

**A.S.C. POLICY 3.4**  
**REGISTRANTS DECLARATION OF PERSONAL BANKRUPTCY**

**1. ADVISING THE ALBERTA SECURITIES COMMISSION**

- 1.1 Any person registered as a salesman, partner, director or officer of a registered dealer or adviser shall advise the Alberta Securities Commission (the "Commission") forthwith if the registrant becomes insolvent or declares personal bankruptcy and of the facts regarding this changed condition.
- 1.2 Failure by a registrant to advise the Commission of personal insolvency or personal bankruptcy will be considered as a serious neglect of responsibilities and may be grounds for review of continued fitness under the Alberta Securities Act.
- 1.3 The circumstances of each insolvency or bankruptcy will be reviewed and assessed by the Commission. Neither condition will necessarily call for the cancellation of an individual's registration. However, depending on the circumstances, it may raise questions regarding the fitness for continued registration of an individual registered as a salesman. It is likely to raise more serious concerns as to fitness for continued registration of individuals registered in other categories. For example, if a review of the situation discloses evidence of activities such as unethical conduct or gross error in business judgment, the individual's registration may be suspended or cancelled. Less serious situations may result in the need for close supervision of the individual and the preparation of reports on his progress to be delivered to the Commission.

**2. NEW PERSONS APPLYING FOR REGISTRATION**

- 2.1 Any person applying for registration who has declared personal bankruptcy or who is insolvent and may become bankrupt will not be considered for registration unless he:
  - 2.1.1 obtains a discharge under the Bankruptcy Act, or
  - 2.1.2 demonstrates that he has satisfactorily resolved his insolvency and provides the Commission with satisfactory evidence of employment and banking references.

**3. RULINGS BY SELF-REGULATORY ORGANIZATIONS**

- 3.1 Any ruling by a self-regulatory organization that has jurisdiction over an applicant or a registrant shall be considered by the Commission.

Effective date: March 15, 1987