



October 12, 2001

To: Registered Firms

United Nations Suppression of Terrorism Regulations

New regulations adopted by the Government of Canada require you to review your records for named terrorists or terrorist organizations. The Government of Canada has enacted new regulations to assist in the fight against terrorism. The *United Nations Suppression of Terrorism Regulations* implement key measures in a resolution adopted by the United Nations Security Council on September 28, 2001. A copy of the Regulations is available from the Office of the Superintendent of Financial Institutions (OSFI) web site (<http://www.osfi-bsif.gc.ca/>). You should obtain a copy and read these Regulations because they affect you.

The OSFI Web site also has a consolidated schedule listing names of terrorist individuals and organizations (the "Listed Persons").

These Regulations impose a number of duties on all Canadian financial institutions including any provincially regulated entities that deal in securities or are engaged in portfolio management or investment counseling. These duties include the following obligations:

1. **Freeze Property:** Under Section 4 of the Regulations any property held either directly or indirectly on behalf of a Listed Person must be held and frozen.
2. **Duty to Disclose:** Under Section 8 of the Regulations you must promptly report to both the RCMP and Canadian Security and Intelligence Service (CSIS) any property held for any Listed Person and any details about actual or proposed transactions concerning that property. You can contact the RCMP at their dedicated tips line (1-888-349-9963). Contact with CSIS should be directed to the Project Leader Government Operations, Security Screening Branch in Ottawa, phone: 613-842-1874 or fax: 613-842-1902.
3. **Duty to Review and Make Filings:** Under Section 7 of the Regulations you must review your records on a continuing basis for any dealings with Listed Persons and report your findings on a monthly basis to the Saskatchewan Securities Commission. You must file with our office if your firm's head office is located in Saskatchewan. Firms with head offices elsewhere will be directing their filings to regulators other than the Saskatchewan Securities Commission. Your first report is required by October 25, 2001, with subsequent reports to be provided on the 15th day of each month thereafter. A copy of the required form is available on our Web site www.ssc.gov.sk.ca. A senior officer of the firm, preferably the Chief Compliance Officer should sign the monthly report. Completed reports must be sent to the SSC by fax (306) 787-5899. The OSFI website has an updated consolidated schedule of Listed Persons. Please refer to the OSFI website prior to completing each report.

If you are required to provide a similar report to another regulator or agency, the SSC will accept a copy of the report filed with the other agency. It is not necessary to prepare a separate report.

If you have any questions about these requirements you can contact our office at (306) 787-5645.

Yours truly

Barbara Shourounis
Director