

CONFIDENTIAL
LEGALLY PRIVILEGED
URGENT INTERNAL MEMO

TO: Senior Management, Board of Directors, and Key Stakeholders

FROM: The Board of Directors (Victoria Ashford, James Blackwood, Nina Patel)

SUBJECT: Uncovering Market Manipulation: An Urgent Review of Trading Activity

DATE: November 16, 2022

ISSUE CATEGORY: Market Manipulation

CONFIDENTIALITY LEVEL: LEGAL PRIVILEGE

As we navigate the unfolding crisis, it has become increasingly clear that Market Manipulation is a critical issue that demands immediate attention. This memo serves as a call to action, highlighting the need for a thorough investigation into suspicious trading activity and the implementation of measures to prevent future instances.

CASE SUMMARY:

Recent analyses have revealed a series of transactions that may indicate Market Manipulation. These transactions involve the Meridian Fund, which has been at the center of our recent investigation. Specifically, we have identified a pattern of trades that appear to be coordinated and designed to manipulate market prices. This includes:

1. **Unusual trading patterns:** Trades executed during periods of high volatility, often resulting in significant gains or losses.
2. **Coordinated trading activity:** Trades executed by multiple accounts, suggesting a coordinated effort to influence market prices.
3. **Lack of transparency:** Trades executed without adequate documentation or reporting, making it difficult to track and verify the transactions.

INVESTIGATION FINDINGS:

Our preliminary investigation suggests that the Market Manipulation may be linked to the following parties:

1. **Marcus Thorne:** As the manager of the Meridian Fund, Thorne has had access to the trading platform and may have been involved in the suspicious transactions.

2. **Arthur Sterling:** As the CEO, Sterling has ultimate responsibility for the bank's trading activities and may have been aware of or complicit in the Market Manipulation.
3. **External parties:** We have reason to believe that external parties, including hedge funds and other institutional investors, may have been involved in the Market Manipulation.

RECOMMENDATIONS:

To address the Market Manipulation and prevent future instances, we recommend the following:

1. **Immediate investigation:** Conduct a thorough investigation into the suspicious trading activity, including interviews with key personnel and analysis of trading data.
2. **Trading restrictions:** Implement restrictions on trading activity, including limits on the types of trades that can be executed and the frequency of trades.
3. **Enhanced transparency:** Require all trades to be thoroughly documented and reported, including the identity of the parties involved and the details of the transactions.
4. **Regulatory engagement:** Engage with regulatory bodies, including the FBC and SEC, to report the suspicious activity and seek guidance on how to prevent future instances.

ACTION ITEMS:

To ensure that this issue is addressed promptly and effectively, we require the following action items:

1. **Senior Management:** Provide a comprehensive report on the investigation findings and recommendations by the end of the day.
2. **Internal Audit:** Conduct a thorough review of the trading platform and trading activity to identify any potential vulnerabilities or irregularities.
3. **Regulatory Engagement:** Engage with regulatory bodies to report the suspicious activity and seek guidance on how to prevent future instances.

CONCLUSION:

Market Manipulation is a serious issue that demands immediate attention and action. We must work together to uncover the truth, prevent future instances, and restore confidence in our institution. This memo serves as a call to action, and we expect a comprehensive response from all parties involved.

CONFIDENTIALITY NOTICE:

This memo is confidential and privileged. It is intended solely for the use of the addressees and may not be disclosed to any other party without prior written consent from the Board of Directors.

ACKNOWLEDGMENT:

Please acknowledge receipt of this memo and confirm that you have understood the recommendations and action items outlined above.

CONFIRMATION:

Please confirm your understanding of the recommendations and action items outlined above by signing and returning the attached acknowledgement form.

Thank you for your prompt attention to this matter.

BOARD OF DIRECTORS

Victoria Ashford

James Blackwood

Nina Patel