

# NOTICE / NEWS RELEASE

*For immediate release*

## Enforcement Notice

### Decision

**20-0165**

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## IIROC Fines Former Chief Compliance Officer Patrick John Lilly

**July 22, 2020 (Toronto, Ontario)** – On June 29, 2020, a Hearing Panel of the Investment Industry Regulatory Organization of Canada (IIROC) accepted a Settlement Agreement, with sanctions, between IIROC staff and Patrick John Lilly.

Mr. Lilly admitted that he failed to disclose and obtain approval for an outside business activity.

Specifically, Mr. Lilly admitted to the following violations:

- (a) Between January and April 2018, Mr. Lilly, while Chief Compliance Officer of Dominick Capital Corp., failed to disclose and obtain approval for an outside business activity, contrary to Dealer Member Rule 18.14.

Pursuant to the Settlement Agreement, Mr. Lilly agreed to the following penalty:

- (a) A fine in the amount of \$15,000;
- (b) 6 months suspension as an Approved Person, effective from April 5, 2018 when the Respondent ceased to be an Approved Person; and
- (c) Re-write and pass the Conduct and Practices Handbook course prior to becoming an Approved Person.

Mr. Lilly also agreed to pay costs in the amount of \$1,500.

The Settlement Agreement is available at

[http://www.iroc.ca/documents/2020/4d9b5604-cdfc-4a7a-9350-aa44c43c0d3b\\_en.pdf](http://www.iroc.ca/documents/2020/4d9b5604-cdfc-4a7a-9350-aa44c43c0d3b_en.pdf)



The Hearing Panel's decision will be made available at [www.iiroc.ca](http://www.iiroc.ca).

IIROC formally initiated the investigation into Mr. Lilly's conduct in July 2018. The alleged violation occurred while he was the Chief Compliance Officer with the Toronto branch of Dominick Capital Corporation, an IIROC-regulated firm. Mr. Lilly is no longer a registrant with an IIROC-regulated firm.

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 pan-Canadian 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 175 Canadian investment dealer firms and their nearly 30,000 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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