Annex A

Proposed Amendments to
National Instrument 81-102 *Investment Funds*

1. National Instrument 81-102 Investment Funds is amended by this Instrument.

2. Section 2.13 is amended by adding the following subsections:

(3) Items 2, 5 and 6 of subsection (1) and subsection (2) do not apply to an investment fund that

1. enters into a repurchase transaction under a written agreement with the Bank of Canada in respect of which the Bank of Canada is the purchaser, and

2. uses the cash from the sale proceeds received by the investment fund from the repurchase transaction for liquidity management of the investment fund.

(4) An investment fund that enters into a written agreement under subsection (3) must, within 5 days after the date of the agreement, complete and deliver to the regulator or securities regulatory authority a notice in the form contained in Appendix G-1.

(5) An investment fund that enters into a written agreement under subsection (3) must complete and deliver to the regulator or securities regulatory authority the following:

1. within 5 business days after the beginning of the repurchase transaction, a notice in the form contained in Appendix G-2;

2. as soon as reasonably practicable following the end of the term of the repurchase transaction, a report in the form contained in Appendix G-3.**.**

3. Section 2.17 is amended by adding the following subsection:

(5) Subsection (1) does not apply to an investment fund that complies with subsection 2.13(3).**.**

4. The following appendices are added:

Appendix G-1 – Notice of a Bank of Canada Repurchase Agreement

1.	**Date of the written repurchase agreement with the Bank of Canada (dd/mm/yy)**	
2.	**Name of the investment fund manager**	
3.	**Name of each investment fund subject to the repurchase agreement**	

Appendix G-2 – Notice of a Bank of Canada Repurchase Transaction

1.	**Beginning (start date) of the Bank of Canada repurchase transaction (dd/mm/yy)**	
2.	**Name of the investment fund manager**	
3.	**Name of each investment fund subject to the repurchase agreement**	

Appendix G-3 – Report of a Bank of Canada Repurchase Transaction

1.	**Date of the report (dd/mm/yy)**	
2.	**Name of the investment fund manager**	
3.	**Name of each investment fund subject to the repurchase agreement**	
4.	**Beginning (start date) of the repurchase transaction (dd/mm/yy)**	
5.	**End of term (end date) of the repurchase transaction (dd/mm/yy)**	
6.	**Repurchase transaction amount (in Canadian dollars)**	
7.	**Repurchase transaction amount as a percentage of the investment fund's net asset value on the repurchase transaction start date (%)**	
8.	**The outstanding amount of all borrowings of each investment fund, including the amount of the sale proceeds delivered, as part of the repurchase transaction as a percentage of its net asset value on the repurchase transaction start date (%)**	
9.	**The outstanding amount of all borrowings of each investment fund as a percentage of its net asset value on the repurchase transaction end date (%)**	

Effective Date

5. (1) This Instrument comes into force on [date].

(2) In Saskatchewan, despite subsection (1), if this Instrument is filed with the Registrar of Regulations after [date], this Instrument comes into force on the day on which it is filed with the Registrar of Regulation.