

REGULATION TO AMEND REGULATION 52-107 RESPECTING ACCEPTABLE ACCOUNTING PRINCIPLES, AUDITING STANDARDS AND REPORTING CURRENCY

Securities Act

(R.S.Q., c. V-1.1, s. 331.1, par. (19), (34))

1. Section 1.1 of Regulation 52-107 respecting Acceptable Accounting Principles, Auditing Standards and Reporting Currency is amended:

(1) by replacing, in the English text of the definition of “acquisition statements”, “Regulation 51-102” with “Regulation 51-102 respecting Continuous Disclosure Obligations approved by Ministerial Order 2005-03 dated 19 May 2005”;

(2) by replacing, in the English text of the definition of “business acquisition report”, “Regulation 51-102 Respecting Continuous Disclosure Obligations approved by Ministerial Order 2005-03 dated 19 May 2005” with “Regulation 51-102 respecting Continuous Disclosure Obligations”;

(3) by adding “in a designated foreign jurisdiction” after “foreign disclosure requirements” in paragraph (b) of the definition of “designated foreign issuer”;

(4) by replacing the definition of “executive officer” with the following:

“ “executive officer” means, for a reporting issuer, an individual who is:

(a) a chair, vice-chair or president;

(b) a vice-president in charge of a principal business unit, division or function including sales, finance or production;

(c) an officer of the issuer or any of its subsidiaries who performs a policy-making function in respect of the issuer; or

(d) performing a policy-making function in respect of the issuer;”.

2. Section 2.1 of the Regulation is amended by replacing, in the English text, “Regulation 51-102” with “Regulation 51-102 respecting Continuous Disclosure Obligations”;

3. Paragraph (1) of section 4.1 of the Regulation is amended by replacing “filed by an SEC issuer” with “of an SEC issuer that are filed or delivered”.

4. Section 4.2 of the Regulation is amended by replacing “filed by an SEC issuer” with “of an SEC issuer that are filed or delivered”.

5. Section 5.1 of the Regulation is amended by replacing “filed by a foreign issuer” with “of a foreign issuer that are filed or delivered”.

6. Section 5.2 of the Regulation is amended:

(1) by replacing “filed by a foreign issuer” with “of a foreign issuer that are filed or delivered”;

(2) by replacing paragraph (a) with the following:

“(a) U.S. GAAS, if the auditor’s report

(i) contains an unqualified opinion;

(ii) identifies all financial periods presented for which the auditor has issued an auditor’s report;

(iii) refers to the former auditor's reports on the comparative periods, if the issuer has changed its auditor and one or more of the comparative periods presented in the financial statements were audited by a different auditor; and

(iv) identifies the auditing standards used to conduct the audit and the accounting principles used to prepare the financial statements;”.

7. Paragraph (3) of section 9.1 of the Regulation is replaced with the following:

“(3) Except in Ontario, an exemption referred to in subsection (1) is granted under the statute referred to in Appendix B of National Instrument 14-101 Definitions, adopted by the *Commission des valeurs mobilières du Québec* pursuant to decision No. 2001-C-0274 dated June 12, 2001, opposite the name of the local jurisdiction.”.

8. This Regulation comes into force on •, 2006.