

## Chapter 13

# SRO Notices and Disciplinary Proceedings

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### 13.1.1 IDA Regulation 100.2(f)(i) Margin Treatment of CNQ Exchange Traded Securities - Withdrawal of Proposed Rule Amendment

#### INVESTMENT DEALERS ASSOCIATION OF CANADA

#### REGULATION 100.2(F)(I) - MARGIN TREATMENT OF CNQ EXCHANGE TRADED SECURITIES

#### WITHDRAWAL OF PROPOSED RULE AMENDMENT

#### I Overview

On June 25, 2004, the Ontario Securities Commission published for comment a proposed rule amendment that would specifically deny margin eligibility to positions in Canadian Trading and Quotation System Inc. (CNQ) exchange listed securities.

#### II Withdrawal

The Association has informed the Canadian Securities Administrators that the Association has withdrawn the proposed rule amendment. In its place, the Association has submitted, as part of a set of proposals seeking to adopt a new methodology for the margining of equity securities, a proposed rule amendment that would deny margin eligibility to positions in securities listed on markets or market tiers with initial or ongoing financial listing requirements that do not include adequate minimum pre-tax profit, net tangible asset and working capital requirements, as determined by the Association from time to time.

Questions may be referred to:

Richard J. Corner  
Vice President, Regulatory Policy  
Investment Dealers Association of Canada  
(416) 943-6908