

NOTICE / NEWS RELEASE

For immediate release

Enforcement Notice

Hearing

19-0010

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IIROC Holds Disciplinary Hearing Regarding Carlos Vargas

January 24, 2019 (Toronto, Ontario) – A disciplinary hearing has been scheduled before a Hearing Panel of the Investment Industry Regulatory Organization of Canada (IIROC) in the matter of Carlos Vargas.

Specifically, the allegations are that:

- (a) Between August 2012 and December 2013, Mr. Vargas engaged in improper trading activity when he obtained allocations of new issues to trade for his employer's own pro-trading inventory accounts or his own personal trading accounts in circumstances where he knew or ought to have known he had no or limited retail demand for the new issues – contrary to Dealer Member Rule 29.1.

IIROC formally initiated the investigation into Mr. Vargas' conduct in December 2013. The alleged violation occurred while he was a Registered Representative with the Toronto branches of Global Maxfin Capital Inc. and Chippingham Financial Group Inc., both IIROC-regulated firms. Mr. Vargas is no longer a registrant with an IIROC-regulated firm.

The hearing is open to the public, unless the Panel orders otherwise. The decision of the Hearing Panel will be made available at www.iiroc.ca.

Hearing Date: Commencing February 5, 2019 at 10:00 a.m.

Location: IIROC – 121 King Street West, Suite 2000, Toronto, Ontario



The Notice of Hearing and Statement of Allegations which sets out the allegations is available at: [Vargas, Carlos – Notice of Hearing and Statement of Allegations](#)

Documents related to ongoing IIROC enforcement proceedings – including Reasons and Decisions of Hearing Panels – are posted on the IIROC website as they become available. Click [here](#) to search and access all IIROC enforcement documents.

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IIROC is the national self-regulatory organization that oversees all investment dealers and their trading activity in Canada's debt and equity markets. IIROC sets high quality regulatory and investment industry standards, protects investors and strengthens market integrity while supporting healthy Canadian capital markets. IIROC carries out its regulatory responsibilities through setting and enforcing rules regarding the proficiency, business and financial conduct of more than 170 Canadian investment dealer firms and their more than 29,000 registered employees, the majority of whom are commonly referred to as investment advisors. IIROC also sets and enforces market integrity rules regarding trading activity on Canadian debt and equity marketplaces.

IIROC investigates possible misconduct by its member firms and/or individual registrants. It can bring disciplinary proceedings which may result in penalties including fines, suspensions, permanent bars, expulsion from membership, or termination of rights and privileges for individuals and firms.

All information about disciplinary proceedings relating to current and former member firms is available in the [Enforcement](#) section of the IIROC website. Background information regarding the qualifications and disciplinary history, if any, of advisors currently employed by IIROC-regulated firms is available free of charge through the [IIROC AdvisorReport](#) service. Information on how to make investment dealer, advisor or marketplace-related complaints is available by calling 1 877 442-4322.

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