

**NOTIFICATION OF TRANSACTIONS OF DIRECTORS/PERSONS DISCHARGING
MANAGERIAL RESPONSIBILITY AND CONNECTED PERSONS**

Annex DTR3

1.	Name of the issuer CANACCORD FINANCIAL INC.	2.	State whether the notification relates to (i) a transaction notified in accordance with <i>DTR</i> 3.1.2 R, (ii) a disclosure made in accordance with LR 9.8.6R(1) or (iii) a disclosure made in accordance with section 793 of the Companies Act (2006). DTR 3.1.2 R
3.	Name of person discharging managerial responsibilities/director PAUL REYNOLDS BRAD KOTUSH MATTHEW GAASENBEEK JOHN ROTHWELL	4.	State whether notification relates to a person connected with a person discharging managerial responsibilities/director named in 3 and identify the connected person N/A
5.	Indicate whether the notification is in respect of a holding of the person referred to in 3 or 4 above or in respect of a non-beneficial interest NOTIFICATION RELATES TO THE PERSONS NAMED IN 3	6.	Description of shares (including class), debentures or derivatives or financial instruments relating to shares COMMON SHARES
7.	Name of registered shareholders(s) and, if more than one, the number of shares held by each of them PAUL REYNOLDS: 1,008,654 BRAD KOTUSH: 246,297 MATTHEW GAASENBEEK: 345,251 JOHN ROTHWELL: 277,002	8.	State the nature of the transaction VESTING OF RESTRICTED SHARE UNITS INTO COMMON SHARES; SALE OF COMMON SHARES TO COVER TAX LIABILITIES; PURCHASES IN OPEN MARKET
9.	Number of shares, debentures or financial instruments relating to shares acquired PAUL REYNOLDS: 10,894 ON VESTING; 5,000 IN OPEN MARKET BRAD KOTUSH: 13,005 ON VESTING MATTHEW GAASENBEEK: 11,785 ON VESTING JOHN ROTHWELL: 16,608 ON VESTING; 12,000 IN OPEN MARKET	10.	Percentage of issued class acquired (treasury shares of that class should not be taken into account when calculating percentage) PAUL REYNOLDS: 0.02% BRAD KOTUSH: 0.01% MATTHEW GAASENBEEK: 0.01% JOHN ROTHWELL: 0.03%

11.	<p>Number of shares, debentures or financial instruments relating to shares disposed</p> <p>PAUL REYNOLDS: (4,774)</p> <p>BRAD KOTUSH: (6,256)</p> <p>MATTHEW GAASENBEEK: (5,669)</p>	12.	<p>Percentage of issued class disposed (treasury shares of that class should not be taken into account when calculating percentage)</p> <p>PAUL REYNOLDS: <0.01%</p> <p>BRAD KOTUSH: 0.01%</p> <p>MATTHEW GAASENBEEK: 0.01%</p>
13.	<p>Price per share or value of transaction</p> <p>PRICE PER SHARE ON VESTING, NOT APPLICABLE</p> <p>PRICE PER SHARE FOR SALES, CAD\$4.40</p> <p>PAUL REYNOLDS, AVERAGE PRICE FOR PURCHASES IN OPEN MARKET, CAD\$4.69</p> <p>JOHN ROTHWELL, AVERAGE PRICE FOR PURCHASES IN OPEN MARKET, CAD\$4.22</p>	14.	<p>Date and place of transaction</p> <p>VESTING OF RESTRICTED SHARE UNITS INTO COMMON SHARES, AUGUST 10, 2012</p> <p>SALE OF COMMON SHARES TO COVER TAX LIABILITIES, AUGUST 10, 2012</p> <p>PAUL REYNOLDS, PURCHASE IN OPEN MARKET, AUGUST 13, 2012</p> <p>JOHN ROTHWELL, PURCHASE IN OPEN MARKET, AUGUST 13, 2012</p>
15.	<p>Total holding following notification and total percentage holding following notification (any treasury shares should not be taken into account when calculating percentage)</p> <p>PAUL REYNOLDS: 1,019,774/1.00%</p> <p>BRAD KOTUSH: 253,046/0.25%</p> <p>MATTHEW GAASENBEEK: 351,367/0.34%</p> <p>JOHN ROTHWELL: 305,610/0.30%</p> <p>THE FIGURE ABOVE INCLUDES SHAREHOLDINGS OWNED BY MR. REYNOLDS' SPOUSE</p>	16.	<p>Date issuer informed of transaction</p> <p>AUGUST 13, 2012</p>

If a person discharging managerial responsibilities has been granted options by the issuer complete the following boxes

17.	Date of grant	18.	Period during which or date on which exercisable
19.	Total amount paid (if any) for grant of the option	20.	Description of shares or debentures involved (class and number)
21.	Exercise price (if fixed at time of grant) or indication that price is to be fixed at the time of exercise	22.	Total number of shares or debentures over which options held following notification

23.	Any additional information NONE	24.	Name of contact and telephone number for queries MARTIN MacLACHLAN 1-416-867-6078
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Name of authorised official of issuer responsible for making notification MARTIN MacLACHLAN, GENERAL COUNSEL AND CORPORATE SECRETARY Date of Notification AUGUST 14, 2012

- Notes: This form is intended for use by an *issuer* to make a *RIS* notification required by *DTR 3.1.4*.
- (1) An *issuer* making a notification in respect of a transaction relating to the shares or debentures of the *issuer* should complete boxes 1 to 16, 23 and 24.
 - (2) An *issuer* making a notification in respect of a derivative relating the shares of the *issuer* should complete boxes 1 to 4, 6, 8, 13, 14, 16, 23 and 24.
 - (3) An *issuer* making a notification in respect of options granted to a *director/person discharging managerial responsibilities* should complete boxes 1 to 3 and 17 to 24.
 - (4) An *issuer* making a notification in respect of a *financial instrument* relating to the shares of the *issuer* (other than a debenture) should complete boxes 1 to 4, 6, 8, 9, 11, 13, 14, 16, 23 and 24.