

SUMMARY TABLE OF CONTENTS

- Table of Concordance lxi
- Trust and Loan Companies Act* 1
- TLCA* Regulations 250
- CDIC Act* and Regulations 411
- Other Pertinent Legislation 543
- Regulatory Documents 629
 - Capital Adequacy Requirements 629
 - Prudential Limits and Restrictions 735
 - Accounting and Disclosure 809
 - Sound Business and Financial Practices 928
 - Application and Approval Guides 1174
 - Regulatory and Legislative Advisories 1317
 - OSFI Rulings 1373
 - Filing Instructions, Returns and Penalties 1411
 - Other Regulatory Documents 1433
- Index 1549

TABLE OF CONTENTS

| | |
|--|-------|
| Introduction | iii |
| Office of the Superintendent of Financial Institutions — Contact information | lxvii |
| Table of Concordance | lxix |

TRUST AND LOAN COMPANIES ACT

SHORT TITLE

| | | |
|---|-----------------------|---|
| 1 | Short title | 1 |
|---|-----------------------|---|

PART I — INTERPRETATION AND APPLICATION (SS. 2–13)

Definitions

| | | |
|---|-----------------------|---|
| 2 | Definitions | 2 |
|---|-----------------------|---|

Interpretation

| | | |
|------|--|----|
| 2.1 | Major shareholder | 8 |
| 2.2 | Widely held | 9 |
| 2.3 | Regulations — distributing company | 9 |
| 3 | Control | 9 |
| 4 | Holding body corporate | 10 |
| 5 | Subsidiary | 10 |
| 6 | Affiliated entities | 10 |
| 7 | Shareholder | 10 |
| 8 | Significant interest | 10 |
| 9 | Acting in concert | 10 |
| 10 | Substantial investment in body corporate | 11 |
| 11 | [Repealed 2005, c. 54, s. 370.] | 13 |
| 11.1 | WTO Member resident | 13 |

Application

| | | |
|----|----------------------------------|----|
| 12 | Application of Act | 14 |
| 13 | Conflicting provisions | 14 |

PART II — STATUS AND POWERS (SS. 14–20)

| | | |
|----|---|----|
| 14 | Corporate powers | 14 |
| 15 | No invalidity | 14 |
| 16 | By-law not necessary | 14 |
| 17 | No personal liability | 14 |
| 18 | No constructive notice | 15 |
| 19 | Authority of directors and officers | 15 |
| 20 | Sunset provision | 15 |

PART III — INCORPORATION, CONTINUANCE AND DISCONTINUANCE (SS. 21–48.1)

Formalities of Incorporation

| | | |
|----|------------------------------------|----|
| 21 | Incorporation of company | 16 |
|----|------------------------------------|----|

Table of Contents

| | | |
|------|--|----|
| 22 | Restrictions on incorporation | 16 |
| 23 | Subsidiary of foreign institution | 16 |
| 24 | Application for incorporation | 16 |
| 25 | Objections to incorporation | 16 |
| 26 | Matters for consideration | 17 |
| 27 | Contents of letters patent | 17 |
| 28 | Notice of issue of letters patent | 18 |
| 29 | First directors | 18 |
| 30 | Effect of letters patent | 18 |
| | <i>Continuance</i> | |
| 31 | Federal corporations | 18 |
| 32 | Application for continuance | 18 |
| 33 | Power to issue letters patent | 18 |
| 34 | Effect of letters patent | 18 |
| 35 | Copy of letters patent | 18 |
| 36 | Effects of continuance | 19 |
| 37 | Transitional | 19 |
| | <i>Discontinuance</i> | |
| 38 | Transferring to other federal Acts | 20 |
| 39 | Act ceases to apply | 21 |
| 40 | [Repealed 2007, c. 6, s. 340.] | 21 |
| | <i>Corporate Name</i> | |
| 41 | Prohibited names | 21 |
| 42 | Trust company | 22 |
| 43 | Affiliated company | 22 |
| 44 | French or English form of name | 22 |
| 45 | Reserved name | 22 |
| 46 | Directing change of name | 22 |
| 47 | Restriction re trust company name | 23 |
| 48 | Subsidiaries | 23 |
| 48.1 | Definition of “reserved name” | 23 |
| | PART IV — ORGANIZATION AND COMMENCEMENT (SS. 49–61) | |
| | <i>Organization Meetings</i> | |
| 49 | First directors’ meeting | 24 |
| 50 | Calling shareholders’ meeting | 24 |
| 51 | Term of first directors | 25 |
| | <i>Commencement and Carrying on of Business</i> | |
| 52 | Order to commence and carry on business | 25 |
| 53 | Authority to make order | 25 |
| 54 | No payments before order | 25 |
| 55 | Deposits and investments before order | 26 |
| 56 | Conditions for order | 26 |
| 57 | Authorization in order | 26 |
| 58 | Variations | 27 |
| 59 | Public notice | 27 |
| 60 | Cessation of existence | 27 |
| 61 | Allowed disbursements | 27 |

Table of Contents

PART V — CAPITAL STRUCTURE (SS. 62–138)

Share Capital

| | | |
|------|---|----|
| 62 | Power to issue shares | 28 |
| 63 | Common shares | 28 |
| 64 | Classes of shares | 29 |
| 65 | Shares issued in series | 29 |
| 66 | One share, one vote | 30 |
| 67 | Shares non-assessable | 30 |
| 68 | Consideration for share | 30 |
| 69 | Stated capital account | 30 |
| 70 | Stated capital of continued company | 31 |
| 71 | Pre-emptive right | 32 |
| 72 | Conversion privileges | 32 |
| 73 | Holding of own shares | 33 |
| 74 | Purchase and redemption of shares | 33 |
| 75 | Holding as personal representative | 33 |
| 75.1 | Exception — conditions before acquisition | 33 |
| 76 | Cancellation of shares | 34 |
| 77 | Subsidiary holding shares | 34 |
| 78 | Reduction of capital | 34 |
| 79 | Recovery by action | 35 |
| 80 | Adjustment of stated capital account | 35 |
| 81 | Addition to stated capital account | 36 |
| 82 | Declaration of dividend | 36 |

Subordinated Indebtedness

| | | |
|----|--|----|
| 83 | Restriction on subordinated indebtedness | 37 |
|----|--|----|

Security Certificates and Transfers

| | | |
|-----|--|----|
| 84 | Definitions | 37 |
| 85 | Provisions governing transfers of securities | 38 |
| 86 | Security a negotiable instrument | 38 |
| 87 | Status of guarantor | 38 |
| 88 | Rights of holder | 38 |
| 89 | Signatures | 39 |
| 90 | Contents of share certificate | 39 |
| 91 | Restrictions and charges | 39 |
| 92 | Particulars of class | 40 |
| 93 | Fractional share | 40 |
| 94 | Scrip certificates | 40 |
| 95 | Holders of fractional shares | 40 |
| 96 | Dealings with registered owner | 40 |
| 97 | Minors | 41 |
| 98 | Joint shareholders | 41 |
| 99 | Transmission of securities | 41 |
| 100 | Over-issue | 42 |
| 101 | Burden of proof | 43 |
| 102 | Securities fungible | 43 |
| 103 | Notice of defect | 43 |
| 104 | Unauthorized signature | 44 |
| 105 | Completion or alteration | 44 |

