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By-Laws and Regulations

Amendment Regarding Electronic Confirmations – Regulation 200.1(h)

The Board of Directors of the Association has approved the attached regulation amendment to a paragraph contained under Regulation 200.1(h) regarding the furnishing of confirmations by electronic means to customers. The amendment is to be effective June 1, 2000.

On January 19, 2000 the Board of the Association approved the amendment which previously provided that confirmations by electronic means by Members to customers were permissible where such customers were acceptable counterparties or acceptable institutions. The provision required that the Member apply to the Association for permission and supplied, among other things, a description of the system and data to be communicated.

As a result of the Member Regulation Notice issued on February 15, 2000 (MR-008), which sets forth the policy of the Association applicable to the electronic delivery of information between Member firms and their clients, the Board has repealed this paragraph and replaced it with a reference to the guidelines contained in MR-008.

Suzanne M. Barrett
Association Secretary

INVESTMENT DEALERS ASSOCIATION OF CANADA REGULATION AMENDMENT

1. The following paragraph of Regulation 200.1(h) is repealed:

“Members may provide confirmations by electronic means to customers which are acceptable counterparties or acceptable institutions as defined in Form 1 (Joint Regulatory Financial Questionnaire and Report) if the customer has authorized the Member to do so and the Member has complied with the terms of this paragraph. Any Member wishing to provide electronic confirmations must first apply to the Vice-President, Financial Compliance for permission. Such application must include a description of the system and data that will be communicated, the means that will ensure such data can be readily produced in written form and retrieved at a later date and the names of the intended recipients. The Member shall also undertake to the Association that notice of any changes to the systems to be used, the recipients and the persons providing or operating the systems will be given promptly to the Vice-President, Financial Compliance. Each Member must make application in respect of the system it intends to use even though other Members may have been granted permission to use the same or a similar system.”

And replaced with:

“The Association’s policies with respect to electronic delivery of documents are set out in the applicable guideline.”