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For distribution to relevant parties within your firm

BULLETIN # 2857
June 25, 2001

By-Laws and Regulations

Dual Trade Date / Settlement Date Margining

The Board of Directors of the Association has approved amendments to Note #5 in the General Notes and Definitions of Form 1, **to be effective from July 1, 2001**. The remainder of this bulletin provides a brief summary of the rule changes that have been made.

Amendments to Note #5 in the General Notes and Definition of Form 1

[A black-line copy of the amendments is included as Attachment #1]

The amendments to Note #5 in the General Notes and Definitions of Form 1 will allow Member firms to margin one block of accounts on one basis (either on a settlement date or trade date basis) and the other block of accounts on another basis provided that one of the two blocks is limited to acceptable institution, acceptable counterparty, regulated entity and investment counselor accounts. However, the method chosen by the Member firm for an account will have to be used consistently from month to month.

Kenneth A. Nason
Association Secretary

**INVESTMENT DEALERS ASSOCIATION OF CANADA
GENERAL NOTES AND DEFINITIONS OF FORM 1**

THE BOARD OF DIRECTORS of the Investment Dealers Association of Canada hereby makes the following amendment to the By-laws, Regulations, Forms and Policies of the Association:

1. The Note #5 in the General Notes and Definitions of Form 1 are repealed and replaced as follows:

“5. Firms may determine margin deficiencies for clients, brokers and dealers on either a settlement date basis or trade date basis. Firms may also determine margin deficiencies for acceptable institution, acceptable counterparty, regulated entity and investment counselor accounts as a block on either a settlement date basis or trade date basis and the remaining clients, brokers and dealers accounts on the other basis. In each case, firms must do so for all such accounts and consistently from period to period.”

PASSED AND ENACTED BY THE Board of Directors this 5th day of April 2000, to be effective on a date to be determined by Association staff.