



MEMORANDUM – 2024-013

TO : THE INVESTING PUBLIC AND THE TRADING PARTICIPANTS

SUBJECT : PUBLICATION OF DISCIPLINARY ACTIONS

DATE : 30 April 2024

As mandated by Article XII, Section 6 of the Capital Markets Integrity Corporation (“CMIC”) Rules, which states, in part, that CMIC shall publish on its website the sanctions imposed on trading participants (“TPs”), attached is a list of the TPs sanctioned by CMIC, together with details on the securities laws violated and the corresponding disciplinary actions. The period covered is from 29 December 2023 to 30 April 2024.

It must be emphasized that the list may cover matters recently decided by CMIC, including cases that, after having been resolved by CMIC, are or may be appealed to the Securities and Exchange Commission and/or the courts. Conversely, the list does **not** include matters that are pending resolution by the Board of Directors of the CMIC (“CMIC Board”) or where the period to appeal to the CMIC Board has not yet lapsed¹.

GERARD B. SANVICTORES
President

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¹ Likewise excluded are cases where notices containing the CMIC Board’s resolutions on requests for reconsideration have not yet been duly received by the concerned TPs.

TRADING PARTICIPANTS	SECURITIES LAWS VIOLATED		TYPES OF SANCTION AND PENALTIES IMPOSED	
Ansaldo, Godinez & Company, Inc.	Article IX, Sections 1 and 2 of the CMIC Rules	Books and Records Rule (<i>Books and Records Rule; Accounting Standards</i>)	Major	Monetary penalty
	Article VII, Section 19 of the CMIC Rules	Customer Protection (<i>Special Reserve Bank Account for the Exclusive Benefit of Customers</i>)	Major	Monetary penalty
	Article IV, Section 20 (c) of the Revised Trading Rules	General Trading Operations (<i>Error Transactions</i>)	Minor	Monetary penalty
	Article IX, Section 1 (a) (ii) of the CMIC Rules	Books and Records Rule (<i>Books and Records Rule</i>)	Minor	Written reprimand
	Article XVI (1), (4), and (5) of the Implementing Guidelines of the Revised Trading Rules	Aggregation of Client Orders	Minor	Written reprimand
	Article VII, Section 10 (d) of the CMIC Rules, in relation to Article IV, Section 20 (b) of the Revised Trading Rules	Customer Protection (<i>Regulation of Short Sale</i>)	Minor	Monetary penalty

	Rule 34.2 of the 2015 Implementing Rules and Regulations of the Securities Regulation Code ("2015 SRC Rules")	Segregation and Limitation of Functions of Members, Brokers and Dealers	Major	Monetary penalty
	Article VI, Section 1 (a) and (b) (vii) of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Ethical Standards Rule</i>)	Major	Monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty
AP Securities, Incorporated	Article VII, Section 8 of the CMIC Rules	Customer Protection (<i>When Call for Additional Margin Not Met</i>)	Minor	Written reprimand and monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty
Belson Securities, Inc.	Article XVII (1) of the Implementing Guidelines of the Revised Trading Rules	Trade Amendment	Minor	Written reprimand
	Article IV, Section 20 (c) of the Revised Trading Rules	General Trading Operations (<i>Error Transactions</i>)	Minor	Monetary penalty
	Article V, Section 4 (c) of the CMIC Rules	Code of Conduct and Professional Ethics for Traders and Salesmen	Major	Monetary penalty

		<i>(Rules on Trading for One's Personal Account)</i>		
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants <i>(Supervision)</i>	Major	Monetary penalty
Campos, Lanuza & Company, Inc.	Article V, Section 1 (a), (d), and (e), and Article VI, Section 1 (a) and (b) of the CMIC Rules	Code of Conduct and Professional Ethics for Traders and Salesmen <i>(General Principles)</i>	Major	Monetary penalty
		Conduct Regulation of Trading Participants <i>(Ethical Standards Rule)</i>		
	Article XI-B, Section 2, in relation to Article XI-B, Section 8, of the CMIC Rules	Trading-Related Irregularities <i>(Obligation to Report Known or Suspected Violations; Responsibilities by Trading Participants in Executing Orders to Avoid Market Manipulation)</i>	Grave	Written reprimand and monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants <i>(Supervision)</i>	Major	Monetary penalty
Diversified Securities, Inc.	Rule 30.2.2.6 of the 2015 SRC Rules	Transactions and Responsibilities of Brokers and Dealers <i>(Confirmation of Customer Orders)</i>	Minor	Written reprimand

