

## MEMBER REGULATION



INVESTMENT DEALERS  
ASSOCIATION OF CANADA

# notice



ASSOCIATION CANADIENNE DES  
COURTIERS EN VALEURS MOBILIÈRES

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**MR0219**

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**ATTENTION:**

Ultimate Designated Persons  
Chief Financial Officers  
Panel Auditors

**Distribute internally to:**

- Corporate Finance
- Credit
- Institutional
- Internal Audit
- Legal & Compliance
- Operations
- Registration
- Regulatory Accounting
- Research
- Retail
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### Mail Insurance Coverage

We have received a number of enquiries from Members about the registered mail coverage. The following are some of these questions along with the answers:

**Q:** Can mail insurance be part of the FIB Coverage or does it have to be the subject of a separate coverage?

**A:** *The registered mail coverage can be put into place via a separate policy or through a rider to the FIB Form 14. The amount of the required coverage has to be enough to cover actual usage with no stated minimums.*

**Q:** Can mail insurance be part of a global coverage?

**A:** *Yes, mail insurance can be part of a global coverage. If so, however, the mail coverage should be subject to the same global policy provisions noted in Regulation 400.7.*

**Q:** Is mail insurance subject to the requirement to provide the IDA with a 30-day cancellation notice?

**A:** *Yes, mail coverage, per Regulation 400.3, should be treated no differently than normal FIB coverage.*

**Q:** Can a Member be exempted from the registered mail insurance requirement?

**A:** *Yes, Regulation 400.1 has been amended whereby the Vice President of Financial Compliance may exempt a Member from the requirement if the Member delivers a written undertaking to the Vice President of Financial Compliance that it will not use the mail for out-going shipment of money or securities, negotiable or non-negotiable, by first-class mail, registered mail, express or air mail.*

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