Table of Contents

| | | |
|---|--|----|
| 106 | Warranties of agents | 44 |
| 107 | Title of purchaser | 44 |
| 108 | Deemed notice of adverse claim | 44 |
| 109 | Notice of fiduciary duty | 45 |
| 110 | Staleness as notice | 45 |
| 111 | Warranties to issuer | 45 |
| 112 | Right to compel endorsement | 46 |
| 113 | Definition of “appropriate person” | 46 |
| 114 | Endorsement | 46 |
| 115 | Immunity of endorser | 46 |
| 116 | Partial endorsement | 47 |
| 117 | Effect of failure by fiduciary to comply | 47 |
| 118 | Effect of endorsement without delivery | 47 |
| 119 | Endorsement in bearer form | 47 |
| 120 | Effect of unauthorized endorsement | 47 |
| 121 | Warranties of guarantor of signature | 47 |
| 122 | Constructive delivery of a security | 48 |
| 123 | Constructive ownership of security | 48 |
| 124 | Delivery of security | 48 |
| 125 | Right to reclaim possession | 49 |
| 126 | Right to requisites for registration | 50 |
| 127 | Seizure of security | 50 |
| 128 | No conversion if good faith delivery | 50 |
| 129 | Duty to register transfer | 50 |
| 130 | Assurance of endorsements | 50 |
| 131 | Notice from additional documentation | 51 |
| 132 | Limited duty of inquiry | 51 |
| 133 | Inquiry into adverse claims | 51 |
| 134 | Duration of notice of adverse claim | 52 |
| 135 | Limitation on issuer’s liability | 52 |
| 136 | Lost or stolen security | 52 |
| 137 | Authenticating agent’s duty | 53 |
| 138 | Notice to agent | 53 |
| PART VI — CORPORATE GOVERNANCE (SS. 139–374) | | |
| <i>Shareholders</i> | | |
| 139 | Place of meetings | 53 |
| 140 | Calling meetings | 53 |
| 141 | Notice of meeting | 54 |
| 142 | Notice not required | 55 |
| 143 | Notice of adjourned meeting | 55 |
| 144 | Special business | 55 |
| 145 | Waiver of notice | 55 |
| 146 | Proposals | 56 |
| 147 | Notice of refusal | 57 |
| 148 | List of shareholders entitled to notice | 58 |
| 149 | Quorum | 58 |
| 150 | One shareholder meeting | 58 |
| 151 | One share — one vote | 58 |
| 152 | Representative shareholder | 59 |

Table of Contents

| | | |
|---------|--|----|
| 153 | Joint shareholders | 59 |
| 154 | Voting by hands or ballot | 59 |
| 155 | Resolution in lieu of meeting | 59 |
| 156 | Requisitioned meeting | 60 |
| 157 | Court may order meeting to be called | 60 |
| 158 | Court review of election | 61 |
| 159 | Notice to Superintendent | 61 |
| 160 | Pooling agreement | 61 |
| | <i>Proxies</i> | |
| 160.01 | Definitions | 61 |
| 160.02 | Appointing proxyholder | 63 |
| 160.03 | Deposit of proxies | 64 |
| 160.04 | Mandatory solicitation | 64 |
| 160.05 | Soliciting proxies | 64 |
| 160.06 | Attendance at meeting | 65 |
| 160.07 | Duty of intermediary | 65 |
| 160.071 | Exemption | 66 |
| 160.08 | Restraining order | 66 |
| | <i>Directors and Officers</i> | |
| | Duties | |
| 161 | Duty to manage | 66 |
| 162 | Duty of care | 67 |
| | Qualification and Number — Directors | |
| 163 | Minimum number of directors | 67 |
| 164 | Disqualified persons | 68 |
| 165 | No shareholder requirement | 68 |
| 166 | Affiliated person | 68 |
| 166.1 | Affiliated director determination | 68 |
| 167 | Unaffiliated directors | 69 |
| 168 | Limit on directors | 69 |
| | Election and Tenure — Directors | |
| 169 | Number of directors | 69 |
| 169.1 | Election or appointment as director | 69 |
| 170 | Term of directors | 70 |
| 171 | Determining election of directors | 70 |
| 172 | Cumulative voting | 70 |
| 173 | Re-election of directors | 72 |
| | Incomplete Elections and Director Vacancies | |
| 174 | Void election or appointment | 72 |
| 175 | Directors where elections incomplete or void | 72 |
| 176 | Ceasing to hold office | 73 |
| 177 | Removal of director | 73 |
| 178 | Statement of director | 73 |
| 179 | Circulation of statement | 73 |
| 180 | Shareholders filling vacancy | 74 |
| 181 | Directors filling vacancy | 74 |
| 182 | Class vacancy | 74 |
| 183 | Unexpired term | 74 |
| 183.1 | Additional directors | 75 |

Table of Contents

| | | |
|-------|---|----|
| | Meetings of the Board | |
| 184 | Meetings required | 75 |
| 185 | Notice of meeting | 75 |
| 186 | Quorum | 75 |
| 187 | Resident Canadian majority | 76 |
| 187.1 | Presence of unaffiliated director | 76 |
| 188 | Electronic meeting | 76 |
| 188.1 | Resolution outside board meeting | 76 |
| 189 | Dissent of director | 77 |
| 190 | Record of attendance | 77 |
| 191 | Meeting required by Superintendent | 77 |
| | By-laws | |
| 192 | By-laws | 78 |
| 193 | Shareholder proposal of by-law | 78 |
| 194 | By-laws of former-Act company | 78 |
| 195 | By-laws re remuneration | 78 |
| 196 | Deemed by-laws | 79 |
| | Committees of the Board | |
| 197 | Committees | 79 |
| 198 | Audit committee | 79 |
| 199 | Conduct review committee | 80 |
| | Directors and Officers — Authority | |
| 200 | Chief executive officer | 81 |
| 201 | Appointment of officers | 81 |
| 202 | Limits on power to delegate | 81 |
| 203 | Exercise of trustee powers | 81 |
| 204 | Remuneration of directors, officers and employees | 82 |
| 205 | Validity of acts | 82 |
| 206 | Right to attend meetings | 82 |
| | Conflicts of Interest | |
| 207 | Disclosure of interest | 82 |
| 208 | Director to abstain | 83 |
| 209 | General notice | 83 |
| 210 | Avoidance standards | 84 |
| 211 | Court may set aside or require accounting | 84 |
| | Liability, Exculpation and Indemnification | |
| 212 | Director liability | 84 |
| 213 | Contribution | 85 |
| 214 | Limitation | 85 |
| 215 | Directors liable for wages | 85 |
| 216 | Defence — due diligence | 86 |
| 217 | Indemnification | 86 |
| 218 | Directors' and officers' insurance | 87 |
| 219 | Application to court for indemnification | 87 |
| | Fundamental Changes | |
| | Amendments | |
| 220 | Incorporating instrument | 88 |
| 221 | Letters patent to amend | 88 |

Table of Contents

| | | |
|--|--|-----|
| 222 | By-laws | 88 |
| 223 | Class vote | 89 |
| 224 | Separate resolutions | 90 |
| 225 | Revoking resolution | 90 |
| 226 | Proposal to amend | 90 |
| 227 | Rights preserved | 90 |
| Amalgamation | | |
| 228 | Application to amalgamate | 90 |
| 229 | Amalgamation agreement | 90 |
| 230 | Approval of agreement by Superintendent | 91 |
| 231 | Shareholder approval | 91 |
| 232 | Vertical short-form amalgamation | 92 |
| 233 | Joint application to Minister | 92 |
| 234 | Issue of letters patent | 93 |
| 234.1 | Court enforcement | 93 |
| 235 | Effect of letters patent | 94 |
| 236 | Transitional | 94 |
| Transfer of Business | | |
| 237 | Sale by company | 95 |
| 238 | Agreement to Superintendent | 96 |
| 239 | Shareholder approval | 96 |
| 240 | Abandoning sale | 96 |
| 241 | Application to Minister | 96 |
| Corporate Records | | |
| Head Office and Corporate Records | | |
| 242 | Head office | 97 |
| 243 | Company records | 97 |
| 244 | Place of records | 98 |
| 245 | Shareholder lists | 98 |
| 246 | Option holders | 99 |
| 247 | Use of shareholder list | 99 |
| 248 | Form of records | 100 |
| 249 | Protection of records | 100 |
| 250 | Requirement to maintain copies and process information in Canada | 100 |
| 251 | Retention of records | 101 |
| 252 | Regulations | 101 |
| Securities Registers | | |
| 253 | Central securities register | 102 |
| 254 | Branch registers | 103 |
| 255 | Agents | 103 |
| 256 | Location of central securities register | 103 |
| 257 | Effect of registration | 103 |
| 258 | Particulars in branch register | 103 |
| 259 | Destruction of certificates | 103 |
| Corporate Name and Seal | | |
| 260 | Publication of name | 103 |
| 261 | Corporate seal | 104 |
| 262 | [Repealed 1997, c. 15, s. 366.] | 104 |