Intra-Invest Securities, Inc.	Section XVII (1) of the Implementing Guidelines of the Revised Trading Rules, in relation to Article IV, Section 20(b) of the Revised Trading Rules	Trade Amendment	Minor	Written reprimand and monetary penalty
	Rule 52.1.1.1.15.2 of the 2015 SRC Rules	Accounts and Records, Reports, Examination of Exchanges, Members, and Others (<i>Books and Records Rule</i>)	Minor	Written reprimand
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty
Lucky Securities, Inc.	Article VI, Section 1 (a) and (b) (vii) of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Ethical Standards Rule</i>)	Major	Monetary penalty
Maybank Securities, Inc.	Article VII, Section 10 (d) of the CMIC Rules	Customer Protection (<i>Regulation of Short Sale</i>)	Minor	Written reprimand
MDR Securities, Inc.	Article IV, Section 20 (c) of the Revised Trading Rules	General Trading Operations (<i>Error Transactions</i>)	Minor	Monetary penalty
	Article VIII-A, Section 2 (2.6) (A) (A.2) (a.1) (i) of the CMIC Rules, in relation to Article VIII (A), Section 2 (2.6) (A) (A.3) (b.2) of the CMIC Rules	Capitalization Requirements of Trading Participants (<i>Risk Based Capital Adequacy Requirement - RBCA Guidelines</i>)	Major	Monetary penalty

	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty
Platinum Securities, Inc.	Article VII, Section 19 of the CMIC Rules	Capitalization Requirements of Trading Participants (<i>Special Reserve Bank Account for the Exclusive Benefit of Customers</i>)	Major	Monetary penalty
	PSE Memorandum 2016-0083, in relation to Rule 30.2.5.2 of the 2015 SRC Rules	Minimum Commission Rates	Minor	Written reprimand and monetary penalty
	Rule 30.2.2.6 of the 2015 SRC Rules	Transactions and Responsibilities of Brokers and Dealers (<i>Confirmation of Customer Orders</i>)	Minor	Written reprimand and monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty
PNB Securities, Inc.	Article XVII (1) of the Implementing Guidelines of the Revised Trading Rules	Trade Amendment	Minor	Written reprimand
	Article IV, Section 4 (a) of the Revised Trading Rules and Article XVI (1) of the Implementing	General Trading Operations (<i>Aggregation of Client Orders</i>)	Minor	Written reprimand

	Guidelines of the Revised Trading Rules			
Quality Investment & Securities Corporation	Article IV, Section 20 (c) of the Revised Trading Rules	General Trading Operations (<i>Error Transactions</i>)	Minor	Monetary penalty
	Rule 34.11.1 of the 2015 SRC Rules	Segregation and Limitation of Functions of Members, Brokers and Dealers Segregation of Functions (<i>Segregation of Functions - Chinese Walls</i>)	Minor	Written reprimand
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty
Regina Capital Development Corporation	Article IV, Section 4 (c) of the Revised Trading Rules, in relation to Rule 34.1.5 of the 2015 SRC Rule	General Trading Operations (<i>Aggregation of Client Orders</i>)	Minor	Monetary penalty
	Article VII, Section 1 (q) of the CMIC Rules, in relation to Article XV (3) (g) of the Implementing Guidelines of the Revised Trading Rules, and Section 4 (a) of the Revised Trading Rules and Article XVI (1) of the Implementing Guidelines of the Revised Trading Rules	Customer Protection (<i>Customer Account Information Rule</i>)	Minor	Written reprimand and monetary penalty

	Article XVII (1), (5), and (6) of the Implementing Guidelines of the Revised Trading Rules	Trade Amendment	Minor	Written reprimand
	Article IV, Section 4 (c) of the Revised Trading Rules, in relation to Rule 34.1.5 of the 2015 SRC Rules	General Trading Operations (<i>Aggregation of Client Orders</i>)	Minor	Monetary penalty
	Article IV, Section 20 (b) of the Revised Trading Rules	General Trading Operations (<i>Error Transactions</i>)	Minor	Written reprimand
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty
UPCC Securities Corporation	Rule 30.2.2.6 of the 2015 SRC Rules	Transactions and Responsibilities of Brokers and Dealers (<i>Confirmation of Customer Orders</i>)	Minor	Written reprimand
Yu and Company, Inc.	Article VIII, Section 2 (2.1) (B) (1) of the CMIC Rules	Capitalization Requirements of Trading Participants (<i>Risk Based Capital Adequacy Requirement - RBCA Guidelines</i>)	Major	Monetary penalty
	Article IX, Section 1 (a) (ii) of the CMIC Rules	Books and Records Rule (<i>Books and Records Rule - Blotter and Similar Records</i>)	Minor	Written reprimand

	Article 3 (K) (i) of Securities and Exchange Commission Memorandum Circular No. 6, Series of 2009	Board Governance (<i>Board Committees</i>)	Minor	Written reprimand
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major	Monetary penalty

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