

IIROC NOTICE

Enforcement Notice Decision

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Legal and Compliance

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11-0139
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IN THE MATTER OF Michael Thomas Jones –Penalty

Following a disciplinary hearing held on March 22nd, 2011, a Hearing Panel of the Investment Industry Regulatory Organization of Canada (IIROC) found, on the basis of an Agreed Statement of Facts and Violations, that Michael Thomas Jones was liable of misappropriation and failing to co-operate with IIROC.

The Hearing Panel's Decision and Reasons on Liability and Penalty dated March 24, 2011 are available at

<http://docs.iiroc.ca/DisplayDocument.aspx?DocumentID=0E607B2DD43548F4863142BEB96946DA&Language=en>

Specifically, the Hearing Panel found:

1. In or about November 2007, the Respondent, while a registered representative with an IIROC regulated-firm, engaged in business conduct or practice which is unbecoming or detrimental to the public interest in that he misappropriated funds in the amount of \$25,000 from one of his clients, contrary to IIROC Rule 29.1.



2. In or about June 2010, the Respondent, while a former registrant of IIROC, failed to co-operate with an IIROC investigation by refusing to give information about his conduct, contrary to IIROC Rule 19.5

The Hearing Panel imposed the following penalty on Mr. Jones:

- (a) a permanent ban;
- (b) a \$25,000 fine for misappropriation;
- (c) \$10,000 fine for failure to co-operate; and
- (d) costs in the amount of \$8,000

IIROC formally initiated the investigation into Mr. Jones' conduct in April, 2010. The violations occurred when he was a Registered Representative with the Cambridge, Ontario branch of BMO Nesbitt Burns Inc., an IIROC-regulated firm. The Respondent is no longer a registrant with an IIROC-regulated firm.

The Notice of Hearing is available at

<http://docs.iiroc.ca/DisplayDocument.aspx?DocumentID=6B93764BA6574EFF90C043A67C7B619B&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.