Table of Contents

| | | |
|-------|--|-----|
| 263 | [Repealed 1997, c. 15, s. 366.] | 104 |
| 264 | [Repealed 1997, c. 15, s. 366.] | 104 |
| 265 | [Repealed 1997, c. 15, s. 366.] | 104 |
| 266 | [Repealed 1997, c. 15, s. 366.] | 104 |
| 267 | [Repealed 1997, c. 15, s. 366.] | 104 |
| 268 | [Repealed 1997, c. 15, s. 366.] | 104 |
| 269 | [Repealed 1997, c. 15, s. 366.] | 104 |
| | Insiders | |
| 270 | Definitions | 104 |
| | Insider Reporting | |
| 271 | Insider report | 105 |
| 272 | Exemption by Superintendent | 105 |
| 272.1 | [Repealed 2005, c. 54, s. 421.] | 105 |
| 273 | Regulations | 105 |
| 274 | [Repealed 2005, c. 54, s. 421.] | 105 |
| | Insider Trading | |
| 275 | Meaning of “insider” | 105 |
| | Civil remedies | |
| 276 | Extended meaning of “insider” | 106 |
| 276.1 | Tipping — compensation to sellers and purchasers | 107 |
| 277 | Measure of damages | 108 |
| | Prospectus | |
| 278 | Distribution | 108 |
| 279 | Order of exemption | 109 |
| | Going-private Transactions and Squeeze-out Transactions | |
| 280 | Going-private transactions | 109 |
| 281 | Squeeze-out transactions | 109 |
| 282 | Right to dissent | 109 |
| 283 | [Repealed 2005, c. 54, s. 422.] | 112 |
| 284 | [Repealed 2005, c. 54, s. 422.] | 112 |
| 285 | [Repealed 2005, c. 54, s. 422.] | 112 |
| 286 | [Repealed 2005, c. 54, s. 422.] | 112 |
| 287 | [Repealed 2005, c. 54, s. 422.] | 112 |
| | Compulsory Acquisitions | |
| 288 | Definitions | 112 |
| 289 | Right to acquire shares | 113 |
| 290 | Offeror’s notice to dissenters | 113 |
| 291 | Share certificates and election | 114 |
| 291.1 | Deemed election | 114 |
| 292 | Payment to offeree company | 114 |
| 292.1 | Fiduciary capacity of company | 115 |
| 293 | Duty of offeree company | 115 |
| 294 | Court may fix fair value | 115 |
| 295 | Parties and notice | 116 |
| 296 | Powers of court | 116 |
| 297 | Status of dissenter | 116 |
| 298 | Payment of unclaimed money | 116 |
| 298.1 | Obligation to acquire shares | 117 |

Table of Contents

| | | |
|-----|---|-----|
| | Trust Indentures | |
| 299 | Definitions | 117 |
| 300 | Application | 117 |
| 301 | Exemption | 117 |
| 302 | Conflict of interest | 117 |
| 303 | Validity despite conflict | 118 |
| 304 | Removal of trustee | 118 |
| 305 | Trustee qualifications | 118 |
| 306 | List of security holders | 118 |
| 307 | Compliance with trust indentures | 119 |
| 308 | Trustee may require evidence | 119 |
| 309 | Notice of default | 120 |
| 310 | Duty of care | 120 |
| 311 | No exculpation | 120 |
| | Financial Statements and Auditors | |
| | Annual Financial Statement | |
| 312 | Financial year | 120 |
| 313 | Annual financial statement | 120 |
| 314 | Annual statement — approval | 121 |
| 315 | Statements: subsidiaries | 122 |
| 316 | Annual statement — distribution | 122 |
| 317 | Copy to Superintendent | 122 |
| | Auditor | |
| 318 | Definitions | 123 |
| 319 | Appointment of auditor | 123 |
| 320 | Qualification of auditor | 123 |
| 321 | Duty to resign | 124 |
| 322 | Revocation of appointment | 124 |
| 323 | Ceasing to hold office | 124 |
| 324 | Filling vacancy | 125 |
| 325 | Right to attend meetings | 125 |
| 326 | Statement of auditor | 125 |
| 327 | Duty of replacement auditor | 126 |
| 328 | Auditor’s examination | 126 |
| 329 | Right to information | 126 |
| 330 | Auditor’s report and extended examination | 127 |
| 331 | Auditor’s report | 127 |
| 332 | Report on directors’ statement | 128 |
| 333 | Report to officers | 128 |
| 334 | Auditor of subsidiaries | 128 |
| 335 | Auditor’s attendance | 128 |
| 336 | Calling meeting | 129 |
| 337 | Notice of errors | 129 |
| 338 | Qualified privilege for statements | 129 |
| | Remedial Actions | |
| 339 | Derivative action | 129 |
| 340 | Powers of court | 130 |
| 341 | Status of shareholder approval | 130 |
| 342 | No security for costs | 130 |

Table of Contents

| | | |
|-------|---|-----|
| 343 | Application to rectify records | 130 |
| | Liquidation and Dissolution | |
| 344 | Definition of “court” | 131 |
| 345 | Application of subsection (2) and sections 346 to 373 | 131 |
| 346 | Returns to Superintendent | 131 |
| | Simple Liquidation | |
| 347 | No property and no liabilities | 131 |
| 348 | Proposing liquidation | 132 |
| 349 | Shareholders’ resolution | 132 |
| 350 | Approval of Minister required | 132 |
| 351 | Dissolution instrument | 132 |
| | Court-supervised Liquidation | |
| 352 | Application for court supervision | 133 |
| 353 | Court supervision thereafter | 133 |
| 354 | Powers of court | 133 |
| 355 | Cessation of business and powers | 134 |
| 356 | Appointment of liquidator | 135 |
| 357 | Vacancy in liquidator’s office | 135 |
| 358 | Duties of liquidator | 135 |
| 359 | Due diligence | 136 |
| 360 | Examination of others | 136 |
| 361 | Costs of liquidation | 136 |
| 362 | Final accounts | 136 |
| 363 | Final order | 137 |
| 364 | Right to distribution of money | 137 |
| 365 | Dissolution by letters patent | 138 |
| | General | |
| 366 | Definition of “shareholder” and “incorporator” | 138 |
| 367 | Continuation of actions | 138 |
| 368 | Limitations on liability | 138 |
| 369 | Where creditor cannot be found | 139 |
| 370 | Vesting in Crown | 139 |
| 371 | Unclaimed money on winding-up | 139 |
| 372 | Liability of Bank of Canada | 139 |
| 373 | Custody of records after dissolution | 140 |
| 374 | Insolvency | 140 |
| | PART VII — OWNERSHIP (SS. 374.1–408) | |
| | DIVISION I — INTERPRETATION | |
| 374.1 | Definitions | 140 |
| 374.2 | Associates | 141 |
| | DIVISION II — CONSTRAINTS ON OWNERSHIP | |
| 375 | Constraining acquisition | 142 |
| 375.1 | No acquisition of control without approval | 142 |
| 376 | Constraining registration | 142 |
| 376.1 | Exception — small holdings | 142 |
| 377 | Where approval not required | 143 |
| 378 | Where approval not required | 144 |
| 379 | Public holding requirement | 145 |

