

THE SECURITIES ACT

)

Order No. 4029

)

Section 20

)

January 8, 2003

CIVIL SERVICE SUPERANNUATION BOARD

WHEREAS:

(A) The Civil Service Superannuation Board (the "CSSB") has applied to The Manitoba Securities Commission (the "Commission") for an order pursuant to subsection 20(1) of the *Securities Act*, R.S.M. 1988, c. S50 (the "Act") to be exempted from sections 6 and 37 of the Act to provide investment management services for the Workers Compensation Board ("WCB").

(B) CSSB has represented to the Commission that:

1. The Civil Service Superannuation Fund ("Fund") was established by provincial legislation and is a registered plan for the purposes of the Income Tax Act (Canada).
2. The CSSB was established by provincial legislation and administers the Fund.
3. The Fund receives contributions from employees and payments from the Government of Manitoba its boards, commissions and corporations that employ them ("Contributions").
4. Contributions are invested as directed by the investment committee of the CSSB and are restricted to investments permitted under the *Pensions Benefits Act* (Manitoba).
5. Investment decisions are made by the Investment Division of the Fund which is directed by the Chief Investment Officer (the "CIO") and his staff who hold CFA designations, all of whom are employees of the CSSB. Some of the Investment Division staff were formerly registered with the Commission.
6. The Investment Division can make investments on a discretionary basis within the bounds of the investment policy of the Fund. All trades are reported for subsequent approval by the Investment Committee of the Fund.
7. The CSSB has contracted to provide investment management services to the WCB.
8. The funds from the WCB consist of employer and employee premiums paid for insurance benefits ("WCB Funds") and are not subject to the *Pension Benefits Act* (Manitoba).

9. The WCB Funds will be invested separately from the assets of the Fund.

10. Investment decisions will be made by the CIO and two his staff on a discretionary basis within the bounds of the investment policy of the Fund. The funds from WCB will be placed into one or more pooled funds managed in accordance with the investment policy of the Fund.

11. The CSSB will report to the WCB all investment transactions, holdings and performance information quarterly and will monitor compliance with the investment policy of the Fund on an ongoing basis

(C) The Commission is of the opinion that it would not be prejudicial to the public interest to grant the order requested.

IT IS ORDERED:

1. THAT, pursuant to subsection 20(1) of the Act, CSSB and its trustees from time to time and the Investment Division of the CSSB be exempt from sections 6 and 37 of the Act with respect to trades of securities made in the course of providing investment management services to the WCB.

2. THAT the fee for this Order is \$1,000.00.

BY ORDER OF THE COMMISSION

Deputy Director – Legal