



Rules Library

Developed with our more than 7,000 customers, the ComplySci® Platform library of trade and non-trade related rules are easily configured to address a variety of compliance policies.

TRADE RULES

Once these rules are set up, compliance teams are able to regression test each rule to identify trades that fall outside the limits of permissible activities, all within the ComplySci Platform.

1. Short Swing

Establish holding period requirements to prevent short-term trading. Apply this rule to preclearance requests and post-trade testing, including options for number of days, trade direction, profitability test, related securities, etc.

2. Security Type

Automatically allow or prevent specific transactions depending on security type, such as options or mutual funds.

3. Transaction Type

Prohibit a specific trade category, such as no short sales.

4. Industry Type

Prevent employees or groups from trading in the same industry they cover.

5. Market Capitalization

Set a restriction or exemption based on the market cap of an issuer, defining minimum and maximum values on the underlying equity.

6. Manual Review

Create a manual review process and accommodate single or multi-level approval workflows.

7. Excessive Trades

Set a limit on the number of trades per employee in calendar period: month, quarter, year, or on a rolling basis: 30, 60, 90 days, and specify security type.

8. Options Exemption

Restrict trading of options within a number of days before the security's expiration date.

9. Preclearance Exemptions

Exclude security types from preclearance, and optionally from post-trade testing, so recording transactions in these securities types does not trigger false positive violations. Since no preclearance requirement may exist, the system needs this rule to exempt security types from the normal pre- and post-trade processes.

Use the rules library to streamline compliance reviews and ensure employee activities adhere to your firm's Code of Ethics.

COMPLY™



Align trade and non-trade rules with your firm policies and procedures to automate compliance review and immediately alert compliance teams to any rule violations, activities that fall outside your policies and procedures, or activity patterns that require further review.

Talk to an expert today!

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COMPLY™

10. Listed Security

Compare employee trading requests to a blacklist, whitelist, or do not trade list. Restrict trading of a specific security to any user or group.

11. De Minimis

Sum trades over a certain number of days and prevent transactions which may attempt to hide large transactions through many smaller ones.

12. Short Sale

This rule applies to any transaction with the type 'sell short', or any sale

that makes the value of the holding less than the 'maximum value' in your company's default currency – restrict potential violations across all accounts that have that security.

13. Firm Trades Blackout Period

Define a blackout period during which employees are not allowed to trade securities that the firm has traded.

14. Day and Time

Define specific days and times of the day during which your employees will be unable to trade.

NON-TRADE RULES

Automate non-security based requests to align with preclearance and certification responses, saving time and eliminating the risk of human error.

1. IPOs

Implement and automate your firm's initial public offerings policies.

Compliance officers can also execute policies which require preapproval prior to employees opening new accounts.

2. Private Investments

Execute the approval processes for employees' private fund investments or other business ventures.

5. Political Contributions

Implement policies which address pay-to-play or political contributions. COMPLY™ also provides political contributions monitoring to help firms comply with federal, state, and local regulations.

3. Gifts and Entertainment

Implement policies designed to comply with Section 17(e)(1) of the 1940 Act, SEC Rule 38a-1, and FINRA Rule 3220. Compliance officers can process based on the aggregate value of gifts and entertainment records within a period of time and across certain groups of employees.

6. Marketing Materials

SEC Rule 206(4)-1 sets detailed guidelines for advertisements by investment advisers. Establish and execute policies to address this rule.

4. Broker Accounts

Process changes to existing broker accounts, which may fall under the same policies as new broker accounts.

7. Outside Business Activities

Establish preclearance policies around employees' outside business activities.