

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

AND

**IN THE MATTER OF
CERTAIN REPORTING ISSUERS**

**BLANKET ORDER
(Subparagraph 81(b)(ii))**

WHEREAS Part XVII of the Act authorizes the Securities Commission of Newfoundland (the "Commission") by order to grant exemptions from certain of the obligations set out in part XVII of the Act;

AND WHEREAS section 146 of the Act authorizes the Director of Securities (the "Director") to exercise the powers of the Commission until such time as the members of the Commission are appointed;

AND WHEREAS the Director is of the view that the information contained in the interim financial statements of reporting issuers referred to in subsection 78(1) of the Act is effectively available to security holders generally by virtue of media coverage and filing with the Commission and stock exchanges at an earlier date than individual delivery by mail can accomplish;

AND WHEREAS National Policy Statement No. 41 ("NP 41") requires reporting issuers to deliver the interim financial statements to any securityholder of the issuer who requests the issuer in writing to be placed on a Supplemental Mailing List maintained by the issuer for this purpose, and provides a procedure whereby a securityholder can conveniently make such a request;

AND WHEREAS the Director is of the opinion that to so order would not be prejudicial to the public interest;

IT IS ORDERED pursuant to paragraph 81(b)(ii) of the Act that:

- I. A reporting issuer is exempt from the requirement in section 80 of the Act to deliver interim financial statements required by section 78 of the Act to securityholders, provided that
 1. the issuer complies with NP 41, in particular with respect of the establishment and maintenance of a Supplementary Mailing List as defined in NP 41;

2. the issuer files its interim financial statements with the Commission as required by section 78 of the Act and concurrently files such statements with all stock exchanges upon which securities of the issuer are listed, and issues a press release with the highlights of the information contained in such statements to the financial press;
- II. Subject to paragraph 4, this order shall be effective in respect of interim financial statements for the fiscal period of the issuer ending on or after the first annual meeting of the securityholders of the issuer that takes place on or after April 1, 1991 in respect of which meeting the issuer complies with NP 41;
 - III. This exemption in this order will continue to be in effect in respect of interim financial statements for the fiscal periods of the issuer ending on or after each annual meeting of securityholders of the issuer in respect of which meeting the issuer complies with NP 41;
 - IV. A reporting issuer that wishes to use the exemption provided by this order before its first annual meeting that takes place on or after April 1, 1991 may do so once it has established a Supplemental Mailing List as defined in NP 41, provided that it otherwise complies with NP 41 and this order;

For the purpose of establishing a Supplemental Mailing List, the issuer shall send to all its securityholders, registered or non-registered, of the classes entitled to receive interim financial statements, a return card permitting the securityholder to request to be placed on the issuer's Supplemental Mailing List together with an appropriate written explanation to the securityholder. The communication to non-registered securityholders shall be carried out in accordance with the procedure set out in the Part IV of NP 41, in particular:

1. determining from the Canadian Depository for Securities Limited ("CDS") and Vancouver Stock Exchange Corporation ("VSEC") the intermediaries for whom they hold the relevant classes of securities;
2. obtaining a current list of registered nominees;
3. delivering search cards to the intermediaries for whom CDS and VSEC hold securities and to the registered nominees appearing on the issuer's shareholders' list;
4. bulk delivery of return cards and explanatory material to the intermediaries, including the registered nominees, referred to in clause (iii); and
5. delivery of return cards and explanatory material to non-registered securityholders by the intermediaries.

IT IS FURTHER ORDERED that this order shall be effective on and after April 1, 1991.

DATED at St. John's, Newfoundland, this 28th day of October, 1994.

GEORGE F. KENNEDY
Director of Securities