Table of Contents

| | | |
|-------|---|-----|
| 380 | Limit on assets | 145 |
| 381 | Increase of capital | 145 |
| 382 | Exemption by Minister | 146 |
| 382.1 | Continuation of exemption | 146 |
| 383 | Exception | 146 |
| 384 | Acquisition of control permitted | 147 |
| 385 | Application of section 379 | 147 |
| 386 | Restriction on voting rights | 147 |
| | Approval Process | |
| 387 | Application for approval | 148 |
| 388 | Matters for consideration | 148 |
| 389 | Terms and conditions | 149 |
| 390 | Certifying receipt of application | 149 |
| 391 | Notice of decision to applicant | 149 |
| 392 | Reasonable opportunity to make representations | 149 |
| 393 | Notice of decision | 150 |
| 394 | Deemed approval | 150 |
| 394.1 | [Repealed 1994, c. 47, s. 207.] | 150 |
| 395 | [Repealed 1994, c. 47, s. 207.] | 150 |
| 396 | Constraining registration: Crown and foreign governments | 150 |
| 397 | [Repealed 1994, c. 47, s. 208.] | 151 |
| 398 | [Repealed 1994, c. 47, s. 208.] | 151 |
| 399 | | 151 |
| 400 | [Repealed 1994, c. 47, s. 210.] | 152 |
| 400.1 | [Repealed 1994, c. 47, s. 210.] | 152 |
| | DIVISION III — DIRECTIONS | |
| 401 | Disposition of shareholdings | 152 |
| 402 | Application to court | 152 |
| | General Provisions | |
| 403 | Interest of securities underwriter | 153 |
| 404 | Arrangements to effect compliance | 153 |
| 405 | Reliance on information | 153 |
| 406 | [Repealed 1994, c. 47, s. 211.] | 154 |
| 407 | Exemption regulations | 154 |
| 408 | Competition Act | 154 |
| | PART VIII — BUSINESS AND POWERS (SS. 409–448) | |
| | General Business | |
| 409 | Main business | 154 |
| 410 | Additional activities | 154 |
| 411 | Networking | 156 |
| 411.1 | [Proposed] Regulations | 157 |
| 412 | Restriction on fiduciary activities | 157 |
| 413 | Restriction on deposit taking | 157 |
| 413.1 | Notice before opening account or providing prescribed product | 158 |
| 413.2 | Deposits less than \$150,000 | 158 |
| 413.3 | Shared premises | 159 |
| 414 | Restriction on guarantees | 159 |
| 415 | Restriction on securities activities | 160 |
| 415.1 | Prohibition | 160 |

Table of Contents

| | | |
|-------|--|-----|
| 416 | Restriction on insurance business | 160 |
| 417 | Restriction on leasing | 161 |
| 418 | Restriction on residential mortgages | 161 |
| 418.1 | Restriction on charges to borrowers | 161 |
| 419 | Policies re security interests | 162 |
| 419.1 | Regulations and guidelines | 162 |
| 419.2 | Exception | 162 |
| 420 | Restriction on receivers | 162 |
| 421 | Restriction on partnerships | 162 |
| | Fiduciary Activities | |
| 422 | Separate and distinct | 163 |
| | Deposit Acceptance | |
| 423 | Deposit acceptance | 163 |
| | Unclaimed Balances | |
| 424 | Unclaimed balances | 164 |
| 425 | Notice of unpaid amount | 165 |
| | Accounts | |
| 425.1 | Definitions | 166 |
| 426 | Account charges | 167 |
| 427 | Disclosure on opening account | 167 |
| 428 | Disclosure in advertisements | 167 |
| 429 | Disclosure regulations | 167 |
| 430 | [Repealed 2001, c. 9, s. 540.] | 167 |
| 431 | Disclosure required on opening a deposit account | 167 |
| 432 | Disclosure of charges | 168 |
| 433 | No increase or new charges without disclosure | 168 |
| 434 | Application | 169 |
| | Registered Products | |
| 434.1 | Disclosure required concerning registered products | 169 |
| | Borrowing Costs | |
| 435 | Definition of “cost of borrowing” | 169 |
| 435.1 | Rebate of borrowing costs | 169 |
| 436 | Disclosing borrowing costs | 170 |
| 437 | Calculating borrowing costs | 170 |
| 438 | Additional disclosure | 170 |
| 438.1 | Renewal statement | 171 |
| 439 | Disclosure in advertising | 171 |
| 440 | Regulations re borrowing costs | 172 |
| | Complaints | |
| 441 | Procedures for dealing with complaints | 172 |
| 441.1 | Obligation to be member of complaints body | 173 |
| 442 | Information on contacting Agency | 173 |
| | Miscellaneous | |
| 442.1 | Charges for prescribed products or services | 173 |
| 443 | Prepayment protected | 174 |
| 443.1 | Regulations respecting the holding of funds | 174 |
| 443.2 | Regulations — activities | 174 |
| 444 | Regulations re customer information | 175 |

Table of Contents

| | | |
|---|---|-----|
| 444.1 | Notice of branch closure | 175 |
| 444.2 | Public accountability statements | 176 |
| 444.3 | Regulations re disclosure | 176 |
| 445 | <i>Bank Act</i> security | 177 |
| 446 | Transmission in case of death | 177 |
| 447 | Branch of account with respect to deposits | 177 |
| 448 | Effect of writ, etc. | 178 |
| PART IX — INVESTMENTS (SS. 449–472) | | |
| <i>Definitions and Application</i> | | |
| 449 | Definitions | 179 |
| <i>General Constraints on Investments</i> | | |
| 450 | Investment standards | 184 |
| 450.1 | Limit — business growth fund | 184 |
| 451 | Restriction on control and substantial investments | 184 |
| 452 | Regulations | 186 |
| <i>Subsidiaries and Equity Investments</i> | | |
| 453 | Permitted investments | 186 |
| 453.1 | [Proposed] Regulations | 193 |
| 454 | Approval for indirect investments | 193 |
| 455 | Undertakings | 193 |
| <i>Exceptions and Exclusions</i> | | |
| 456 | Temporary investments in entity | 194 |
| 457 | Loan workouts | 195 |
| 458 | Realizations | 196 |
| 459 | Regulations restricting ownership | 196 |
| <i>Portfolio Limits</i> | | |
| 460 | Exclusion from portfolio limits | 197 |
| <i>Commercial Loans</i> | | |
| 461 | Lending limit: companies with regulatory capital of \$25 million or less | 197 |
| 462 | Lending limit: regulatory capital over \$25 million | 198 |
| 463 | Meaning of “total assets” | 198 |
| <i>Real Property</i> | | |
| 464 | Limit on total property interest | 198 |
| <i>Equities</i> | | |
| 465 | Limits on equity acquisitions | 198 |
| <i>Aggregate Limit</i> | | |
| 466 | Aggregate limit | 199 |
| <i>Miscellaneous</i> | | |
| 467 | Regulations | 199 |
| 468 | Divestment order | 199 |
| 469 | Deemed temporary investment | 200 |
| 470 | Asset transactions | 200 |
| 471 | Transitional | 202 |
| 472 | Saving | 202 |

