

Draft Regulation

An Act respecting trust companies and savings companies
(R.S.Q., c. S-29.01)

Establishment of security

Notice is hereby given, in accordance with sections 10 and 11 of the Regulations Act (R.S.Q., c. R-18.1), that the Regulation respecting the establishment of security by trust companies and savings companies in respect of the Canadian Depository for Securities Ltd (CDS) and Euroclear Clearance System Société Coopérative (Euroclear), the text of which appears below, may be made by the Government upon the expiry of 45 days following this publication.

The purpose of the draft Regulation is to allow a Québec company that wishes to participate in the securities clearing and depository services offered by CDS and Euroclear to hypothecate its property or the property allocated to the payment of deposits in favour of these organizations.

To date, study of the matter has shown no impact on the citizens and on businesses.

Any interested person having comments to make on the matter is asked to send them in writing, before the expiry of the 45-day period, to Mr. André Legault, 700, boulevard René-Lévesque Est, 30^e étage, Québec (Québec) G1R 5A9, with a copy to the Inspector General of Financial Institutions, 800, place D'Youville, 9^e étage, Québec (Québec) G1R 4Y5.

BERNARD LANDRY,
*Minister of State for the Economy and Finance
and Minister of Finance*

Regulation respecting the establishment of security by trust companies and savings companies in respect of the Canadian Depository for Securities Ltd (CDS) and Euroclear Clearance System Société Coopérative (Euroclear)

An Act respecting trust companies and savings companies
(R.S.Q., c. S-29.01, s. 191, par. 5)

1. For the purposes of participating in the securities clearing and depository services offered by the Canadian Depository for Securities Ltd (CDS) or by Euroclear Clearance System Société Coopérative (Euroclear), a

Québec company may hypothecate its property or the property allocated to the payment of deposits.

2. This Regulation replaces the Regulation respecting the establishment of security by trust companies and savings companies in respect of the Canadian Depository for Securities Ltd. (CDS), made by Order in Council 989-94 dated 6 July 1994.

3. This Regulation comes into force on the fifteenth day following the date of its publication in the *Gazette officielle du Québec*.

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