

Variation Order

Investment Industry Regulatory Organization of Canada

Section 171 of the *Securities Act*, RSBC 1996, c. 418

Background

1. In a Recognition Order dated May 20, 2008, the Commission recognized the Investment Industry Regulatory Organization of Canada (IIROC) under section 24 of the Act as a self regulatory body for investment dealers.
2. On June 2, 2010, under section 171 of the Act, the Commission varied the May 20, 2008 order that recognized IIROC as a self regulatory body.

The Order

Considering that to do so would not be prejudicial to the public interest, the British Columbia Securities Commission varies its Recognition Order of IIROC as a self regulatory body for investment dealers. The Commission varies Appendix A and Schedule 2 of the Recognition Order by clarifying and updating IIROC's reporting requirements, including by:

1. eliminating outdated reporting requirements
2. combining and amending multiple reporting requirements into one quarterly operational report
3. reorganizing reporting requirements as a schedule identifying regular reporting and notification only requirements
4. specifying regular filings for internal audit reports and for enterprise risk management reports
5. adding new reporting requirements for:
 - (a) notice of information security breaches,

- (b) notice before publication of any document expected to have a significant impact on members or capital markets, and
 - (c) notice of terms and conditions imposed on IIROC members
6. introducing an annual certification of compliance with the terms and conditions.

The revised Recognition Order is attached.

Dated this 11th of April, 2018, effective April 12, 2018

Brenda M. Leong
Chair