

TSX and TSXV will have the ability to suspend a participant's ability to enter Conditional Orders if TSX or TSXV, as the case may be, determines, in its sole discretion, that Conditional Orders are being misused. In particular, we will monitor participants' Score (as defined below). TSX or TSXV will have the ability to suspend a participant's ability to enter Conditional Orders if TSX or TSXV determines, in its sole discretion, that Conditional Orders are being misused.

Scoring Methodology

A score will be calculated based on the aggregate firm volume 'firmed up' by a participant over the aggregate Conditional Order volume entered by such participant (the "**Score**"). For purposes of the Score calculations, no fall downs will be taken into account if such fall down was a result of the NBBO moving within the firm up period.

Falldowns are based on the number of invites firmed up against and not firmed up order volume.

- (Number of invites) / (Firmed-up invites)
- Partial firm-ups are considered firmed up

Adjustments will be made where response price is more conservative than the invitation price if supported by changes in the NBBO:

- for Buys: firmup price \geq MIN (NBBO midpoint, invite price)
- for Sells: firmup price \leq MAX (NBBO midpoint, invite price)

A traders' score will be calculated daily, at the end-of-day (per Trader ID). The Score will be based on the sum of available statistics per trader from the last **N** calendar days.

Variables

% Threshold: set to 50%

N: 1 (Day of Trading), minimum 10 invites per day

Suspension from the Conditionals Facility

If a participant (by Trader ID) does not maintain a threshold percentage (the "**Threshold**") Score of greater than 50%, we may, in our sole discretion, suspend a participant's ability (by Trader ID) to enter Conditional Orders for one trading day (a "**Suspension**").

A Conditional trading Suspension will be applied to the trading day immediately following the day on which the Threshold is breached. Prior to a Suspension, participants will be alerted by the applicable Exchange if their Score falls below the Threshold. Repeated breaches of the Threshold may result in longer periods of Suspension. We may, in our sole discretion, amend the Threshold or the number of orders to use for the Score calculation, from time to time, to maximize the effectiveness and fairness of the enforcement facility. Any change in the Threshold will be communicated to participants.