



bulletin



Contact:
Lauren MacKenzie
Enforcement Counsel
(604) 331-4782

For distribution to relevant parties within your firm

BULLETIN # 2872
July 31, 2001

Discipline

Discipline Penalties Imposed on John Anastasios Xinos – Violations of By-law 29.1

Person Disciplined	The Pacific District Council of the Investment Dealers Association of Canada has imposed penalties on John Anastasios Xinos, at the relevant time a Registered Representative at CT Securities Inc., a former Member of the Association.
By-laws, Regulations, Policies Violated	<p>On July 24, 2001, the District Council reviewed and accepted a settlement agreement that had been negotiated with the Association's Enforcement Division Staff. Pursuant to the settlement agreement, Mr. Xinos acknowledged that he :</p> <ol style="list-style-type: none">1) Between July 17, 1996 and January 23, 1997 engaged in conduct unbecoming or contrary to the public interest by effecting 13 transactions in the account of Euro-Trade International Ltd., which transactions were not authorized by the client, contrary to By-law 29.1 of the Association.2) Between December 2, 1996 and January 24, 1997, engaged in conduct unbecoming or contrary to the public interest by effecting 3 transactions in the account of Simcoe Foundation, which transactions were not authorized by the client, contrary to By-law 29.1 of the Association.3) On January 27, 1997, engaged in conduct unbecoming or contrary to the public interest by purchasing a bank draft in the amount of \$75,150 and then depositing this draft into the account of Euro-Trade International Ltd. without the knowledge, consent or authorization of his employer Member, contrary to By-law 29.1.
Penalty Assessed	The discipline penalties assessed against Mr. Xinos are a fine in the amount of \$20,000, disgorgement in the amount of \$2,520, and a condition of his re-approval by the Association in a registered capacity that he must re-write and pass the examination based on the <i>Conduct and Practices Handbook for Securities Industry Professionals</i> administered by the

Canadian Securities Institute within six months of the effective date of this Agreement. In addition, Mr. Xinos is required to pay \$5,000 toward the Association's costs of investigation of this matter.

Summary
of Facts

The Respondent effected a total of 16 unauthorized trades in two different offshore corporate accounts. He repaid the losses in one of those accounts by purchasing a bank draft with his personal funds without the knowledge, consent or authorization of his employer.

Kenneth A. Nason
Association Secretary