



November 30, 2006

TO: All Banks
Federally Regulated Trust and Loan Companies
Federally Regulated Life Insurance Companies
Federally Regulated Property and Casualty Insurance Companies
Federally Regulated Cooperative Credit Associations
Fraternal Benefit Societies

cc: Provincial Regulators and Supervisors
Canadian Association of Direct Response Insurers
Canadian Bankers Association
Canadian Fraternal Association
Canadian Life and Health Insurance Association
Canadian Securities Administrators
Credit Union Central of Canada
Insurance Bureau of Canada
Investment Dealers Association of Canada
Trust Companies Association of Canada

RE: **Monthly Reporting to OSFI on List of Names subject to the *Regulations Establishing a List of Entities* made under subsection 83.05(1) of the *Criminal Code* and/or the *Regulations Implementing the United Nations Resolutions on the Suppression Of Terrorism (RIUNRST)* and/or *United Nations Al-Qaida and Taliban Regulations (UNAQTR)***

You are reminded that the next monthly report to OSFI under the above Regulations must be filed by December 15, 2006. **The most recent revisions were made to the list on November 10, 2006.**

Names subject to the regulations made under the *Criminal Code* and those names subject to the RIUNRST and the UNAQTR have been combined into the lists currently posted on OSFI's Web site at http://www.osfi-bsif.gc.ca/osfi/index_e.aspx?DetailID=525.

You are also reminded that all monthly OSFI 525 Reports must be filed with OSFI's **Ottawa office at 255 Albert Street, Ottawa, Ontario, K1A 0H2 or by fax at (613) 991-6248**. Copies of the OSFI 525 Reporting forms, together with Filing Instructions, (**all of which were revised in July**) are available on the OSFI Web site at http://www.osfi-bsif.gc.ca/osfi/index_e.aspx?DetailID=525. Federally regulated financial institutions need file only one monthly aggregate OSFI 525 Report by the 15th of each month, covering assets frozen under either or both Regulations.

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Special Comments

1. It has been noted that reports from some financial institutions have contained statements to the effect that property has been reported to the RCMP and/or CSIS but not frozen. Others have reported property as frozen, subject to the outcome of internal investigations. You are reminded that your obligation to report to OSFI under the *Criminal Code*, the RIUNRST or the UNAQTR is **limited to reporting property that has been frozen and reported to the RCMP and CSIS. Once frozen there can be no further dealings with the property. Accounts that are frozen may only be unfrozen through an application for, and the issuance of, a Ministerial Certificate. Therefore, you should not include in your report to OSFI property on which no decision has been made to freeze.**

2. As indicated in the instructions for the OSFI 525 Report, all amounts must be stated in Canadian dollars. If the original amount of the property frozen is denominated in a currency other than Canadian dollars, then the Canadian dollar equivalent should be reported using the same rate of exchange that was in effect on the date that the property was originally frozen and reported to law enforcement.

3. It is an offence under the *Criminal Code*, the RIUNRST and the UNAQTR, to deal in terrorist property. This includes the debiting of service charges and the crediting of interest, and/or, if the frozen property is a securities portfolio, the crediting of interest, dividends or other entitlements and the charging of custody fees, transaction fees or any other debits or credits to the account.

4. From time to time, OSFI amends its Consolidated List, as a result of corrections made by the United Nations Security Council to the list of designated entities, even though such changes have not been specifically highlighted by the UNSC. Because of the nature of these amendments, it is not practical for OSFI to identify them in detail. **Therefore, it is important that financial institutions download the Consolidated List periodically; OSFI recommends that this be done on a monthly basis.**

Thank you for your continuing cooperation. If you have any questions concerning the above, please e-mail us at extcomm@osfi-bsif.gc.ca.

Nicolas W.R. Burbidge
Senior Director
Compliance Division