



List of Fines for Minor Violations

Effective May 10, 2017

The *List of Fines for Minor Violations* identifies the violations subject to the imposition of fines by the Vice-President of the Regulatory Division of Bourse de Montréal inc. (the “Division”) and contains the fines for each of these violations (articles 4.308 to 4.312 of the Rules of the Bourse). The violations and corresponding fines that may be imposed are:

- a) Incomplete or inaccurate report pertaining to the accumulation of positions for derivative instruments (article 6.500 of the Rules of the Bourse)

Per business day within a consecutive period of 24 months	Fine
First violation	Reminder letter
Second violation	\$250
Third violation	\$500
From the fourth to the tenth violation	\$1,000
Subsequent violations	Disciplinary complaint

- b) Exceeding position limits (article 6.310 of the Rules of the Bourse)

Per beneficiary within a consecutive period of 24 months	Fine
First violation	Reminder letter
Second violation	\$2,000
Third violation	\$3,000
Fourth and fifth violation	\$5,000
Subsequent violations	Disciplinary complaint

- c) Non-compliance with the time limit for reporting an exchange for physical transaction, or an exchange for risk (EFP/EFRP) (articles 6.208 of the Rules of the Bourse)

Per transaction within a consecutive period of 24 months	Fine
First violation	Reminder letter
Second violation	\$500
Third violation	\$1,500
Subsequent violations	\$3,000

- d) Non-compliance with the time of market exposure (article 6.205 of the Rules of the Bourse)

Per transaction within a consecutive period of 24 months	Fine
First violation	Reminder letter
Second violation	\$2,000
Third violation	\$3,000
Fourth violation	\$5,000
Subsequent violations	Disciplinary complaint

- e) Failure to send a notice of noncompliance or a notice of exceeding position limits, within the prescribed time (articles 3.105 and 6.500 (j) of the Rules of the Bourse)

Per finding within a consecutive period of 24 months	Fine
First violation	Reminder letter
Second violation	\$1,000
Third violation	\$2,500
Subsequent violations	\$5,000

- f) Prohibited use of the “hidden liquidity” functionality (article 6.204 of the Rules of the Bourse)

Per transaction within a consecutive period of 24 months	Fine
First violation	Reminder letter
Second violation	\$2,000
Third violation	\$3,000
Fourth violation	\$5,000
Subsequent violations	Disciplinary complaint

- g) Granting unauthorized access to the automated system (articles 3.4 (a) and 3.400 of the Rules of the Bourse)

Criteria per person	Fine
Number of years = date of access to the automated system without authorization + each subsequent calendar year	\$500 X number of years
Number of contracts executed	\$0.10 per executed contract