

«PRESSE RELEASE»

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November 20, 2003

A Registered Representative Futures Contract/Futures Contract Options employed by **Scotia McLeod Inc.** has been imposed a **\$ 100,000** fine for his misconduct. He admitted that he engaged in conduct unbecoming a registered representative by engaging in, and failing to disclose, personal financial dealings with clients. He also admitted that he failed to maintain adequate records, specifically third-party trading authorization. (3215)

August 7, 2003

A Registered Representative Options of **CIBC World Markets Inc.** has been imposed a **\$ 50,000** fine for having admitted that he failed to use due diligence to ensure that recommendations made for client accounts were appropriate for the clients and in keeping with their investment objectives. He also admitted that he engaged in discretionary trading and effected a trade in a client account without proper authorization. (3182)

June 25, 2003

A Registered Representative with **Golden Capital Securities Ltd.** has been imposed a **\$ 150,000** fine for having failed to observe the high standards of ethics and conduct in the transaction of business conduct or a practice which was unbecoming and not in the public interest from 1992 to 2000 by misappropriating funds from Golden to client accounts, including her own. (3167)

June 17, 2003

A Chairman, Director, Alternate Designated Person and a Registered Representative ("RR") of **St. James Securities Inc.** has been imposed a **\$ 425,000** fine for having admitted that he :

- opened an account in the name of a fictitious corporate client for the purpose of concealing his own trading activities;
- operated a client account in the name of a trust that had been terminated and used the account to carry out his personal trading;
- directed client correspondence to various addresses, including his personal address;
- engaged in unauthorized trading in a client's account;
- failed to disclose his interest in a number of client accounts;
- carried out transactions without benefit to the trading parties, and which had the result of overstating SJS's capital position;
- fixed prices for four securities that were not fair market prices for those securities;

- effected transactions between SJS inventory accounts and corporations controlled by him that were not within the bounds of good business practice and which unduly prejudiced SJS's capital position;
- failed to exercise due diligence to ensure that all necessary account documents were obtained and complete;
- traded in registered debentures between client and non-client accounts while the debentures were not in a tradable form;
- conducted trading in client accounts without funds and allowed accounts to trade for a prolonged period of time without adequate margin;
- traded in a corporate client's account for several months prior to the client's incorporation;
- failed to question documents purportedly signed by clients that appeared, on their face, to be forgeries, all of which constitute conduct unbecoming or detrimental to the public interest. (2390)

May 22, 2003

A Registered Representative, Registered Options Representative and Senior Vice-President-Trading with **Burns Fry Limited** (subsequently BMO Nesbitt Burns Inc.) has been condemned to pay a **\$ 496,000** fine for :

- having made unsuitable investment recommendations;
- failing to learn the essential facts relative to client accounts;
- engaging in business conduct or practice which was unbecoming or detrimental to the public interest;
- failing or refusing to comply with requests from the Association to attend and give information in relation to its investigation. (3155)

May 15, 2003

A Registered Representative of **Leduc & Associés Securities Ltd.** has been condemned to pay a **\$ 585,000** fine for that he engaged in nine counts of conduct unbecoming or detrimental to the public interest by diverting and misappropriating funds in client accounts, falsifying documents, forging signatures, and deceiving a client. (3151)

April 28, 2003

Scotia Capital Inc. has been imposed a **\$ 65,000** fine for having failed to maintain adequate supervisory procedures at one of its branch by failing to ensure that the branch manager was conducting proper account supervision. (3142)

April 24, 2003

A Registered Representative has been condemned to pay a **\$ 125,000** fine by committing five counts of forgery, engaging in unauthorized trading, obtaining the signature of two clients for account guarantees of which the clients had no knowledge or

understanding, and opening an account in the name of a client without her knowledge or consent. He was also found to have engaged in discretionary trading and failing to use due diligence to ensure that recommendations made were suitable for a client. (3138)

January 30, 2003

A Registered Representative with **ScotiaMcLeod Inc.** has been imposed a **\$ 75,000** fine for having admitted that he effected unauthorized trades, recommended an unsuitable investment, failed to obtain adequate margin from a client, and effected purchases of securities for a client without adhering to restrictions imposed by his Member firm. (3110)

January 24, 2003

A Registered Representative of **C.M. Oliver & Co. Ltd. (now Canaccord Capital Corporation)** has been condemned to pay a **\$ 80,000** fine for having failed to use due diligence to ensure the recommendations for a client were in keeping with the client's objectives. He also failed or refused to comply with requests from the Association to attend and give information in relation to the investigation. (3107)