility. Additionally, any revisions to the financial listing requirements for any stock exchange market or market tier may necessitate a re-evaluation of margin eligibility.

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<sup>1</sup> To assist readers, we reference applicable IIROC Rules provision (see Notice [19-0144](#) – IIROC Dealer Member Plain Language Rule Book Implementation). Since the plain language rule book is not yet effective, we shaded this reference in grey. The shading will be removed when the plain language rule book is effective.



### **Special Purpose Acquisition Companies (SPACs)**

This list also identifies exchanges with SPAC listings that meet listing requirements that are consistent with those for equity issuers. On December 6, 2019, we published IROC Notice [19-0207](#) informing Dealer Members that SPACs were not margin eligible. After publishing the notice and receiving Dealer Member feedback, we re-examined the relevant risks and listing requirements of SPACs. Our updated analysis finds that SPACs are margin eligible under DMR 100.2(f)(i), as the listing standards they must meet are highly comparable to equity issuers.