

Sec. 3. —No member shall do business for a defaulter without the consent of the Managing Committee.

Sec. 4. No payment or claim on a defaulter's account that does not arise from a Stock Exchange transaction as defined by Section 3 of By-law 6, shall be admitted by the Managing Committee.

32. —DISPUTES BETWEEN MEMBERS.

ARBITRATION.

Sec. 1. —In the event of any dispute arising between members in reference to any transactions entered into between them in the exercise of their profession as Stock Brokers, arising from a Stock Exchange transaction which has not been settled under the provisions of By-law 31, such dispute shall be submitted to two arbitrators, who shall be members of the Exchange, one to be named by each party, with power to nominate a third arbitrator, who shall also be a member of the Exchange. And the decision of the majority of such arbitrators, delivered in writing to the Secretary, shall be binding on the parties.

Sec. 2. —The proceedings for the nomination of arbitrators for the conduct of the arbitration provided for by the last preceding section, shall be as follows:—The member believing himself to be the injured party shall deliver to the Secretary a memorandum in writing stating in a summary way the matter in dispute, and the redress he claims and naming his arbitrator. And thereupon the Secretary shall communicate a copy of such memorandum to the opposite party, who shall within twenty-four hours after notice thereof, file with the Secretary a memorandum, in writing, containing his statement of the matter in dispute and naming his arbitrator: and thereupon the Secretary shall communicate the papers so filed with him to the two arbitrators named, and they shall proceed to the nomination of a third arbitrator by a memorandum signed by them both, which shall be kept with the papers. In the event of the two arbitrators named being unable to agree upon a third arbitrator he shall be appointed by the Managing Committee.