

# FX Last Look Disclosure

The Toronto-Dominion Bank

## What is “Last look”?

Last Look is a practice used in electronic trading activities whereby a Market Participant (as defined in the Code) receiving a trade request has a final opportunity to accept or reject a trade request against its quoted price; it should be used as a risk control mechanism in order to verify validity and/or price. FX Code - Principle 17 provides that Market Participants employing Last Look should be transparent regarding its use and provide appropriate disclosures to its clients.

## Why does TD apply last look?

The purpose of this disclosure is to explain certain trading practices of The Toronto-Dominion Bank (“TD”) when acting as a market maker, on a principal basis, in the electronic foreign exchange (“FX”) market.

Last Look is utilized by TD as a risk control mechanism to verify the validity and/or price of a transaction. The validity check is intended to confirm that the transaction details contained in the request to trade are appropriate from an operational perspective and that credit is available to the client to enter into the transaction contemplated by the trade request. The price check is intended to confirm whether the price at which the trade request was made remains consistent with the current price that would be available to the client.

## Is TD’s implementation of last look symmetric?

Symmetric last look refers to a symmetric check that applies the same price tolerance level symmetrically around the current price. TD will apply a “symmetric last look” to electronic FX trading, that is, the trade request is treated the same regardless of whether it is in TD’s favor or in the client’s favor.

## How does TD use client information?

TD treats any information which may identify you or which relates to your FX portfolios and FX transaction as confidential. TD does not use confidential information for reasons other than the purpose for which it was given.

## Does TD apply additional hold times?

TD’s Last Look does not impose a hold time and aims to make its decision to accept or reject a trade as promptly as possible.

## Does TD notify a counterparty if an offer to trade was rejected?

When a trade request is rejected, TD aims to communicate to the client, upon request and to the extent technologically feasible, the reason for the rejection. Please direct any questions concerning trade rejections to your TD representative.

## Trading activity during the last look window -

TD does not use information from rejected orders for hedging purposes during the last look window.

**This disclosure is subject to change and TD may at any time, in its sole discretion, modify the practices described above without notice.**