



IN THE MATTER OF THE *SECURITIES ACT*
S.N.W.T. 2008, c. 10, AS AMENDED

-and-

Temporary Exemption from Certain Corporate Finance Requirements

BLANKET ORDER 51-502

(Section 16)

WHEREAS some issuers and designated credit rating organizations may have difficulties or may be unable to comply with certain obligations under securities legislation as a result of the COVID-19 pandemic, including requirements to make certain filings or to send or deliver certain documents;

AND WHEREAS the Northwest Territories Office of the Superintendent of Securities (“the Superintendent”) expects that each securities regulatory authority will issue orders providing similar exemptions to those provided in this order;

AND WHEREAS the Superintendent expects that jurisdictions that have adopted continuous disclosure obligations in relation to the offering memorandum prospectus exemption will also provide exemptions from those requirements, but the Northwest Territories has not adopted those continuous disclosure obligations so those exemptions are not required in the Northwest Territories

AND WHEREAS section 94 of the Northwest Territories *Securities Act* requires a person to file a prospectus and to receive a receipt for that prospectus prior to distributing a security;

AND WHEREAS section 102 of the Act requires a reporting issuer to provide periodic disclosure about its business and affairs and to provide other prescribed disclosure;

AND WHEREAS the Northwest Territories has adopted National Instruments that impose periodic disclosure requirements on issuers and disclosure requirements for designated rating organizations;

AND WHEREAS the Superintendent is satisfied, having considered the interests of issuers that are impacted by COVID-19 and the needs of investors to have timely disclosure about an issuer's or designated rating organization's financial and business affairs that, subject to the conditions set out in this Instrument, it is appropriate to provide exemptions from the requirements of sections 94 and 102 of the Act and variations of certain securities rules to extend the time required to comply with the Group A requirements, the Group B requirements, the annual reporting obligations of designated credit rating organizations and the lapse date requirements for certain prospectuses;

IT IS ORDERED THAT:

1. Terms defined in the *Securities Act*, National Instrument 14-101 *Definitions*, National Instrument 25-101 *Designated Rating Organizations* (NI 25-101), National Instrument 43-101 *Standards of Disclosure for Mineral Projects*, National Instrument 44-102 *Shelf Distributions*, National Instrument 51-101 *Standards of Disclosure for Oil and Gas Activities*, National Instrument 51-102 *Continuous Disclosure Obligations* (NI 51-102), have the same meaning in this Instrument.

2. In this Instrument:

"extension period" means the period between the date the person was required to file, send or deliver a document under a requirement listed in the Group A requirements and 45 days following that date;

"Group A requirements" means the requirement to file, send or deliver a document during the period from March 23, 2020 to June 1, 2020 under any of the following provisions:

- (a) section 4.2 [filing deadline for annual financial statements] of NI 51-102,
- (b) section 4.4 [filing deadline for an interim financial report] of NI 51-102,
- (c) section 4.6(1) [annual request form] of NI 51-102,
- (d) sections 4.6 (3) and (5) [delivery of financial statements] of NI 51-102,
- (e) sections 4.7(2) and (3) [filing of financial statements after becoming a reporting issuer] of NI 51-102,
- (f) section 4.10(2) [financial statements of the reverse takeover acquirer for periods ending before a reverse takeover] of NI 51-102,
- (g) section 5.1(2) [filing of MD&A] of NI 51-102,
- (h) section 5.2 [filing of MD&A for SEC issuers] of NI 51-102,
- (i) sections 5.6 (1) and (3) [delivery of MD&A] of NI 51-102,
- (j) section 6.2 [filing deadline for an AIF] of NI 51-102,
- (k) section 11.6 [executive compensation disclosure for certain reporting issuers] of NI 51-102,

- (l) section 4.2(l)(j) [technical report filing] of NI 43-101 *Standards of Disclosure for Mineral Projects*,
- (m) section 2.1 [reserves data] of NI 51-101 *Standards of Disclosure for Oil and Gas Activities*, and
- (n) any similar annual or interim disclosure document of a reporting issuer required pursuant to an exemption from one of the requirements listed in this definition included in an exemptive relief decision made by a securities regulatory authority or regulator prior to the date of this order; and

“Group B requirements” means the requirement to file, send or deliver a document during the period from March 23, 2020 to June 1, 2020 under any of the following provisions:

- (a) section 4.8 [notice of change in year-end] of NI 51-102,
- (b) section 4.9 [notice of change in corporate structure] of NI 51-102,
- (c) section 4.11 [change of auditor reporting package] of NI 51-102, and
- (d) section 8.2 [obligation to file a business acquisition report and filing deadline] of NI 51-102.

