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By-Laws and Regulations

Amendments to Policy 6, Part I: Proficiency Requirements for Futures Contract Portfolio Managers and Associate Futures Contracts Portfolio Manager

The Board of Directors has approved change to Policy 6, Part I, Section A.6.2 and A.6.4 regarding proficiency requirements for Futures Contracts Portfolio Managers and Associate Futures Contracts Portfolio Managers. The revised sections are attached.

The rule changes add an educational component to the proficiency requirements, including the courses necessary to obtain the Derivatives Market Specialist Designation offered by CSI Global Education Inc. or the Chartered Financial Analyst program administered by the CFA Institute.

The experience requirement for a futures contract portfolio manager has been changed. It was previously based on the underlying value of futures positions under discretionary management. It is now based on a period of active engagement in advising on or managing trading in futures contracts.

There is no longer a requirement to have experience as an associate futures contract portfolio manager before becoming a full futures contract portfolio manager. The alternative experience requirement is 5 years of active engagement in advising on trading in futures contracts. This change removes a barrier to entry for any firm not having a futures contract portfolio manager in place to supervise associate futures contracts portfolio managers.

Kenneth A. Nason
Association Secretary

INVESTMENT DEALERS ASSOCIATION OF CANADA

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

1. Policy 6, Part I, Section A.6.2 is repealed and replaced as follows:

“6.2 The proficiency requirements for a futures contracts portfolio manager under Regulation 1300.12 are:

- (a) Successful completion of
 - (i) The Canadian Commodity Supervisors Exam, the Futures Licensing Course (FLC) and the courses necessary to attain the Derivatives Market Specialist Designation; or
 - (ii) The Chartered Financial Analyst program administered by the CFA Institute; and
- (b) Experience ending no earlier than three years prior to the date of application of:
 - (i) of at least 5 years as an Approved Person in one of the categories of futures contracts approval under Regulation 1800.3, or
 - (ii) of at least 3 years as an Approved Person in one of the categories of futures contracts approval under Regulation 1800.3 and two years as an associate futures contracts portfolio manager

during which periods the applicant shall have been actively engaged in advising on trades in or managing futures contracts accounts.”

2. Policy 6, Part I, Section A.6.4 is repealed and replaced as follows:

“6.4 The proficiency requirements for an associate futures contracts portfolio manager under Regulation 1300.13 are:

- (a) Successful completion of
 - (i) The Futures Licensing Course and the courses necessary to attain the Derivatives Market Specialist Designation; or
 - (ii) The Chartered Financial Analyst program administered by the CFA Institute; and
- (b) Experience ending no earlier than three years prior to the date of application of at least 3 years as an Approved Person in one of the categories of futures contracts approval under Regulation 1800.3, during which period the applicant shall have been actively engaged in advising on trades in futures contracts.”

PASSED AND ENACTED BY THE BOARD OF DIRECTORS this 26th day of June 2005, to be effective on a date to be determined by Association staff.