



Web 2009-1

February 9, 2009

Dear Members & Rulebook Recipients:

The following Chapter has been amended:

<u>Chapter</u>	<u>Regulation</u>	<u>Purpose</u>
20 Regulations	2004.00.	To establish dress and decorum requirements for the new Exchange Room.

You can view these changes by visiting the MGEX website at <http://www.mgex.com>:

1. On the top, go to "RESOURCES" and click "Rules and Regulations"
2. In the middle of the page, click "Click here to download changes to MGEX RULES AND REGULATIONS"
3. Then print if you wish to obtain an updated hard copy for your book.

If you have any questions or problems accessing the Rulebook, please contact Layne G. Carlson at (612) 321-7169 or [lcarlson@mgex.com](mailto:lcarlson@mgex.com).

Layne G. Carlson  
Corporate Secretary

**2004.00. DECORUM AND DRESS WHILE IN THE EXCHANGE ROOM.**

Pursuant to the provisions of **Rule 235.00.**, the Board of Directors has adopted this Regulation.

The Board of Directors hereby orders that all Members, Floor Clerks and Messengers dress and conduct themselves within the confines of acceptable business decorum while in the Exchange Room. The following are enumerated for the guidance of Members, Floor Clerks and Messengers:

- A. Proper attire must be worn at all times in the Exchange Room as determined and enforced by the Exchange.
- B. Matching of coins or other open forms of gambling in the Exchange Room is prohibited.
- C. Disorderly conduct, such as pushing or shoving, is prohibited.
- D. Vulgar or abusive language is prohibited.
- E. Any other conduct or activity determined to be detrimental to a professional and safe business environment is prohibited.

**2004.01. EXCHANGE ROOM ENFORCEMENT.**

Pursuant to the provisions of **Rules 235.00., 264.03., 266.00. and 600.00.**, the Board of Directors has adopted this Regulation:

Members of the Exchange Room Enforcement Committee are directed by the Board of Directors to enforce all Rules and Regulations regarding decorum, dress, food, beverages, smoking, badges, disorderly conduct, vulgar or abusive language and any other conduct or activity determined by the Board of Directors to be detrimental to a professional business environment while in the Exchange Room. Upon observation of an infraction/violation, a member of the Committee will issue and sign a violation ticket. All violation tickets must be submitted to the Secretary of the Corporation promptly upon issuance.

The Secretary of the Corporation shall thereafter immediately forward the completed violation ticket to the Department of Audits and Investigations. The Department of Audits and Investigations will give written notification to the violator of the infraction/violation and action taken, if any.

The notice shall inform the Member or Floor Clerk of the right to request a hearing before the Business Conduct Committee and the consequences of a failure to pay the fine if no hearing is requested. If a hearing is requested, the decision of the Business Conduct Committee shall be final.

Failure to request a hearing shall be deemed a consent to the action taken. Unless a hearing is requested within ten (10) calendar days, failure to pay a fine within thirty (30) days after the penalty is imposed shall automatically double the amount of the fine. If the increased fine is not paid within sixty (60) days after the original fine was imposed, the Business Conduct Committee may, without hearing, revoke the badge or suspend the floor privileges of a Member or Floor Clerk for whose conduct the original fine was imposed.

Members, Firms and Corporations will be responsible for fines given to their employee(s). Following is a schedule of penalties the Board of Directors has authorized the Department of Audits and Investigations or the Business Conduct Committee to issue:

First Violation:	Letter of Reprimand
Second Violation:	\$25.00 Fine
Third Violation:	\$100.00 Fine
Fourth Violation:	\$300.00 Fine
Fifth Violation:	\$500.00 Fine and/or One (1) Day Suspension

Each violation ticket written shall constitute a single violation and the number of violations accumulated will determine the action taken. If a Member or Floor Clerk is free of any violations for a period of two (2) years, the fine schedule will revert back to a first violation.

Any violation/infracton may be forwarded by the Department of Audits and Investigations to a hearing committee for further review or action. Additionally, nothing in this Regulation shall prohibit further action from being taken against a Member or Floor Clerk for a violation of any other Rule or Regulation.

**2004.02. PENALTIES FOR BOISTEROUS OR DISORDERLY CONDUCT AND/OR  
OUTBURST OF VULGAR AND ABUSIVE LANGUAGE IN THE EXCHANGE ROOM.**

Pursuant to the provisions of **Rules 235.00.** and **264.03.** the Board of Directors has adopted the following Regulation:

Boisterous or disorderly conduct and/or outburst of vulgar and abusive language in the Exchange Room is strictly prohibited. Any Member, Firm, Corporation, Floor Clerk, Messenger, Exchange staff or member of the Exchange Room Enforcement Committee can file a complaint, in writing, with the Secretary of the Corporation.

The Secretary, upon receiving a complaint, shall immediately forward the complaint to the Department of Audits and Investigations for investigation. After an investigation, the Department of Audits and Investigations may forward the investigation to the appropriate Committee. After reviewing the investigation report, the Committee may issue a notice of charges to the Member, Member Firm or Corporation, Floor Clerk or Messenger including the right to request a hearing before the Committee and the consequences of failure to pay any fine if no hearing is requested. The first infraction of this Regulation involving physical contact or abusive or derogatory language is punishable by a monetary fine up to five hundred dollars (\$500.00).

[REGULATION CONTINUED ON PAGE 2006]