



# bulletin



*Contact:*  
Douglas Walker  
Chief Enforcement Counsel  
(416) 943-6909

*For distribution to relevant parties within your firm*

**BULLETIN # 2521**  
October 14, 1998

## Discipline

### Discipline Penalties Imposed on Edward Carl Blasiak – Violation of Regulation 1300.17

Person Disciplined	The Ontario District Council of the Investment Dealers Association of Canada has imposed discipline penalties on <b>Edward Carl Blasiak</b> , at the relevant time, a registered representative in the Toronto branch office of McDermid St. Lawrence Chisholm Ltd. (now Goepel McDermid Inc.), a Member of the Association.
By-laws, Regulations, Policies Violated	On August 20th, 1998, the District Council considered and reviewed a settlement agreement that had been negotiated by the Association Enforcement Division staff with Mr. Blasiak. Pursuant to the settlement agreement Mr. Blasiak admitted that he failed to ensure that orders for the accounts of customers of a Member were given priority over all other orders executed on behalf of that Member, contrary to Association Regulation 1300.17. However, the District Council declined to accept the settlement agreement as submitted and amended it, with the consent of Mr. Blasiak, by imposing a penalty or terms more onerous than those contained in the settlement agreement as negotiated.
Penalty Assessed	The discipline penalty recommended against Mr. Blasiak by staff was a fine in the amount of \$5,000.00, the imposition of a condition upon his continued approval as a registered representative that he re-write and pass the Conduct and Practices Handbook examination administered by the Canadian Securities Institute and the imposition of a condition upon his continued approval as a registered representative that he be subject to close supervision for a period of six months. Staff also negotiated a payment towards the Association's costs of investigation in the amount of \$1,500. The District Council accepted all conditions and costs but increased the amount of the fine to \$15,000.00.
Summary of Facts	The District Council found that on July 27, 1993, and prior to the opening of trading, the Respondent selected certain of the individuals interested in purchasing Exxadon shares and offered them preferential access to those

shares at the opening price of \$2.00. One of the persons on that list was Senior Vice-President and Director of the Member firm. Not all of the Member's clients who had placed orders were offered this preferential price.

Mr. Blasiak is currently employed by Goepel McDermid Inc., a Member of the Association, as a Registered Representative in Toronto, Ontario.

Lyn M. Gilchrist  
*Association Secretary*