



Ontario Commission des
Securities valeurs mobilières
Commission de l'Ontario

P.O. Box 55, 19th Floor
20 Queen Street West
Toronto ON M5H 3S8

CP 55, 19^e étage
20, rue queen ouest
Toronto ON M5H 3S8

**IN THE MATTER OF THE *SECURITIES ACT*
R.S.O. 1990, c. S.5, AS AMENDED**

and

IN THE MATTER OF HSBC BANK CANADA

STATEMENT OF ALLEGATIONS

Staff of the Ontario Securities Commission (“Staff”) allege that:

1. Between July 25 and August 13, 2007, HSBC Bank Canada engaged in conduct contrary to the public interest by failing to adequately respond to emerging issues in the third-party asset-backed commercial paper (“ABCP”) market insofar as it continued to sell third-party ABCP without engaging compliance and other appropriate processes for the assessment of such emerging issues.

December 18, 2009