



CIRCULAR 094-23

July 11, 2023

DISCIPLINARY DECISION — SETTLEMENT AGREEMENT JITNEYTRADE INC.

Bourse de Montréal Inc. (the “**Bourse**”) filed the following complaint against JitneyTrade Inc. (“**JitneyTrade**”), an approved participant of the Bourse:

1. During the period from April 1, 2017 to December 31, 2017, JitneyTrade contravened articles 3011 - “Surveillance and Compliance” and 6366 B) - “Access to Electronic Trading” of the Rules of the Bourse (the “Rules”), as JitneyTrade failed to establish and maintain controls, policies and procedures that are reasonably designed to manage the regulatory risks associated with providing its clients with electronic access to the trading system of the Bourse, more specifically that its post-trade monitoring reports and review documentation did not provide adequate written explanation of the reviews actually performed in connection with the detection of potential spoofing, a manipulative or deceptive method of trading;
2. During the period from April 1, 2017 to September 30, 2018, JitneyTrade contravened articles 3011 - “Surveillance and Compliance” and 6366 B) - “Access to Electronic Trading” of the Rules, as JitneyTrade failed to establish and maintain controls, policies and procedures that are reasonably designed to manage the regulatory risks associated with providing its clients with electronic access to the trading system of the Bourse, more specifically with regard to its daily post-trade monitoring to detect certain types of potential “marking the open”, a manipulative or deceptive method of trading.

Following a hearing held on June 14, 2023, the Disciplinary Committee of the Bourse accepted the settlement agreement negotiated between the staff of the Regulatory Division of the Bourse and JitneyTrade, which includes the imposition of a fine totalling \$90,000, as well as the payment of an additional amount of \$13,000 for the related costs.

To access the full text version of the Disciplinary Committee’s decision, please refer to the following link: (https://www.m-x.ca/f_publications_en/disciplinary_decision_jitneytrade_20230622_en.pdf).

For further information, please contact Jean-Pierre St-Cyr, Senior Legal Officer, Legal and Regulatory Affairs at (514) 829-4034 or by e-mail at jean-pierre.st-cyr@tmx.com.

Adam Allouba
Chief Legal Officer