

IIROC NOTICE

Enforcement Notice Decision

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Legal and Compliance

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08-0087
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IN THE MATTER OF Questrade Inc. – Settlement

SUMMARY

On September 4, 2008, a Hearing Panel of the Investment Industry Regulatory Organization of Canada (IIROC) accepted a Settlement Agreement between IIROC Staff and Questrade Inc. (the “Respondent”). Pursuant to the Settlement Agreement, the Respondent admitted that:

- (a) On or about May 31 and June 1, 2007, Questrade Inc. failed to maintain risk adjusted capital at a level greater than zero as calculated in accordance with Association Form 1 and was capital deficient in the sums of \$431,000 and \$133,000 respectively and thereby contravened IDA By-law 17.1.

Pursuant to the Settlement Agreement, the Hearing Panel imposed the following penalty against the Respondent:

- (a) A fine in the amount of 30,000;

and required the Respondent to pay costs in the amount of \$2,500.

The Investment Dealers Association of Canada (IDA) formally initiated the investigation into the Respondent’s conduct on or about August 2, 2007. The violations occurred when the



Respondent was a member of the IDA. The Respondent is currently a Dealer Member of IIROC.

The Hearing Panel issued its Reasons and Decision on September 30, 2008. The Hearing Panel's Decision and Settlement Agreement are available at:

<http://docs.iiroc.ca/DisplayDocument.aspx?DocumentID=CB63368D933747F39D110FAE8A0DFDCB&Language=en>