



Appendix B - Text of UMIR Final Amendments

The Universal Market Integrity Rules are hereby amended as follows:

1. Rule 5.1 is deleted.
2. Policy 5.1 is deleted.
3. Part 3 of Policy 7.1 is amended by:
 - (a) adding “DMR,” to the heading of the first column of the table,
 - (b) deleting “Rule 5.1” from the first column of the table,
 - (c) adding “DMR 3300” after “Rule 8.1” in the first column of the table.
4. Part 4 of Policy 7.1 is amended by:
 - (a) deleting the phrase “and Best Execution” from the title of the Part;
 - (b) deleting the following:

“or 5.1. A Participant must have policies and procedures in place to “diligently pursue the execution of each client order on the most advantageous execution terms reasonably available under the circumstances”. The policies and procedures must:

 - outline a process designed to achieve best execution;
 - require the Participant, subject to compliance by the Participant with any Requirement, to follow the instructions of the client and to consider the investment objectives of the client;
 - include the process for taking into account order and trade information from all appropriate marketplaces and foreign organized regulated markets; and
 - describe how the Participant evaluates whether “best execution” was obtained.

In order to demonstrate that a Participant has “diligently pursued” the best execution of a particular client order, the Participant must be able to demonstrate that it has abided by the policies and procedures. At a minimum, the written compliance procedures must address employee education and post-trade monitoring”;



- (c) replacing “Rules 5.3” with “Rule 5.3” after the phrase “order handling is allowed under UMIR”;
 - (d) replacing “5.1” with “Dealer Member Rule 3300” before the phrase “as this is done to ensure that the client gets a good execution.”; and
 - (e) deleting the phrase “and best execution, particularly in a multiple market environment” in the first bullet under the heading “Education”.
5. Part 3 of Policy 5.3 is amended by replacing the phrase “Part 4 – Specific Procedures Respecting Client Priority and Best Execution” with “Part 4 – Specific Procedures Respecting Client Priority”.
6. Part 5 of Policy 6.4 is amended by:
- (a) adding the phrase “and the Dealer Member Rules” after “In particular, the following provisions of UMIR”;
 - (b) replacing the phrase “Part 5 dealing with the “best execution obligation” of a Participant in respect of a client order” with “Dealer Member Rule 3300 with respect to the “best execution obligation” of a client order”.
7. Part 1 of Policy 8.1 is amended by replacing the phrase “in accordance with the best execution obligations under Rules 5.1 and 5.2” with the phrase “in accordance with its best execution obligation under Dealer Member Rule 3300”.
8. Rule 10.16 is amended by replacing “Rule 5.1” with “Dealer Member Rule 3300” in clause (e) of subsection (1).