

# IIROC NOTICE

## **Enforcement Notice Decision**

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**11-0054**  
**February 8, 2011**

## **IN THE MATTER OF Krista Dettelbach– Penalty**

Following a disciplinary hearing held on July 26, 2010, in Toronto, Ontario, a Hearing Panel of the Investment Industry Regulatory Organization of Canada (IIROC) found that Krista Dettelbach was liable for misappropriating funds from 15 clients to the benefit of two other clients, by improperly transacting over 50 cancel and correct orders. In addition, Ms. Dettelbach was found liable of failing to co-operate with IIROC by failing to attend an interview.

The Hearing Panel's Decision and Reasons on Liability and Penalty dated January 21, 2011 are available at

<http://docs.iiroc.ca/DisplayDocument.aspx?DocumentID=00F779FCB4894F1BA8B45051B2967493&Language=en>

Specifically, the Hearing Panel found:

- (a) From or about February to July 2008, Dettelbach, as an Investment Representative of a Member of IIROC, engaged in business conduct or practice which is unbecoming or detrimental to the public interest in that she misappropriated funds by improperly transacting approximately 50 cancel and correct orders, without instructions, resulting in a benefit to two clients,



and a detriment to approximately 15 other clients, at her member firm employer, contrary to IIROC Rule 29.1.

- (b) In or about November 2009, Dettelbach, as an Investment Representative of a Member of IIROC, failed to co-operate with IIROC in that she failed to attend at a properly constituted IIROC interview, contrary to IIROC Rule 19.5.

The Hearing Panel imposed the following penalty on Ms. Dettelbach

- a. A permanent ban from approval to act in any registered capacity with any IIROC Member;
- b. A fine in the amount of \$25,000 for the contraventions of IIROC Rule 29.1;
- c. A fine in the amount of \$50,000 for the contravention of IIROC Rule 19.5; and
- d. Costs in the amount of \$40,000.

IIROC formally initiated the investigation into Ms. Dettelbach's conduct in July, 2008. The violations occurred when Ms. Dettelbach was an Investment Representative with the Toronto Branch of RBC Dominion Securities Inc., an IIROC regulated firm. Ms. Dettelbach is no longer registered in any capacity with an IIROC regulated firm.

The Notice of Hearing is available at

<http://docs.iiroc.ca/DisplayDocument.aspx?DocumentID=AEEE3EC2799547E49B2E3EE5B2B11989&Language=en>.

IIROC is the national self-regulatory organization which oversees all investment dealers and trading activity on debt and equity marketplaces in Canada. Created in 2008 through the consolidation of the Investment Dealers Association of Canada (IDA) and Market Regulation Services Inc. (RS), IIROC sets high quality regulatory and investment industry standards, protects investors and strengthens market integrity while maintaining efficient and competitive capital markets.

IIROC carries out its regulatory responsibility through setting and enforcing rules regarding the proficiency, business and financial conduct of dealer firms and their registered employees and through setting and enforcing market integrity rules regarding trading activity on Canadian equity marketplaces.