

**CIRCULAR TO:**

**FULL MEMBERS**  
**ASSOCIATE MEMBERS**  
**LOCAL MEMBERS**

**NO. 127/00**

**DISCIPLINARY ACTION IMPOSED**  
**BY THE BUSINESS CONDUCT COMMITTEE**

Members are advised that in accordance with General By-Law G.14(d) the Business Conduct Committee (the Committee), acting under the said Article, resolved that a Full Member failed to comply with the following:

- **DSF®.4**  
[Failure to provide to the SFECH a document authorising the CHESSE participant by the time stipulated in the By-Law]
- **DSF®.10**  
[Failure to give details to tenders to the SFECH by the time stipulated in the By-Law]
- **DSF®.12**  
[Failure to lodge Notice of Intent to give or accept delivery within the time stipulated in the By-Law]
- **DSF®.14(c)**  
[Failure to ensure that transfer of securities had been effected by the time stipulated in the By-Law]
- **DSF®.14(d)**  
[Failure to lodge a report that at indicated the status of transfers by the time stipulated in the By-Law]

The Sydney Futures Exchange Clearing House (SFECH) advised that following the expiry of the April 2000 MIM Holdings Share futures contract, the Member failed to:

- provide to the Sydney Futures Exchange Clearing House Pty Limited (SFECH) a document authorising the CHESSE participant to act on its behalf for delivery by 5:30 pm on the last permitted day of trading, i.e., Thursday, 27 April 2000, as per the requirements of DSF®.4;

- give details of tenders to the SFECH by 5:30 pm on the final trading day, i.e., Thursday, 27 April 2000, as per the requirements of DSF®.10;
- provide the SFECH with an intent to deliver form by 5:30 pm on the final trading day, i.e., Thursday, 27 April 2000, as per the requirements of DSF®.12;
- ensure that by 3:00 pm on the settlement day, i.e., Friday, 28 April 2000, transfers of securities in accordance with the instructions received from the SFECH had been effected on CHESSE as per the requirements of DSF®.14(c); and
- lodge with the SFECH by 3:15 pm on the settlement day, i.e., Friday, 28 April 2000, a report that indicated the status of transfers as per the requirements of DSF®.14(d).

In accordance with G.14(d), the Committee imposed a Reprimand upon the Member in respect of the identified breaches.

**D C HORNE**  
**GENERAL MANAGER – MARKET INTEGRITY**

**21 JUNE 2000**