

PART 6 – ORDER ENTRY AND EXPOSURE

6.1 Entry of Orders to a Marketplace

- (1) No order to purchase or sell a security shall be entered to trade on a marketplace at a price that includes a fraction or a part of a cent other than an increment of one-half of one cent in respect of an order with a price of less than \$0.50.
- (2) Each order to purchase or sell a listed security or a quoted security entered to trade on a marketplace shall be subject to any special rule or direction issued by the Exchange on which the security is listed or by the QTRS on which the security is quoted with respect to:
 - (a) clearing and settlement; and
 - (b) entitlement of the purchaser to receive a dividend, interest or any other distribution made or right given to holders of that security.

POLICY 6.1 – ENTRY OF ORDERS TO A MARKETPLACE

Part 1 – Exceptions for Certain Types of Orders

Notwithstanding that all orders for a security at a price of \$0.50 or more must be entered on a marketplace at a price that does not include a fraction or a part of a cent, an order which is entered on a marketplace as a Basis Order, Call Market Order or a Volume-Weighted Average Price Order may execute at such price increment as established by the marketplace for the execution of such orders provided, unless otherwise permitted by the information processor or information vendor, that the marketplace shall report the price at which the trade was executed to the information processor or an information vendor as the nearest trading increment and if the price results in one-half of a trading increment the price shall be rounded up to the next trading increment.

Defined Terms: NI 21-101 section 1.1 – “information processor” and “order”

UMIR section 1.1 – “Basis Order”, “Call Market Order”, “Exchange”, “listed security”, “marketplace”, “QTRS”, “quoted security”, “trading increment” and “Volume-Weighted Average Price Order”

UMIR section 1.2(2) – “trade”

Regulatory History: Effective March 9, 2007, the applicable securities commissions approved an amendment to subsection (1) of Rule 6.1 to add the phrase “in respect of an order with a price of less than \$0.50” at the end of the subsection and to add Part 1 of Policy 6.1.