Table of Contents

| | | |
|-------|--|-----|
| | PART X — ADEQUACY OF CAPITAL AND LIQUIDITY (S. 473) | |
| 473 | Adequacy of capital and liquidity | 202 |
| | PART XI — SELF-DEALING (SS. 473.1–494) | |
| | <i>Interpretation and Application</i> | |
| 473.1 | Definition of “senior officer” | 203 |
| 474 | Related party of company | 203 |
| 475 | Non-application of Part | 204 |
| 476 | Meaning of “transaction” | 205 |
| | <i>Prohibited Related Party Transactions</i> | |
| 477 | Prohibited transactions | 206 |
| | <i>Permitted Related Party Transactions</i> | |
| 478 | Nominal value transactions | 206 |
| 479 | Secured loans | 206 |
| 480 | Deposits | 207 |
| 481 | Borrowing, etc., from related party | 207 |
| 482 | Acquisition of assets | 207 |
| 483 | Services | 207 |
| 483.1 | Transactions with holding companies | 208 |
| 483.2 | Restriction | 209 |
| 483.3 | Assets transactions | 209 |
| 484 | Directors and officers and their interests | 210 |
| 485 | Board approval required | 211 |
| 486 | Margin loans | 212 |
| 487 | Exemption by order | 212 |
| 488 | Prescribed transactions | 213 |
| | <i>Restrictions on Permitted Transactions</i> | |
| 489 | Market terms and conditions | 213 |
| 490 | [Repealed 1997, c. 15, s. 404.] | 213 |
| 491 | [Repealed 1997, c. 15, s. 404.] | 213 |
| | <i>Disclosure</i> | |
| 492 | Company obligation | 213 |
| 493 | Notice to Superintendent | 214 |
| | <i>Remedial Actions</i> | |
| 494 | Order to void contract or to grant other remedy | 214 |
| | PART XII — REGULATION OF COMPANIES — SUPERINTENDENT (SS. 495–520) | |
| | <i>Supervision</i> | |
| | <i>Returns</i> | |
| 495 | Required information | 214 |
| 496 | [Repealed 2007, c. 6, s. 379.] | 214 |
| 497 | [Repealed 2007, c. 6, s. 379.] | 214 |
| 498 | [Repealed 2007, c. 6, s. 379.] | 215 |
| 499 | Names of directors and auditors | 215 |
| 500 | Copy of by-laws | 215 |
| 501 | Register of companies | 215 |
| 502 | Production of information and documents | 216 |
| 503 | Confidential information | 216 |
| 503.1 | Regulations | 217 |

Table of Contents

| | | |
|--|--|-----|
| 504 | Evidentiary privilege | 217 |
| 504.01 | No waiver | 217 |
| 504.1 | Disclosure by Superintendent | 218 |
| 504.2 | Disclosure by a company | 218 |
| 504.3 | Exceptions to disclosure | 218 |
| 504.4 | Report respecting disclosure | 218 |
| Inspection of Companies | | |
| 505 | Examination of companies | 218 |
| 506 | Power of Superintendent on inquiry | 219 |
| Remedial Powers | | |
| Prudential Agreements | | |
| 506.1 | Prudential agreement | 219 |
| Directions of Compliance | | |
| 507 | Superintendent’s directions to company | 219 |
| 508 | [Repealed 1996, c. 6, s. 125.] | 220 |
| 509 | Court enforcement | 220 |
| Disqualification and Removal of Directors or Senior Officers | | |
| 509.01 | Meaning of “senior officer” | 220 |
| 509.1 | Application | 220 |
| 509.2 | Removal of directors or senior officers | 221 |
| Supervisory Intervention | | |
| 510 | Superintendent may take control | 222 |
| 511 | [Repealed 1996, c. 6, s. 128.] | 224 |
| 512 | [Repealed 1996, c. 6, s. 128.] | 224 |
| 513 | [Repealed 1996, c. 6, s. 128.] | 224 |
| 514 | Powers of directors and officers suspended | 224 |
| 515 | Expiration of control | 224 |
| 515.1 | Superintendent may request winding-up | 224 |
| 516 | Requirement to relinquish control | 225 |
| 517 | Advisory committee | 225 |
| 518 | Expenses payable by company | 225 |
| 519 | Priority of claim in liquidation | 225 |
| 520 | Application of assessment | 225 |
| PART XII.1 — REGULATION OF COMPANIES — COMMISSIONER (SS. 520.1–520.5) | | |
| 520.1 | Required information | 226 |
| 520.2 | Confidential information | 226 |
| 520.3 | Examination | 226 |
| 520.4 | Power of Commissioner on inquiry | 227 |
| 520.5 | Compliance agreement | 227 |
| PART XIII — ADMINISTRATION (SS. 520.6–532) | | |
| Notices and Other Documents | | |
| 520.6 | Execution of documents | 227 |
| 521 | Notice to directors and shareholders | 227 |
| 522 | Presumption from return | 227 |
| 523 | Presumption of receipt | 227 |
| 524 | Service on a company | 228 |
| 525 | Certificate of company | 228 |

Table of Contents

| | | |
|--------|---|-----|
| 526 | Entry in securities register | 228 |
| 527 | Verification of documents or fact | 228 |
| 527.1 | Alternative means of publication | 228 |
| | Approvals | |
| 527.2 | Definition of “approval” | 229 |
| 527.3 | Matters to take into account — Minister | 229 |
| 527.4 | Minister — terms, conditions and undertakings | 229 |
| 527.5 | Revocation, suspension or amendment of approval — Minister | 229 |
| 527.6 | Effect of non-compliance on approval | 230 |
| 527.7 | Multiple approval — other approvals | 230 |
| 527.8 | Exemption in relation to notices of intention | 230 |
| | Exceptions to Generally Accepted Accounting Principles | |
| 527.81 | Calculations — generally accepted accounting principles | 231 |
| | Orders to Exempt or Adapt | |
| 527.9 | Order | 231 |
| | Orders and Directives | |
| 528 | Not statutory instruments | 233 |
| 529 | Form | 233 |
| | Applications to Superintendent | |
| 529.1 | Content of applications | 233 |
| | Applications for Certain Approvals | |
| 529.2 | Application for certain approvals | 234 |
| | Appeals | |
| 530 | Appeal to Federal Court | 235 |
| | Regulations | |
| 531 | Power to make regulations | 235 |
| | Delegation | |
| 532 | Delegation | 236 |
| | PART XIV — SANCTIONS (SS. 533–539) | |
| 533 | Offence | 236 |
| 534 | Punishment | 236 |
| 535 | Liability of officers, directors, etc. | 237 |
| 535.1 | Limitation period | 237 |
| 536 | Effect of offence on contracts | 237 |
| 537 | Restraining or compliance order | 237 |
| 538 | Appeal of final order | 238 |
| 539 | Recovery and application of fines | 238 |
| | PART XIV.1 — DOCUMENTS IN ELECTRONIC OR OTHER FORM (SS. 539.01–539.14) | |
| 539.01 | Definitions | 238 |
| 539.02 | Application | 238 |
| 539.03 | Use not mandatory | 238 |
| 539.04 | Consent and other requirements | 239 |
| 539.05 | Creation or provision of information | 239 |
| 539.06 | Creation of information in writing | 239 |
| 539.07 | Provision of information in writing | 239 |
| 539.08 | Multiple copies | 239 |
| 539.09 | Registered mail | 240 |

Table of Contents

| | | |
|---|---|-----|
| 539.1 | Statutory declarations and affidavits | 240 |
| 539.11 | Signatures | 240 |
| 539.12 | Regulations — provision and receipt of documents | 240 |
| 539.13 | Content and form of notices and documents | 240 |
| 539.14 | Exemption | 241 |
| PART XV — GENERAL (SS. 540–563) | | |
| <i>Transitional</i> | | |
| 540 | Transitional | 241 |
| <i>Consequential Amendments</i> | | |
| Canada Deposit Insurance Corporation Act [R.S., c. C-3] | | |
| 541 | | 241 |
| 542 | | 241 |
| 543 | R.S., c. 18 (3rd Supp.), s. 54 | 242 |
| 544 | R.S., c. 18 (3rd Supp.), s. 60 | 242 |
| 545 | | 242 |
| Canadian Payments Association Act [R.S., c. C-21] | | |
| 546 | Societies and federations | 242 |
| Competition Act [R.S., c. C-34; c. 19 (2nd Supp.), s. 19] | | |
| 547 | R.S., c. 19 (2nd Supp.), s. 30(5) | 243 |
| 548 | R.S., c. 19 (2nd Supp.), s. 34 | 243 |
| 549 | R.S., c. 19 (2nd Supp.), s. 45 | 244 |
| 550 | R.S., c. 19 (2nd Supp.), s. 45 | 244 |
| Canada Business Corporations Act [R.S., c. C-44] | | |
| 551 | Limitations on business that may be carried on | 244 |
| 552 | Sale of constrained shares by corporation | 245 |
| 553 | Notation of constraint | 245 |
| 554 | | 245 |
| 555 | Continuance (export) | 245 |
| 556 | Discretionary continuance | 246 |
| Office of the Superintendent of Financial Institutions Act [R.S., c. 18 (3rd Supp.), Part I] | | |
| 557 | | 246 |
| 558 | Superintendent to ascertain amounts and assets | 246 |
| Amendments to this Act if Bill C-19 is assented to | | |
| 559 | References in this Act to the <i>Bank Act</i> | 247 |
| Amendments to this Act if Bill C-34 is assented to | | |
| 560 | Addition of reference to central cooperative credit societies to which Part XVI of Bill C-34 applies | 247 |
| <i>Repeals</i> | | |
| 561 | R.S., c. L-12 | 248 |
| 562 | R.S., c. T-20 | 248 |
| <i>Coming into Force</i> | | |
| 563 | Coming into force | 248 |

