

GENERAL RULING/ORDER 11-904
APPROVAL OF THE CANADIAN INVESTOR PROTECTION FUND

IN THE MATTER OF *THE SECURITIES ACT, 1988 AND THE SECURITIES REGULATIONS*

AND

IN THE MATTER OF THE CANDIAN INVESTOR PROTECTION FUND

APPROVAL ORDER
(SECTION 23 OF *THE SECURITIES REGULATIONS*)

WHEREAS the Canadian Investor Protection Fund (the "CIPF") was established in 1969 by an Agreement and Declaration of Trust, as subsequently amended and restated by agreements, by its sponsoring self-regulatory organizations to protect customers who have suffered financial loss due to the failure of a member of any one of the sponsoring self-regulatory organizations;

WHEREAS the Investment Dealers Association of Canada (the "IDA"), along with other self-regulatory organizations is a sponsor of the CIPF;

WHEREAS the Saskatchewan Securities Commission (the "Commission") has recognized the IDA as a self-regulatory organization pursuant to section 21 of *The Securities Act, 1988* (the "Act") in General Ruling Order 11-102 dated July 17, 2000;

WHEREAS pursuant to subsection 23(1) of *The Securities Regulations* the Commission may require dealers to participate in a compensation fund or contingency fund that is approved by the Commission and established by a self-regulatory organization recognized pursuant to section 21 of the Act or a trust corporation licensed under *The Trust and Loan Corporations Act*;

WHEREAS the Commission has adopted as a Commission regulation Local Instrument 31-501 SRO Membership for Brokers and Securities Dealers effective March 15, 2001 which requires brokers and securities dealers to belong the IDA;

WHEREAS dealers, including investment dealers, brokers and securities dealers, which are members of the IDA must contribute to the CIPF as a condition of membership;

WHEREAS the Commission, along with other Canadian Securities Authorities entered into an agreement with the CIPF dated July 2, 1991 which provided for the role and the responsibilities of the CIPF;

WHEREAS the CIPF has changed its structure from a trust to a not-for-profit corporation;

AND WHEREAS The CIPF and the Commission, along with the other Canadian Securities Authorities wish to amend and restate the July 2, 1991 agreement to reflect current practices, streamline the reporting process and more clearly establish how the CSA will rely on the CIPF;

AND UPON the Commission having considered the amended and restated agreement;

AND UPON the Commission being satisfied that to do so would not be prejudicial to the public interest;

THE COMMISSION HEREBY APPROVES the CIPF pursuant to section 23(1) of *The Securities Regulations*, provided that the CIPF enters into and complies with an amended and restated agreement with the Commission.

Dated September 13, 2002.

Saskatchewan Securities Commission

“Dave Wild”

Dave Wild
Chairperson