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<input checked="" type="checkbox"/> Trading – Equity and Index Derivatives	<input checked="" type="checkbox"/> Technology
<input checked="" type="checkbox"/> Back-office – Futures	<input checked="" type="checkbox"/> Regulation

CIRCULAR 043-16

April 21, 2016

**DISCIPLINARY DECISION — OFFER OF SETTLEMENT
SCOTIA CAPITAL INC.**

On December 10, 2015, following an investigation conducted by its Regulatory Division, Bourse de Montréal Inc. (the Bourse) filed a complaint against Scotia Capital Inc., an approved participant of the Bourse.

This complaint stated that during the period from September 17 to 24, 2013, Scotia Capital Inc. contravened article 15608 of the Rules of the Bourse when it allowed its accounts to be in excess of the permissible position limit applicable to the Five-Year Government of Canada Bond Futures contracts (CGF) and article 14102 by failing to report immediately to the Vice-President of the Regulatory Division of the Bourse that it had exceeded the position limit established by the Bourse for the CGF.

Following a hearing held on March 23, 2016, the Disciplinary Committee of the Bourse (the Committee) has approved the offer of settlement negotiated between the staff of the Regulatory Division of the Bourse and Scotia Capital Inc., which included the imposition of a fine in the amount of \$10,000, as well as the payment of an additional amount of \$3,500 toward costs.

To access the full text version of the Committee’s decision, please refer to the following link:
http://www.m-x.ca/f_circulaires_en/decision_ScotiaCapital_20160323_en.pdf

For further information, please contact Ms. Julie Rochette, Director and Legal Counsel, Regulatory Division, at 514 871-3516 or by e-mail at jrochette@m-x.ca.

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