Table of Contents

REGULATIONS

| | |
|---|-----|
| Access to Funds Regulations — Can. Reg. 2012-24 | 250 |
| Affiliated Persons (Trust and Loan Companies) Regulations — Can. Reg. 92-327 | 253 |
| Aggregate Financial Exposure (Trust and Loan Companies) Regulations — Can. Reg. 2001-365 | 255 |
| Annual Statement (Trust and Loan Companies) Regulations — Can. Reg. 2010-232 | 256 |
| Civil Remedies (Trust and Loan Companies) Regulations — Can. Reg. 2006-302 | 257 |
| Commercial Loan (Trust and Loan Companies) Regulations — Can. Reg. 92-349 | 259 |
| Complaint Information (Trust and Loan Companies) Regulations — Can. Reg. 2001-375 | 261 |
| Corporate Interrelationships (Trust and Loan Companies) Regulations — Can. Reg. 2008-260 | 264 |
| Cost of Borrowing (Trust and Loan Companies) Regulations — Can. Reg. 2001-104 | 264 |
| Credit Business Practices (Banks, Authorized Foreign Banks, Trust and Loan Companies, Retail Associations, Canadian Insurance Companies and Foreign Insurance Companies) Regulations — Can. Reg. 2009-257 | 283 |
| Deposit Type Instruments Regulations — Can. Reg. 2011-98 | 288 |
| Disclosure of Charges (Trust and Loan Companies) Regulations — Can. Reg. 92-328 | 292 |
| Disclosure of Interest (Trust and Loan Companies) Regulations — Can. Reg. 92-322 | 296 |
| Disclosure on Account Opening by Telephone Request (Trust and Loan Companies) Regulations — Can. Reg. 2001-473 | 298 |
| Distributing Trust and Loan Company Regulations — Can. Reg. 2006-306 | 300 |
| Electronic Documents (Trust and Loan Companies) Regulations — Can. Reg. 2010-240 | 302 |
| Entity Member of Group Regulations — Can. Reg. 2002-132 | 305 |
| Equity of a Trust and Loan Company Regulations — Can. Reg. 2001-379 | 307 |
| Exemption for Public Notices or Documents (Trust and Loan Companies) Regulations — Can. Reg. 2010-235 | 308 |
| Exemption from Approval for Certain Investments in Intragroup Service Entities (Trust and Loan Companies) Regulations — Can. Reg. 2003-245 | 309 |
| Exemption from Restrictions on Investments (Trust and Loan Companies) Regulations — Can. Reg. 2001-386 | 310 |
| Factoring Entity Regulations — Can. Reg. 2001-387 | 311 |
| Finance Entity Regulations — Can. Reg. 2001-388 | 312 |
| Financial Leasing Entity Regulations — Can. Reg. 2001-389 | 313 |
| Foreign Institutions Subject to the Canadian Residency Requirements Regulations (Trust and Loan Companies) — Can. Reg. 2003-186 | 316 |
| Going-Private Transaction (Trust and Loan Companies) Regulations — Can. Reg. 2006-309 | 317 |
| Information Technology Activities (Trust and Loan Companies) Regulations — Can. Reg. 2003-69 | 318 |
| Insider Reports (Trust and Loan Companies) Regulations — Can. Reg. 2006-313 | 321 |

Table of Contents

| | |
|---|-----|
| Insurance Business (Trust and Loan Companies) Regulations — Can. Reg. 92-331 | 323 |
| Investment Limits (Trust and Loan Companies) Regulations — Can. Reg. 2001-398 | 331 |
| Meetings and Proposals (Trust and Loan Companies) Regulations — Can. Reg. 2006-317 | 339 |
| Minority Investment (Trust and Loan Companies) Regulations — Can. Reg. 2001-406 | 341 |
| Mortgage Insurance Business (Banks, Authorized Foreign Banks, Trust and Loan Companies, Retail Associations, Canadian Insurance Companies and Canadian Societies) Regulations — Can. Reg. 2010-68 | 344 |
| Mortgage Insurance Disclosure (Banks, Authorized Foreign Banks, Trust and Loan Companies, Retail Associations, Canadian Insurance Companies and Canadian Societies) Regulations — Can. Reg. 2010-69 | 347 |
| Name Use (Trust and Loan Companies) Regulations — Can. Reg. 92-257 | 352 |
| Negative Option Billing Regulations — Can. Reg. 2012-23 | 353 |
| Notice of Branch Closure (Trust and Loan Companies) Regulations — Can. Reg. 2002-106 | 356 |
| Notices of Uninsured Deposits Regulations (Trust and Loan Companies) — Can. Reg. 2008-64 | 362 |
| Prepaid Payment Products Regulations — Can. Reg. 2013-209 | 364 |
| Prescribed Deposits (Trust and Loan Companies Without Deposit Insurance) Regulations — Can. Reg. 2008-66 | 368 |
| Prescribed Products Regulations — Can. Reg. 2011-100 | 370 |
| Principal Protected Notes Regulations — Can. Reg. 2008-180 | 371 |
| Prospectus (Trust and Loan Companies) Regulations — Can. Reg. 2006-321 | 376 |
| Protection of Assets (Trust and Loan Companies) Regulations — Can. Reg. 92-350 | 378 |
| Public Accountability Statements (Banks, Insurance Companies, Trust and Loan Companies) Regulations — Can. Reg. 2002-133 | 381 |
| Public Inquiry (Trust and Loan Companies) Rules — Can. Reg. 92-296 | 385 |
| Registered Products Regulations — Can. Reg. 2011-99 | 388 |
| Regulatory Capital (Trust and Loan Companies) Regulations — Can. Reg. 92-530 | 391 |
| Related Party Transactions (Trust and Loan Companies) Regulations — Can. Reg. 96-277 | 393 |
| Resident Canadian (Trust and Loan Companies) Regulations — Can. Reg. 92-283 | 395 |
| Securities Dealing Restrictions (Trust and Loan Companies) Regulations — Can. Reg. 92-272 | 396 |
| Security Certificate Transfer Fee (Trust and Loan Companies) Regulations — Can. Reg. 92-256 | 398 |
| Shared Premises Regulations (Trust and Loan Companies) — Can. Reg. 2008-68 | 399 |
| Specialized Financing (Trust and Loan Companies) Regulations — Can. Reg. 2001-431 | 400 |
| Subsidiaries Holding Company Shares (Trust and Loan Companies) Regulations — Can. Reg. 92-297 | 404 |
| Supervisory Information (Trust and Loan Companies) Regulations — Can. Reg. 2001-55 | 405 |

Table of Contents

| | |
|--|-----|
| Support Orders and Support Provisions (Trust and Loan Companies) Regulations — Can. Reg. 2002-266 | 407 |
| Total Assets for Public Holding Requirements (Trust and Loan Companies) Regulations — Can. Reg. 2001-435 | 409 |

