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**BULLETIN # 2868**  
July 19, 2001

## **By-Laws and Regulations**

### **Amendments to By-law 7.1(1)(b)(iv)**

The Board of Directors of the Association has approved the attached amendment to By-law 7.1(1)(b)(iv), to be effective immediately.

The rule change will permit dual employment of trading officers provided that procedures are implemented to minimize conflicts of interest and that appropriate disclosure is made to clients. The trading officer may be dually employed as a trading officer of a Member and another Member who are affiliates or dually employed as a trading officer of a Member and a non-Member who are affiliates.

At present time, trading officers can only be employed as a trading officer with respect to one person, firm, or corporation.

A copy of the amendment is attached.

Kenneth A. Nason  
*Association Secretary*

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**INVESTMENT DEALERS ASSOCIATION OF CANADA**  
**BY-LAW 7.1 (1)(b)(iv)—DUAL EMPLOYMENT OF OFFICERS**

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

1. By-law 7.1(1)(b)(iv) is repealed and replaced as follows:

“an officer may be dually employed as a trading officer of both a Member and another Member who are affiliates or dually employed as a trading officer of a Member and a non-Member who are affiliates pursuant to applicable securities legislation and provided that:

- A) the reasons for the dual employment are disclosed to the Association,
- B) policies and procedures are adopted by both firms in which the trading officer is dually employed to minimize the potential for conflicts of interest resulting from the dual employment. The policies and procedures must be filed with the Association unless such policies and procedures have been previously filed, and
- C) customers whose accounts are personally handled by the trading officer must be informed of the details of the dual employment as well as of the policies and procedures adopted by both firms in order to minimize the potential for conflicts of interest arising from the dual employment;”

PASSED AND ENACTED BY THE Board of Directors this 17<sup>th</sup> day of 2001, to be effective on a date to be determined by the Association Staff.