

# Re Northern Securities

IN THE MATTER OF:

**The Rules of the Investment Industry Regulatory Organization of  
Canada**

**and**

**Northern Securities Inc.**

2018 IIROC 27

Investment Industry Regulatory Organization of Canada  
Hearing Panel (Ontario District)

Written Hearing: July 4, 2018

Decision: July 4, 2018

Written Reasons: July 18, 2018

## **Hearing Panel:**

Martin L. Friedland, C.C., Q.C. (Chair), Richard E. Austin, Selwyn B. Kossuth

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## **REASONS FOR DECISION**

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¶ 1 This proceeding was the result of a motion by Staff of the Investment Industry Regulatory Organization of Canada (“IIROC”) for an order terminating Northern Securities Inc. (“Northern”) from IIROC and terminating its rights and privileges of membership, pursuant to Sections 8212(2)(iv), 8212(4)(v), 8426(1), 8413, and 8409(2)(iii) of the Consolidated Enforcement, Examination and Approval Rules of IIROC.

¶ 2 Over five years ago – on March 19, 2013 – the members of the present panel accepted a Settlement Agreement between IIROC and Northern, suspending Northern’s membership in IIROC (2013 IIROC 14).

¶ 3 Paragraph 6(g) of that Settlement Agreement provided that at any time six months after the date of approval of the Settlement Agreement, IIROC or Northern were at liberty to apply to a Hearing Panel to terminate Northern’s membership in IIROC so long as Northern complied with the terms of the Settlement Agreement and so long as there were no intervening developments that would make the termination of Northern’s membership contrary to the interests of Northern clients.

¶ 4 To date, according to Staff, Northern has complied with the terms of the Settlement Agreement to the satisfaction of Staff; at the time of the suspension, Northern did not and does not hold client assets; and there are no developments that make the termination of Northern’s membership contrary to the interest of Northern’s former clients nor is it believed that any new client claims will be received.

¶ 5 Counsel for Northern consents to the Order.

¶ 6 The present proceeding was conducted by what is referred to as a “written hearing” under Consolidated Rule 8409(2), without counsel appearing. The panel held that the procedure was appropriate for this motion, which involves a procedural issue where there are no facts in dispute.

¶ 7 The panel considered the written material submitted and on July 4, 2018 signed the following order:

1. Pursuant to Section 8212(4)(v) of the Consolidated Rules, Northern Securities Inc. shall be and

hereby is terminated from IIROC effective immediately.

2. Pursuant to Section 8212(4)(v) of the Consolidated Rules, Northern Securities Inc.'s rights and privileges of IIROC membership shall be and hereby are terminated effective immediately.

Dated at Toronto this 18<sup>th</sup> day of July, 2018.

Martin L. Friedland

Richard E. Austin

Selwyn B. Kossuth

IN THE MATTER OF:

**THE RULES OF THE INVESTMENT INDUSTRY REGULATORY  
ORGANIZATION OF CANADA  
AND  
NORTHERN SECURITIES INC.**

**ORDER**

**THIS MOTION**, made by Staff of the Investment Industry Regulatory Organization of Canada ("IIROC") and Northern Securities Inc. ("Northern") for an Order terminating Northern from IIROC and terminating its rights and privileges of membership was heard in writing on July 4, 2018 at Toronto, Ontario, pursuant to Sections 8212, 8409, 8426 and 8413 of the Consolidated Enforcement, Examination and Approval Rules of IIROC (the "Consolidated Rules").

**ON READING** the materials filed in support of this motion,

**WHEREAS** Northern has restricted its business to non-registerable business activities in the area of mergers and acquisition, corporate finance and research;

**THIS HEARING PANEL ORDERS** that:

1. Pursuant to Section 8212(4)(v) of the Consolidated Rules, Northern Securities Inc. shall be and hereby is terminated from IIROC effective immediately.
2. Pursuant to Section 8212(4)(v) of the Consolidated Rules, Northern Securities Inc.'s rights and privileges of IIROC membership shall be and hereby are terminated effective immediately.

**DATED** at Toronto, Ontario, this 18<sup>th</sup> day of July, 2018.

*Original Executed by:*

\_\_\_\_\_  
"Martin Friedland"

Chair

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"Richard Austin"

Panel Member

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"Selwyn Kossuth"

Panel Member

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