



**Notice of BCSC deemed non-objection to
proposed amendments to MFDA regulatory instruments to conform to requirements
under client focused reforms (CFR) amendments to NI 31-103 *Registration
Requirements, Exemptions and Ongoing Registrant Obligations* (NI 31-103)**

As of November 18, 2020, the BCSC and the MFDA's other recognizing regulators¹ are deemed to have approved or non-objectioned² to proposed amendments to conform to requirements under the CFR amendments made to NI 31-103, including amendments to MFDA Policy No. 1 (New Registrant Training and Supervision) and the following MFDA Rules:

- Rule 1.2.4 (Training and Supervision);
- Rule 1.2.5 (Misleading Communications);
- Rule 2.1.4 (Conflicts of Interest);
- Rule 2.1.5 (Borrowing From Clients);
- Rule 2.2.7 (Relationship Disclosure);
- Rule 2.4.2 (Referral Arrangements);
- Rule 2.4.4. (Transaction Fees or Charges);
- Rule 3.2.1 (Client Lending and Margin); and
- Rule 5.1 (Requirement for Records).

The amendments adopt requirements under NI 31-103 and are housekeeping in nature. We attach the MFDA's notice for publication, a certified copy of the resolution adopted by the MFDA Board of Directors and a blackline of the amendments.

November 19, 2020

¹ Alberta Securities Commission, Financial and Consumer Affairs Authority of Saskatchewan, Manitoba Securities Commission, Ontario Securities Commission, Financial and Consumer Services Commission of New Brunswick, Nova Scotia Securities Commission and Prince Edward Island Office of Superintendent of Securities.

² Non-objection and approval are the different ways in which the recognizing regulators express their decisions after reviewing proposed MFDA rules.