



CIRO · OCRI

Canadian Investment
Regulatory
Organization

Organisme canadien
de réglementation
des investissements

**IN THE MATTER OF
THE INVESTMENT DEALER AND PARTIALLY CONSOLIDATED RULES
AND DEALER MEMBER RULES
AND
DESJARDINS SECURITIES INC.**

NOTICE OF APPLICATION FOR SETTLEMENT HEARING

Enforcement Staff will bring an application to a hearing panel of the Canadian Investment Regulatory Organization (“CIRO”)¹ requesting that it accept a settlement agreement between Enforcement Staff and Desjardins Securities Inc. pursuant to sections 8215 and 8428 of the Investment Dealer and Partially Consolidated Rules and the Dealer Member Rules (the “Investment Dealer Rules”).

THE SETTLEMENT AGREEMENT

The settlement agreement addresses proposed allegations that Desjardins Securities Inc. contravened the Investment Dealer and Partially Consolidated Rules and the Dealer Member Rules, by failing to establish and maintain an adequate system for supervision of the business activities of at least two of its registered representatives.

THE SETTLEMENT HEARING

The settlement hearing will be held by videoconference on November 5, 2024 at 1 p.m. ET.

The settlement hearing will take place at: Montréal (Québec), by videoconference.

The hearing is not open to the public, but the public will be notified if the settlement agreement is accepted. If the settlement agreement is accepted, it will be made public together with the hearing panel’s reasons.

DATED September 23, 2024.

(S) National Hearing Officer

NATIONAL HEARING OFFICER

Canadian Investment Regulatory Organization
40 Temperance Street., Suite 2600
Toronto, Ontario, M5H 0B4

¹ On January 1, 2023, IIROC and the MFDA were consolidated into a single self-regulatory organization recognized under applicable securities legislation.

The Canadian Investment Regulatory Organization (“CIRO”) has adopted interim rules that incorporate the pre-amalgamation regulatory requirements contained in the rules and policies of IIROC and the by-laws, rules and policies of the MFDA (the “Interim Rules”). The Interim Rules include (i) the Investment Dealer and Partially Consolidated Rules, (ii) the UMIR and (iii) the Mutual Fund Dealer Rules. These rules are largely based on the rules of IIROC and the rules and certain by-laws and policies of the MFDA that were in force immediately prior to amalgamation. Where the rules of IIROC and the rules and by-laws and policies of the MFDA that were in force immediately prior to amalgamation have been incorporated into the Interim Rules, Enforcement Staff have referenced the relevant section of the Interim Rules.

Section 1105 (Transitional provision) of the Investment Dealer and Partially Consolidated Rules sets out CIRO’s continuing jurisdiction, including that CIRO shall continue the regulation of any person who was subject to the jurisdiction of the Investment Industry Regulatory Organization of Canada, just as the latter did.