

REGULATION TO AMEND REGULATION 81-106 RESPECTING INVESTMENT FUND CONTINUOUS DISCLOSURE

Securities Act

(chapter V-1.1, s. 331.1, par. (1), (11), (16) and (34))

1. Section 1.2 of Regulation 81-106 respecting Investment Fund Continuous Disclosure is amended by deleting paragraph (3).

2. The Regulation is amended by replacing paragraph (2) with the following:

“(2) Terms defined in Regulation 81-102 respecting Investment Funds (chapter V-1.1, r. 39) and used in this Regulation have the respective meanings ascribed to them in that regulation.

“(3) Terms defined in Regulation 81-104 respecting Commodity Pools (chapter V-1.1, r. 40) or Regulation 81-105 respecting Mutual Fund Sales Practices (chapter V-1.1, r. 41) and used in this Regulation have the respective meanings ascribed to them in those regulations except that the references in those definitions to “mutual fund” must be read as references to “investment fund”.”.

3. Section 3.8 of the Regulation is amended by inserting, after paragraph (3), the following:

“(4) An investment fund must include, in the notes to the financial statements, a reconciliation of the gross amount generated from the securities lending transactions of the investment fund to the revenue from securities lending disclosed in the statement of comprehensive income of the investment fund under item 4 of section 3.2.

“(5) The disclosure referred to in subsection (4) must include each of the following:

(a) the name of each person who was entitled to receive payments out of the gross amount generated from the securities lending transactions of the investment fund;

(b) the amount each recipient named under paragraph (a) was entitled to receive;

(c) the aggregate of the amounts disclosed under paragraph (b) as a percentage of the gross amount generated from the securities lending transactions of the investment fund.”.

4. The Regulation is amended by inserting, after section 18.5.1, the following:

“18.5.2. Securities Lending

For financial years beginning before January 1, 2016, an investment fund is not required to comply with subsections 3.8(4) and (5).”.

5. The Regulation is amended by replacing, wherever they occur, the words “Regulation 81-102 respecting Mutual Funds” with the words “Regulation 81-102 respecting Investment Funds”.

6. This Regulation comes into force on September 22, 2014.