CANADA DEPOSIT INSURANCE CORPORATION ACT

| | |
|--|-----|
| Canada Deposit Insurance Corporation | 411 |
| Canada Deposit Insurance Corporation, Section 7 | 413 |
| CDIC Application for Deposit Insurance By-law — Can. Reg. 2006-236 | 414 |
| Bank Recapitalization (Bail-in) Conversion Regulations — Can. Reg. 2018-57 | 426 |
| Compensation Regulations — Can. Reg. 2018-59 | 430 |
| CDIC Data and System Requirements By-law — Can. Reg. 2010-292 | 436 |
| Deposit Insurance Application Fee By-law — Can. Reg. 2000-277 | 440 |
| CDIC Deposit Insurance Information By-law — Can. Reg. 96-542 | 441 |
| CDIC Deposit Insurance Policy By-law — Can. Reg. 93-516 | 449 |
| Canada Deposit Insurance Corporation Differential Premiums By-law — Can. Reg. 99-120 | 461 |
| Discretionary Interest By-law — Can. Reg. 96-544 | 514 |
| Eligible Financial Contract Regulations (Canada Deposit Insurance Corporation Act) — Can. Reg. 2007-255 | 515 |
| Exemption from Deposit Insurance By-law (Exemption Fee) — Can. Reg. 99-382 | 517 |
| Exemption from Deposit Insurance By-law (Foreign Currency Deposits) — Can. Reg. 99-384 | 518 |
| Exemption from Deposit Insurance By-law (Interest on Deposits) — Can. Reg. 99-383 | 519 |
| Exemption from Deposit Insurance By-law (Notice to Depositors) — Can. Reg. 99-381 | 520 |
| Exemption from Deposit Insurance By-law (Prescribed Deposits) — Can. Reg. 2000-42 | 522 |
| Interest Payable on Certain Deposits By-law — Can. Reg. 99-224 | 524 |
| CDIC General By-law — Can. Reg. 383 | 528 |
| CDIC Joint and Trust Account Disclosure By-Law — Can. Reg. 95-279 | 530 |
| CDIC Notice Regulations (Compensation in Respect of the Restructuring of Federal Member Institutions) — Can. Reg. 2000-177 | 533 |
| CDIC Prescribed Practices Premium Surcharge By-law — Can. Reg. 94-142 | 536 |
| CDIC Resolution Planning By-law — Can. Reg. 2019-138 | 538 |

OTHER PERTINENT LEGISLATION

| | |
|---|-----|
| Competition Act, Section 49 | 543 |
| Financial Consumer Agency of Canada Act | 545 |
| Financial Consumer Agency of Canada Assessment of Financial Institutions Regulations — Can. Reg. 2001-474 | 561 |
| Financial Consumer Agency of Canada Designated Violations Regulations — Can. Reg. 2002-101 | 567 |
| Office of the Superintendent of Financial Institutions Act | 569 |
| Administrative Monetary Penalties (OSFI) Regulations — Can. Reg. 2005-267 | 583 |

Table of Contents

| | |
|--|-----|
| Assessment of Financial Institutions Regulations, 2017 — Can. Reg. 2016-297 | 593 |
| Charges for Services Provided by the Office of the Superintendent of Financial Institutions Regulations, 2002 — Can. Reg. 2002-337 | 602 |
| Personal Information Protection and Electronic Documents Act | 607 |
| Electronic Alternatives Regulations for the Purposes of the Federal Real Property and Fed- eral Immovables Act — Can. Reg. 2004-308 | 616 |
| Regulations Specifying Publicly Available Information — Can. Reg. 2001-7 | 618 |
| Organizations in the Province of Alberta Exemption Order — Can. Reg. 2004-219 | 619 |
| Organizations in the Province of British Columbia Exemption Order — Can. Reg. 2004-220 | 620 |
| Organizations in the Province of Quebec Exemption Order — Can. Reg. 2003-374 | 621 |
| Regulations Implementing the United Nations Resolutions on the Suppression of Terror- ism — Can. Reg. 2001-360 | 622 |

REGULATORY DOCUMENTS

CAPITAL ADEQUACY REQUIREMENTS (CAR)

| | |
|--|-----|
| Guideline 11/2018[1] Capital Adequacy Requirements — Chapter 1 | 629 |
| Guideline 11/2018[2] Capital Adequacy Requirements — Chapter 2 | 648 |
| Guideline 04/2019 Liquidity Adequacy Requirements (LAR) | 696 |
| Guideline 11/2018[3] Leverage Requirements Guideline | 702 |
| Guideline 04/2018 Total Loss Absorbing Capacity (TLAC) | 715 |
| Implementation Note A-1 Approval of Regulatory Capital Models for Deposit-Taking Institutions | 720 |

PRUDENTIAL LIMITS AND RESTRICTIONS

| | |
|--|-----|
| Guideline B-1 Prudent Person Approach | 735 |
| Guideline B-2[1] Large Exposure Limits | 742 |
| Guideline B-2[2] Large Exposure Limits for Domestic Systemically Important Banks | 747 |
| Guideline B-4 Securities Lending | 769 |
| Guideline B-6 Liquidity Principles | 772 |
| Guideline B-11 Pledging | 789 |
| Guideline E-2 Commercial Lending Criteria | 793 |
| Guideline E-6 Materiality Criteria for Related Party Transactions | 797 |
| Draft Guideline E-6 [Draft] Materiality Criteria for Related Party Transactions | 800 |
| Advisory B-2-1/2005 Securitization — Large Exposure Issues Pertaining to Liquidity Support Facilities | 804 |
| Guidance Note 03/2001 Large Exposure Limits | 805 |
| 05/23/2019 Revised Covered Bond Limit Calculation | 807 |

Table of Contents

ACCOUNTING AND DISCLOSURE

| | | |
|-------------------|---|-----|
| Guideline 06/2016 | IFRS 9 Financial Instruments and Disclosures | 809 |
| Guideline 07/2013 | Capital Disclosure Requirements | 862 |
| Guideline D-12 | Leverage Ratio Disclosure Requirements | 897 |
| Guideline 04/2017 | Pillar 3 Disclosure Requirements | 904 |
| Guideline 05/2018 | Total Loss Absorbing Capacity (TLAC) Disclosure Requirements | 914 |

SOUND BUSINESS AND FINANCIAL PRACTICES

| | | |
|-----------------------|--|------|
| Guideline B-20 | Residential Mortgage Underwriting Practices and Procedures | 928 |
| Guideline B-7 | Derivatives Sound Practices, Sound Business and Financial Practices | 944 |
| Guideline B-8 | Deterring and Detecting Money Laundering and Terrorist Financing | 961 |
| Guideline B-10 | Outsourcing of Business Activities, Functions and Processes | 998 |
| Guideline B-12[1] | Interest Rate Risk Management | 1015 |
| Guideline B-12[2] | Interest Rate Risk Management | 1018 |
| Guideline E-13 | Regulatory Compliance Management (RCM) (formerly Legislative Compliance Management (LCM)) | 1042 |
| Guideline E-17 | Background Checks on Directors and Senior Management of FREs | 1050 |
| Guideline E-18 | Stress Testing | 1057 |
| Guideline E-19 | Internal Capital Adequacy Assessment Process (ICAAP) for Deposit- Taking Institutions | 1066 |
| Guideline E-21 | Operational Risk Management | 1076 |
| Guideline E-22 | Margin Requirements for Non-Centrally Cleared Derivatives . . . | 1087 |
| Guideline E-23 | Enterprise-Wide Model Risk Management for Deposit-Taking Institutions | 1103 |
| Guideline E-24 | Settlement Risk in Foreign Exchange Transactions | 1115 |
| Guideline 9/2018 | Corporate Governance | 1141 |
| Memorandum 02/29/2012 | New technology-based outsourcing arrangements | 1153 |
| Guideline 1/2019 | Technology and Cyber Security Incident Reporting | 1154 |
| Memorandum 10/27/2013 | Cyber Security Self-Assessment Guidance | 1158 |

