

**AMENDMENTS TO POLICY STATEMENT ENTITLED  
COMPANION POLICY 23-101, *TRADING RULES***

**PART 1            AMENDMENTS**

**1.1                Amendments**

- (1)      The title of Companion Policy 23-101, Trading Rules is replaced with the following "Policy Statement to Regulation 23-101 Respecting Trading Rules".
- (2)      Section 2.1 is amended
  - (a)      by striking out, in the first sentence, "rules, policies and other similar instruments" and substituting "similar requirements"; and
  - (b)      by striking out, in the second sentence, "rules, policies and other similar instruments" and substituting "requirements".
- (3)      Section 7.3 is amended by adding the following after the sentence ending with "set by the regulation services provider."

"However, section 9.3 of the Regulation provides inter-dealer bond brokers with an exemption from sections 9.1 and 9.2 of the Regulation if the inter-dealer bond broker complies with the requirements of IDA Policy No. 5 Code of Conduct for IDA Member Firms Trading in Domestic Debt Markets, as amended, as if that policy was drafted to apply to the inter-dealer bond broker."
- (4)      Part 8 is amended
  - (a)      in section 8.2 by striking out "information services provider" in the first sentence and substituting "regulation services provider in the English version;
  - (b)      in section 8.2 by adding "the securities regulatory authority or" before each reference to "the regulation services provider" in the first and second sentences in the English version and, in the French version, by adding "à l'autorité en valeurs mobilières ou" before "au fournisseur de services de réglementation" and "l'autorité en valeurs mobilières" before "le fournisseur de services de réglementation; and
  - (c)      by adding the following section:

**8.3                Electronic Audit Trail**

Subsection 11.2(6) of the Regulation requires dealers and inter-dealer bond brokers to transmit certain information to a securities regulatory authority or a regulation services provider in electronic form by the earlier of January 1, 2007 and the date on which a self-regulatory entity or a regulation services provider implements a rule requiring the record and the transmission of the record in electronic form. The Canadian securities regulatory authorities and the self-regulatory entities are working with the industry to develop standards for these requirements.

- (5) Policy Statement is amended by substituting :
- (a) “Companion Policy” by “Policy Statement” ;
  - (b) “Instrument” by “Regulation” ;
  - (c) “NI” and “National Instrument” by “Regulation”.

## **PART 2            EFFECTIVE DATE**

### **2.1                Effective Date**

This Amendment comes into force on the date of its publication in the Gazette officielle du Québec.