Exemption from Group A requirements

3. The Superintendent, considering that to do so would not be prejudicial to the public interest, orders under section 16 that a person is exempt from the applicable Group A requirements if the person complies with the following conditions:

- (1) The person issues, and files on SEDAR as soon as reasonably practicable, a news release in advance of the deadline that would otherwise apply to the applicable requirement that:
 - (a) discloses each applicable requirement for which the person is relying on this exemption,
 - (b) states that the person’s management and other insiders are subject to a trading black-out policy that reflects the principles in section 9 of National Policy 11-207 *Failure-to-File Cease Trade Orders and Revocations in Multiple Jurisdictions*,
 - (c) discloses the estimated date by which the person expects to file, send or deliver the document referred to in the applicable Group A requirements, and
 - (d) provides the following information about the person:
 - (i) an update of any material business developments since the date of the last annual financial statements or interim financial reports that the person filed, or

- (ii) confirmation that there have been no material business developments since that date.
- (2) The person issues, and files on SEDAR as soon as reasonably practicable:
 - (a) a news release no later than 30 days after the first day of the extension period, and
 - (b) a subsequent news release no later than 30 days following the date of the news release referred to in (2)(a) if the person has not yet filed, sent or delivered, as applicable, each document for which it is relying on this exemption.
 - (3) A news release referred to in (2) must provide the following information about the person:
 - (a) an update of any material business developments since the date of the last news release required by this section, or
 - (b) confirmation that there have been no material business developments since that date.
 - (4) The person does not file a preliminary prospectus or a final prospectus for an offering of securities until it has filed all documents for which it is relying on an exemption from the Group A requirements.
 - (5) The person files, sends or delivers all documents for which it is relying on an exemption from the Group A requirements by the date that is 45 days after the date the person was otherwise required to file, send or deliver the document.
 - (6) Despite (5), a person that is relying on the exemption for the sending of an annual request form required by section 4.6(1) of NI 51-102 must send that annual request form before the record date for its next annual meeting of securityholders.
 - (7) Despite (5), a person that is relying on the exemption for the delivery of annual financial statements required by sections 4.6(3) or (5) of NI 51-102 or management's discussion and analysis required by sections 5.6(1) and (3) of NI 51-102, the applicable documents are delivered before, or in conjunction with, the delivery of the management information circular for its next annual meeting of securityholders.

Exemption from Group B requirements

4. The Superintendent, considering that to do so would not be prejudicial to the public interest, orders under section 16 of the Act that a person is exempt from the applicable Group B requirements if the person complies with the following conditions:
 - (1) The person issues, and files on SEDAR as soon as reasonably practicable, a news release in advance of the deadline that would otherwise apply to the applicable requirement that discloses each applicable requirement for which the person is relying on this exemption.
 - (2) The person files, sends or delivers all documents for which it is relying on an exemption from the Group B requirements by the date that is 45 days after the date the person was otherwise required to file, send or deliver the document.

Variation for designated rating organization

5. The Superintendent, considering that to do so would not be prejudicial to the public interest, orders under section 16 of the Act that the requirements applicable to a designated rating organization in section 14(1) of NI 25-101 *Designated Rating Organizations* to file Form 25-101F1 *Designated Rating Organization Application and Annual Filing* (Form 25-101F1) and section 14(2) of NI 25-101 to file an amended Form 25-101F are varied if the designated rating organization complies with the following conditions:
 - (1) The designated rating organization issues and sends to the securities regulatory authority that was its principal regulator for the purposes of its designation as a designated rating organization, a news release in advance of the filing deadline that would otherwise apply that discloses each applicable requirement for which the designated rating organization is relying on this exemption.
 - (2) The news release referred to in (1) must:
 - (a) briefly discuss any information in the latest annual or amended Form 25-101F1 filed by the designated rating organization that is materially inaccurate and may refer to current information on the designated rating organization's website for that purpose, or
 - (b) confirm that there is no such information that is materially inaccurate.

- (3) The designated rating organization files its annual or amended Form 25-101F1, as applicable, by the date that is 45 days after the date the designated rating organization was otherwise required to file the annual or amended Form 25-101F1.

Variation of base shelf prospectus lapse date requirements

6. The Superintendent, considering that to do so would not be prejudicial to the public interest, orders under section 16 that if the 25 month expiration of a base shelf prospectus under sections 2.2(3)(a), 2.3(3)(a), 2.4(3)(a) or 2.6(3)(a) of National Instrument 44-102 *Shelf Distributions* (the lapse date) occurs during the period from March 23, 2020 to June 1, 2020, the lapse date is varied so that it is extended by 45 days if the person complies with the following conditions:
 - (1) The person issues, and files on SEDAR as soon as reasonably practicable, a news release in advance of the lapse date that discloses the specific requirements for which the person is relying on the exemption.
 - (2) The person is not relying on the exemption in section 3 of this Instrument.

Effective date

7. This order is effective March 23, 2020.

DATED at Yellowknife, Northwest Territories, this 23rd day of March, 2020.

Tom Hall

Thomas W. Hall,
Superintendent of Securities