

CIRCULAR 096-22

August 4, 2022

**HEARING BEFORE THE DISCIPLINARY COMMITTEE
OF BOURSE DE MONTRÉAL INC.**

LAURENTIAN BANK SECURITIES INC.

The Disciplinary Committee of Bourse de Montréal Inc. (the “**Bourse**”) will hold a hearing on **October 18, 2022 at 9:30 a.m.** by videoconference, in order to adjudicate an offer of settlement negotiated between the staff of the Regulatory Division of the Bourse and Laurentian Bank Securities Inc. (“LBS”), in connection with a disciplinary complaint filed against LBS.

The proposed offer of settlement concerns the following allegations:

- During the period from January 1, 2018 to April 2, 2019, LBS contravened article 3011 B) (article 3.100(b) from January 1, 2019) - “Surveillance and Compliance” as LBS failed to establish, maintain and ensure compliance with risk management and supervisory controls, policies and procedures that are reasonably designed to manage the regulatory risks associated with marketplace access for its options trading activities, more specifically as LBS did not regularly access and document, at least annually, the adequacy and effectiveness of such risk management and supervisory controls, policies and procedures and LBS did not provide, as part of its post-trade monitoring of all orders of options transmitted to the Bourse, adequate evidence of documented procedures of its review process for detecting various potential manipulative trading activities, including the parameters used to conduct such reviews, of explanations on how the documentation used to conduct the reviews could effectively detect potential manipulative trading activities and of documented results of its reviews.

In accordance with article 4.302 of the Rules of the Bourse, this hearing will not be open to the public.

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