

Canadian Investment Regulatory Organization

Housekeeping Amendments to UMIR

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Subclause (1)(a)(iii) of UMIR Rule 10.11 is amended as follows:

10.11 Audit Trail Requirements

- (1) **Order and Trade Record** - In addition to any information required to be recorded by a Participant in accordance with Part 11 of the Trading Rules, a Participant shall:
- (a) immediately following the receipt or origination of an order, record:
 - (i) all order designations required by clause (b) of subsection (1) of Rule 6.2,
 - (ii) the identifier of any investment adviser or registered representative receiving the order, and
 - (iii) any information respecting the special terms attaching to the order required by subsection (3) of Rule 6.2, if applicable;
 - (b) immediately following the entry of an order to trade on a marketplace, add to the record:
 - (i) the identifier of the Participant through which any trade would be cleared and settled,
 - (ii) the identifier assigned to the marketplace on which the order is entered; and
 - (c) immediately following the variation or correction of an order, add to the record any information required by clause (a) which has been changed.

Clauses (1)(h) and 10.16(2)(d) of UMIR Rule 10.16 are amended as follows:

10.16 Gatekeeper Obligations of Directors, Officers and Employees of Participants and Access Persons

- (1) An officer, director, partner or employee of a Participant shall forthwith report to their supervisor or the compliance department of the Participant upon becoming aware of activity in a principal account, non-client account or client account of the Participant or a related entity that the officer, director, partner or employee believes may be a violation of:
- (a) Subsection (1) of Rule 2.1 respecting specific unacceptable activities;
 - (b) Rule 2.2 respecting manipulative and deceptive activities;
 - (c) Rule 2.3 respecting improper orders and trades;
 - (d) Rule 4.1 respecting frontrunning;
 - (e) Part C of Corporation Rule 3100 – Best Execution of Client Orders respecting best execution of client orders;
 - (f) Rule 5.3 respecting client priority;

- (g) Rule 6.4 respecting trades to be on a marketplace; and
- (h) Any Requirement that has been designated by the Market Regulator for the purposes of this subsection.

- (2) An officer, director, partner or employee of an Access Person shall forthwith report to their supervisor or the compliance department of the Access Person upon becoming aware of activity by the Access Person or a related entity that the officer, director, partner or employee believes may be a violation of:
 - (a) Subsection (2) of Rule 2.1 respecting specific unacceptable activities;
 - (b) Rule 2.2 respecting manipulative and deceptive activities;
 - (c) Rules 2.3 respecting improper orders or trades;
 - (c.1) Subsection (1) of Rule 3.3 respecting reasonable expectation to settle prior to the entry of an order for a short sale; and
 - (d) any Requirement that has been designated by the Market Regulator for the purposes of this subsection.