

# 2008 BCSECCOM 614

## Schedule A

### Settlement Agreement

#### Jones, Gable & Company Limited

#### *Securities Act, RSBC 1996, c. 418*

- ¶ 1 The Executive Director of the British Columbia Securities Commission (the Executive Director) and Jones, Gable & Company Limited (Jones) agree as follows:

#### **Agreed Statement of Facts**

1. Jones has its principal place of business in Ontario and is registered under the *Securities Act, RSBC 1996, c. 418* as an Investment Dealer (Securities and Underwriter). Jones is a member of the Investment Industry Regulatory Organization of Canada (IIROC) and is also registered under securities legislation of other Canadian jurisdictions.
2. GeoGlobal Resources Inc. (GeoGlobal) is an oil and gas exploration company, with its securities listed and trading on the American Stock Exchange. GeoGlobal's head office is located in Calgary, Alberta and it is a reporting issuer in British Columbia.
3. On June 5, 2008, under section 164(1) of the Act, staff of the Commission (Staff) issued a cease trade order (BC CTO) against GeoGlobal.
4. Between June 4, 2008 and June 25, 2008, the Alberta Securities Commission, the Ontario Securities Commission and the Autorité des Marchés Financiers similarly issued cease trade orders against GeoGlobal.
5. Between June 16 and June 25, 2008, John Gunther Jr., a registered representative employed at Jones, purchased 57,000 shares of GeoGlobal for his own personal account and sold 37,000 of those shares.
6. Jones' procedures require its compliance staff to review the National Cease Trade Order Database and IIROC's website daily to cross-reference company names to trading blotters. The BC CTO went undetected.
7. On June 26, 2008, Jones detected the posted cease trade order against GeoGlobal issued by the Autorité des Marchés Financiers on June 25, 2008.
8. On June 26, 2008, Jones self-reported the breach of the BC CTO to Staff.

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9. On July 22, 2008, Jones cancelled John Gunther Jr.'s sales of 37,000 shares to its error account, thereby reversing the commissions of \$300 that John Gunther Jr. would have earned on the trades.

### ***Misconduct***

10. Jones contravened an order issued under section 164 of the Act.

### ***Public Interest***

11. Jones acted contrary to the public interest by engaging in the conduct set out above.

### ***Undertaking***

12. Jones undertakes to pay \$2,000 to the Commission, which is due and payable immediately without further demand.

### **Order**

- ¶ 2 The Executive Director will issue an order (the Order) that:
1. under section 161(1)(a) of the Act, Jones will comply fully with the Act, the *Securities Rules*, BC Reg. 194/97, and any applicable regulations; and
  2. under section 161(1)(j) of the Act, Jones be reprimanded.

### **Consent to Reciprocal Orders**

- ¶ 3 Any securities regulator in Canada may rely on the facts admitted in this agreement solely for the purpose of making an order similar to the one contemplated above.

### **Waiver**

- ¶ 4 Jones waives any right they may have, under the Act or otherwise, to a hearing, hearing and review, judicial review or appeal related to, in connection with, or incidental to this settlement.

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### Counterpart

¶ 5 This Settlement Agreement may be executed in counterpart or by facsimile execution and all such counterparts of executed copies or faxed copies shall be read or construed together as if they formed one originally executed document.

¶ 6 November 17, 2008

¶ 7 “R. Hindson” )  
Jones, Gable & Company Limited )  
(Signing Authority) )

Robb Hindson )  
Print Signing Authority Name )

“T. Doige” )  
Witness Signature )

Todd Doige )  
Witness Name (please print) )

RR #2 )  
Address )  
Lisle, Ont., L0M 1M0 )

CCO )  
Occupation )

¶ 8 November 28, 2008

“B. Leong”

¶ 9 Brenda M. Leong  
Executive Director