APPLICATION AND APPROVAL GUIDES

| | | |
|----------------------------------|---|------|
| Instruction Guide 10/2001 | Guide for Incorporating Banks and Federally Regulated Trust and Loan Companies | 1174 |
| Instruction Guide 5/2016 | Guide for Continuing a Body Corporate as a Bank or a Federally Regulated Trust or Loan Company | 1194 |
| Instruction Guide 2004-05 | Guide for Applications under Section 2 of the Information Technology Activities Regulations | 1214 |
| Instruction Guide 2008-11 | Transaction Instructions | 1221 |
| Instruction Guide Index A No. 5 | Change of Name — Letters Patent | 1222 |
| Instruction Guide Index A No. 8 | Substantial Investments Requiring Ministerial Approval — Permitted Entities | 1225 |
| Instruction Guide Index A No. 10 | Sale of All or Substantially All Assets by Deposit- Taking Institutions | 1229 |

Table of Contents

| | | | |
|-------------------|-----------------|--|------|
| Instruction Guide | Index A No. 11 | Voluntary Liquidation and Dissolution | 1236 |
| Instruction Guide | Index A No. 12 | Amalgamations | 1241 |
| Instruction Guide | Index A No. 13 | Continuation of a Body Corporate | 1250 |
| Instruction Guide | Index A No. 14 | Discontinuance — Continuance under the <i>Canada Business Corporations Act</i> or the <i>Canada Not-For-Profit Corporations Act</i> | 1252 |
| Instruction Guide | Index A No. 16 | Extension of Divestiture Period for Control or Holding of a Substantial Investment Obtained as a Result of a Loan Default-Minister’s Approval | 1256 |
| Instruction Guide | Index A No. 17 | Extension of Divestiture Period for Control or the Holding of a Substantial Investment Obtained Through the Realization of a Security Interest-Minister’s Approval | 1257 |
| Instruction Guide | Index A No. 18 | Extension of Holding Period of Temporary Investments — Minister’s Approval | 1258 |
| Instruction Guide | Index A No. 20 | Name Reservation | 1259 |
| Instruction Guide | Index A No. 22 | Giving Up Control in Fact while Maintaining Another Type of Control | 1261 |
| Instruction Guide | Index A No. 23 | Acquisition or Increase of a Significant Interest in, and/or Acquisition of Control of, a Federally Regulated Entity | 1263 |
| Instruction Guide | Index DA No. 1 | Issuance of Shares or Membership Shares in Consideration of Property | 1271 |
| Instruction Guide | Index DA No. 2 | Purchase or Redemption of Shares or Membership Shares | 1275 |
| Instruction Guide | Index DA No. 3 | Materiality Criteria for an Re or Its Subsidiaries to Hold Shares or Ownership Interests in a FRE or a FRE’s Controlling Entity | 1278 |
| Instruction Guide | Index DA No. 4 | Reduction of Stated Capital | 1279 |
| Instruction Guide | Index DA No. 6 | Issuance of Subordinated Debt in Consideration of Property | 1282 |
| Instruction Guide | Index DA No. 7 | Exemption from Requirements for Solicitation of Proxies by Dissidents | 1284 |
| Instruction Guide | Index DA No. 8 | Rectification of Non-Compliance Regarding Appointment of Board of Directors | 1285 |
| Instruction Guide | Index DA No. 9 | Change of Name — By-law | 1286 |
| Instruction Guide | Index DA No. 11 | Exemption from Restriction on Being a Partner in a Partnership | 1289 |
| Instruction Guide | Index DA No. 13 | Substantial Investments Requiring Superintendent Approval — Permitted Entities | 1290 |
| Instruction Guide | Index DA No. 14 | Giving Up Control of an Entity While Retaining a Substantial Investment | 1294 |
| Instruction Guide | Index DA No. 15 | Extension of Holding Period for a Temporary Investment | 1296 |
| Instruction Guide | Index DA No. 16 | Extension of Divestiture Period for the Control of or Holding of a Substantial Investment in, an Entity Obtained as a Result of a Loan Default | 1298 |
| Instruction Guide | Index DA No. 17 | Extension of Divestiture Period for the Control of or Substantial Investment in an Entity Obtained Through Realization of a Security Interest | 1299 |

Table of Contents

| | | |
|-----------------------------------|---|------|
| Instruction Guide Index DA No. 18 | Asset Transaction Greater Than 10% of Assets | 1300 |
| Instruction Guide Index DA No. 19 | Exemption from Self-Dealing Provisions Disallowing Issuance of Shares of a FRE in Exchange for Shares of Another Body Corporate | 1305 |
| Instruction Guide Index DA No. 20 | Related Party Transactions of Nominal Value | 1306 |
| Instruction Guide Index DA No. 22 | Related-Party Asset Transactions as Part of a Restructuring | 1307 |
| Instruction Guide Index DA No. 23 | Related-Party Asset Transactions with a Financial Institution | 1311 |
| Instruction Guide Index DA No. 24 | Acquisition or Disposal of Assets Exceeding 5% of a FI's Assets, To/From a Widely Held Bank or Insurance Holding Company or a Subsidiary of the Holding Company That is Related to FI | 1315 |

REGULATORY AND LEGISLATIVE ADVISORIES

| | | |
|---------------------|--|------|
| Advisory 2013-01 | Business and Powers — Ownership Interests in Commodities . . . | 1317 |
| Advisory 2015-01 | Substantial Investments | 1322 |
| Advisory 2020-03 | Control in Fact | 1353 |
| Advisory 2003-04-R1 | Capital Structure — Declaration and payment of dividends | 1359 |
| Advisory 2003-01 | Business and Powers — Commercial Lending Limit | 1361 |
| Advisory 2002-02 | Business and Powers — Information Respecting a Customer | 1363 |
| Advisory 2020-02 | Corporate Names, Registered Names and Trade Names | 1365 |
| Advisory 2008-08 | Undertaking for the sharing of information with insurers | 1370 |

OSFI RULINGS

| | | |
|------------------------|--|------|
| 2001-01 | Conversion of Shares | 1373 |
| Ruling 2001-02 | Holding of Shares in the Federally Regulated Financial Institution or its Controlling Body Corporate | 1375 |
| Ruling 2001-03 | Deeming a Party to be a Related Party | 1378 |
| Rulings BP-2002-01 | Acting as Trustee for a Trust | 1379 |
| Ruling BP-2003-01 | Acting as a Service Provider | 1381 |
| Ruling 2003-02 | Voluntary Liquidation — Outstanding Deposit Liabilities | 1383 |
| Ruling 2004-05 | Physically Settled Commodity Trading | 1385 |
| Ruling 2005-01 | Conversion of Subordinated Debt | 1390 |
| Ruling 2007-02 | Control in Fact — Trustee or Manager | 1392 |
| Ruling 2008-03 | Control in Fact — Major Shareholder and Service Provider | 1395 |
| Ruling 2008-05 | Alternate Name — Use of a trade name | 1398 |
| Ruling 2016-01 | Promotion of a “Comprehensive Credit Insurance” Policy by a Bank | 1400 |
| Ruling 2017-01 | Acting jointly or in concert | 1403 |
| Capital Ruling 07/2020 | Limited Recourse Capital Notes | 1406 |

Table of Contents

FILING INSTRUCTIONS, RETURNS AND PENALTIES

| | | |
|---------------------------|---|------|
| 05/2020 | Reporting Requirements for Deposit-Taking Institutions | 1411 |
| Instruction Guide 01/2020 | Administrative Procedures for the Late and Erroneous Filing Penalty (LEFP) Framework | 1417 |
| Letter 12/17/2018 | New OSFI-525 and OSFI-590 Reporting Requirements | 1427 |
| Instructions [1] | OSFI-525 Report | 1428 |
| Instructions [2] | OSFI-590 Report | 1430 |

OTHER REGULATORY DOCUMENTS

| | | |
|---|---|------|
| 03/28/1988 | Hockin-Kwinter Accord | 1433 |
| National Instrument 31-103 | Registration Requirements, Exemptions and Ongoing Registrant Obligations | 1444 |
| 02/2011 | OSFI Supervisory Framework | 1515 |
| Guide to Intervention for Federally Regulated Deposit-Taking Institutions | | 1535 |

| | | |
|-------|-----------|------|
| Index | | 1549 |
|-------|-----------|------|