

## AMENDMENTS TO COMPANION POLICY 23-101, *TRADING RULES*

### PART 1 AMENDMENTS

#### Amendments

- (1) This amends Companion Policy 23-101, *Trading Rules*.
- (2) Section 2.1 is amended by deleting the last sentence and substituting the following: "The exemption from subsection 3.1(1) does not apply in Alberta, British Columbia, Ontario, Québec and Saskatchewan and the relevant provisions of securities legislation apply."
- (3) Subsection 3.1(2) is amended by deleting the first sentence and substituting the following: "Subsection 3.1(2) of the Instrument provides that despite subsection 3.1(1) of the Instrument, the provisions of the *Securities Act* (Alberta), the *Securities Act* (British Columbia), the *Securities Act* (Ontario), the *Securities Act* (Québec) and *The Securities Act, 1988* (Saskatchewan), respectively, relating to manipulation and fraud apply in Alberta, British Columbia, Ontario, Québec and Saskatchewan."
- (4) Part 4 is amended by:
  - a. in subsection 4.1(7), in the second sentence, adding at the end of the sentence "or, if there is no information processor, by an information vendor that meets that standards set out by a regulation services provider.";
  - b. adding subsection 4.1(8):
 

"In order to meet best execution obligations, where securities trade on multiple marketplaces in Canada, a dealer should consider information from all marketplaces (not just marketplaces where the dealer is a participant). This does not necessarily mean that a dealer must have access to real-time data feeds from each marketplace but that it should establish reasonable policies and procedures for best execution that include taking into account order and/or trade information from all appropriate marketplaces in the particular circumstances. The policies and procedures should be monitored on a regular basis. A dealer should also take steps, where appropriate, to access orders which may include making arrangements with another dealer who is a participant of a particular marketplace or routing an order to a particular marketplace."
- (5) Part 8 is amended by:
  - a. in section 8.1 adding the following after the first sentence: "Information to be recorded includes any markers required by a regulation services provider (such as a significant shareholder marker).";
  - b. in section 8.2 deleting "in the form and at the time required by a securities regulatory authority or the regulation services provider" and substituting " , within 10 business days, in electronic form as required by a securities regulatory authority or the regulation services provider";
  - c. adding section 8.3:
 

**"Electronic Audit Trail** - Subsection 11.2(6) of the Instrument requires dealers and inter-dealer bond brokers to transmit certain information to a securities regulatory authority or a regulation services provider in electronic form as prescribed by a securities regulatory authority or the regulation services provider. The Canadian securities regulatory authorities and the self-regulatory entities are working with the industry to develop standards for these requirements."

#### 7.2.2. Publication