

ALBERTA SECURITIES COMMISSION

CLEARING AGENCY RECOGNITION: VARIATION

Citation: Natural Gas Exchange Inc., Re, 2013 ABASC 562

Date: 20131219

Natural Gas Exchange Inc.

Background

1. The Alberta Securities Commission (the **Commission**) recognized Natural Gas Exchange Inc. (**NGX**) as a clearing agency under section 67 of the *Securities Act* (Alberta) (the **Act**) by Commission order cited as *Natural Gas Exchange Inc.*, 2008 ABASC 583, as varied by further orders cited as *Re Natural Gas Exchange Inc.*, 2009 ABASC 163 and *Re Natural Gas Exchange Inc.*, 2012 ABASC 307 (together, the **Clearing Agency Recognition Order**).
2. NGX has agreed to comply with the *Principles for financial market infrastructures* issued jointly by the Committee on Payment and Settlement Systems (**CPSS**) and the Technical Committee of the International Organization of Securities Commissions (**IOSCO**), as the same may be amended, or any successor standards, principles and guidance for central counterparties and financial market infrastructures adopted jointly by CPSS and the IOSCO Technical Committee, in the manner determined by the Commission.

Interpretation

3. Terms defined in the Act or in National Instrument 14-101 *Definitions* have the same meaning in this order unless otherwise defined herein.

Order

4. The Commission, considering that it would not be prejudicial to the public interest, orders under section 214(1) of the Act that the Clearing Agency Recognition Order is varied by adding, as paragraph 6(b.1), the following undertaking of NGX:

to operate the Clearing System in compliance with the *Principles for financial market infrastructures* issued jointly by the Committee on Payment and Settlement Systems (**CPSS**) and the Technical Committee of the International Organization of Securities Commissions (**IOSCO**), as the same may be amended, or any successor standards, principles and guidance for central counterparties and financial market infrastructures adopted jointly by CPSS and the IOSCO Technical Committee, in the manner determined by the Commission; [.]

For the Commission:

“original signed by”

Stephen Murison
Vice-Chair

“original signed by”

Fred Snell, FCA
Member