

CIRCULAR



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**To: Associate Members
Floor Members
Local Members
Market Representatives**

No: 228/98

Disciplinary Action Imposed By the Market Practices Committee

Members are advised that in accordance with Article 38.9.1 (b) the Market Practices Committee (the Committee), acting under the said Article, resolved that Members had failed to comply with the following:

MEMBER 1

It was identified that a Member had failed to comply with the following:

1. Section TE.6.4A.2 of the Trading Etiquette

[Failure to Make a Market Enquiry Based on an Expression of Interest]

2. Article 3.6(1)(e) by virtue of an apparent failure to comply with Section 1266(4) of the Law and TE.6.5.1 of the Trading Etiquette

[Disclosure of Information]

3. Section TE.6.8.2(e) of the Trading Etiquette

[Withholding an order in order to cross]

An enquiry identified that the Member had failed to make a market enquiry based on an expression of interest. Further, that the Member had disclosed information regarding an order to a client. This information was not known to the rest of the market. In addition, the enquiry identified that the Member had withheld an order in order to cross.

In accordance with Article 38.9.1(b), the Committee imposed a fine of \$3000 upon the Member for the identified breaches.

MEMBER 2

1. Article 3.6(1)(e) by virtue of an apparent failure to comply with Section 1266(4) of the Law and TE.6.5.1 of the Trading Etiquette

[Disclosure of Information]

2. Section TE.6.8.2(e) of the Trading Etiquette

[Withholding an order in order to cross]

An enquiry identified that the Member had disclosed information not known to the rest of the market and withheld an order in order to cross.

In accordance with Article 38.9.1(b), the Committee imposed a fine of \$3,000 upon the Member for the identified breaches.

Deborah Horne
GM - Compliance & Surveillance

05/08/98

SYDNEY FUTURES EXCHANGE LIMITED

ACN 000 299 392

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