



THE MANITOBA
SECURITIES
COMMISSION

November 17, 2000

I.G. INVESTMENT MANAGEMENT, LTD.

VIA SEDAR

Attention: Allister L. Gunson, Assistant Secretary

Dear Sirs:

**Re: IG FI Canadian Allocation Fund
IG FI Canadian Equity Fund
IG FI Global Equity Fund
IG FI US Equity Fund (the 'IG FI Funds')
MRRS Exemptive Relief Application under National Instrument 81-102
SEDAR Project #300415 - Exemption Letter**

By letter dated September 26, 2000 and amended by letter dated November 2, 2000 (the 'Application'), you applied to the securities regulatory authority in each of the provinces and territories of Canada (the 'Decision Makers') as manager of the IG FI Funds for exemption from section 2.6(f) of National Instrument 81-102 to permit each of the IG FI Funds to enter into securities repurchase agreements.

This letter confirms that, based on the information and representations contained in the Application and for purposes described in the Application, the Decision Makers hereby grant an exemption for deviation from section 2.6(f) of National Instrument 81-102 to permit the IG FI Funds to use securities repurchase agreements subject to the following conditions:

- (a) Each IG FI Fund will not invest more than 10% of its net assets in securities repurchase agreements;
- (b) Each securities repurchase agreement entered into by an IG FI Fund shall be collateralized by securities with a value equal to at least 102% of the agreed upon resale price to be paid to the IG FI Fund;
- (c) The collateral will be marked to market daily;

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- (d) The securities forming the subject matter of a securities repurchase agreement entered into by an IG FI Fund shall be limited to fixed income or money market instruments issued or guaranteed as to principal and interest by the Government of Canada or a province of Canada or by the United States Government or by their respective agencies;
- (e) Each securities repurchase agreement entered into by an IG FI Fund shall not exceed seven days in duration;
- (f) An IG FI Fund will not enter into ‘reverse’ securities repurchase agreements (those being agreements to sell securities owned by the IG FI Fund and simultaneously agree to repurchase the same securities at a later date for a specified price); and
- (g) An IG FI Fund will continue to disclose the use of securities repurchase agreements and the conditions to which such agreements must be subject in the simplified prospectus and the annual information form.

The relief provided herein is subject to compliance with all applicable provisions of National Instrument 81-102 and with the above conditions.

Yours truly,

“R. B. Bouchard”

R. B. Bouchard, CA
Director – Capital Markets

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