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MAY 13 2010

Ontario Securities Commission  
SECRETARY'S OFFICE

Robert Brush  
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May 13, 2010

**VIA REGISTERED MAIL**

Mr. John Stevenson  
Secretary to the Commission  
Ontario Securities Commission  
PO Box 55 – Suite 1903  
20 Queen Street West  
Toronto, ON M5H 3S8

Dear Mr. Stevenson:

**Re: Request for a Hearing and Review of the Decision of the Investment  
Industry Regulatory Organization of Canada pursuant to section 21.7(1)  
of the *Securities Act***

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As you know, we act for Questrade Inc. ("Questrade"), which was found by a panel of the Investment Industry Regulatory Organization of Canada's Ontario District Council on November 6, 2009 to have: (1) advertised margin rates below minimum standards despite being advised by regulatory Staff not to do so; and (2) failed to obtain minimum required margin from its clients, despite being advised by regulatory Staff to do so. The panel found that these breaches constituted conduct unbecoming a Member Firm or Dealer Member contrary to Rule 29.1 (the "Decision on the Merits").

By letter dated December 7, 2009, Questrade made a formal request for a hearing and review of the Decision on the Merits. In that letter, I asked that no steps be taken to advance that request until after Questrade had received the panel's decision on penalty.

On April 14, 2010, the panel issued its reasons and decision on penalty.

Please accept this letter as notice that Questrade intends to move forward with the hearing and review of the Decision on the Merits, dated November 6, 2009.

Questrade will raise four grounds of appeal:

1. That the District Council erred in finding that Questrade was in breach of applicable margin requirements;
2. That the District Council erred by misinterpreting Member Regulation Notice 0351;
3. That the District Council erred in concluding that Questrade was not entitled to rely on Member Regulation Notice 0351; and
4. That the District Council erred in finding that Questrade's actions were conduct unbecoming a Member Firm or Dealer Member contrary to IIROC Rule 29.1.

Questrade will not be requesting a hearing and review of the District Council's decision on penalty.

I look forward to hearing from you in respect of scheduling.

Yours truly



Robert Brush

\*smh

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**Notes:**

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If you do not receive all the pages indicated, please contact Suzanne Haskett at (416) 217-0110 as soon as possible.