

CIRCULAR 005-20

January 14, 2020

**DISCIPLINARY DECISION — OFFER OF SETTLEMENT
DEUTSCHE BANK SECURITIES INC.**

On January 17, 2019, following an investigation conducted by its Regulatory Division of Bourse de Montréal Inc. (hereinafter referred as the “Bourse”) filed a complaint against Deutsche Bank Securities Inc. (“DBSI”), a foreign approved participant of the Bourse.

This complaint stated the following:

- During the period from October 15, 2014 to October 15, 2017, DBSI contravened articles 6366 A “Access to Electronic Trading” (now 3.4) and 7403 “Application for Approval” (now 3.400) of the Rules of the Bourse (the “Rules”), by providing access to fifteen (15) of its employees to the electronic trading system of the Bourse without having obtained the prior approval of the Bourse;

the whole, rendering DBSI subject to a disciplinary complaint and to the penalties listed in article 4101 and following of the Rules;

- During the period from October 15, 2014 to October 15, 2017, DBSI contravened article 3011 “Surveillance and Compliance” (now 3.100) as it did not establish and maintain a system to supervise the activities of each employee that is reasonably designed to achieve compliance with the Rules and Policies of the Bourse, more specifically as it did not establish policies and procedures to ensure that only its designated personnel approved by the Bourse, and who has received the required training, had access to the electronic trading system of the Bourse;

the whole, rendering DBSI subject to a disciplinary complaint and to the penalties listed in article 4101 and following of the Rules;

Following a hearing held on December 16, 2019, the Disciplinary Committee of the Bourse has approved the offer of settlement negotiated between the staff of the Regulatory Division of the Bourse and DBSI, which includes the imposition of fines totaling \$85,000, as well as the payment of an additional amount of \$7,714.99 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_circulaires_en/decision_DBIS_20191216_en.pdf.

For further information, please contact Ms. Claude Baril, Director, Enforcement and Regulatory Affairs, Regulatory Division, at 514 871-3595 or by e-mail at claud.baril@tmx.com.

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