

**IN THE MATTER OF THE SECURITIES ACT  
R.S.N. 1990, CHAPTER S-13 (the "Act")**

**AND**

**IN THE MATTER OF  
GOVERNMENT WARRANTS**

**RULING  
(Subsection 75(1))**

**UPON** the application of certain interested parties to the Director of Securities (the "Director") pursuant to the powers conferred on the Director by section 146 of the Act for a ruling pursuant to subsection 75(1) of the Act exempting certain trades of Government Warrants, being warrants which entitle the holder thereof to acquire bonds, debentures or other evidences of indebtedness of or guaranteed by the Government of Canada or a province of Canada ("Government Bonds");

**AND WHEREAS** an issuer may issue Government Bonds pursuant to registration and prospectus exemptions under subparagraph 36(2)(a)(i) and paragraph 74(1)(a) of the Act;

**AND WHEREAS** an issuer of Government Bonds is unable to rely on the exemptions from sections 26 and 54 contained in subparagraph 36(2)(a)(i) and paragraph 74(1)(a), respectively, to distribute Government Warrants entitling the holder to acquire Government Bonds of the same issuer;

**AND WHEREAS** the Director is satisfied that do so rule would not be prejudicial to the public interest;

**IT IS RULED** pursuant to subsection 75(1) of the Act that sections 26 and 54 of the Act do not apply to trades of Government Warrants issued by an issuer of Government Bonds entitling the holder to acquire Government Bonds of the same issuer.

**DATED** at St. John's, Newfoundland this 16th day of September, 1992.

**GEORGE F. KENNEDY**  
Director of Securities