



MEMORANDUM – 2019-026

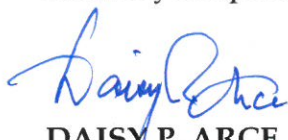
TO : THE INVESTING PUBLIC AND THE TRADING PARTICIPANTS



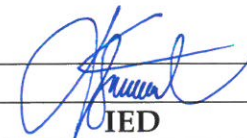
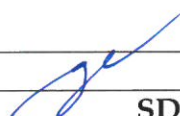
SUBJECT : PUBLICATION OF DISCIPLINARY ACTIONS

DATE : 18 October 2019

As mandated by Article XII, Section 6 of the Capital Markets Integrity Corporation ("CMIC") Rules, which states, in part, that CMIC shall publish at 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 penalties. The period covered is from 09 July 2019 to 18 October 2019.

It must be emphasized that the list may cover matters recently decided by CMIC, including cases that, after having been resolved by CMIC, are 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.


DAISY P. ARCE
President

			
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¹ Similarly 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	
Fidelity Securities, Inc.	Article IV, Section 23(e) of the Revised Trading Rules, in relation to Article XVII (5) of the Implementing Guidelines of the Revised Trading Rules (<i>PSE Memorandum TPA-No. 2013-0200</i>)	Done Through Transactions	Minor Violation	Written reprimand and monetary penalty
First Metro Securities Brokerage Corporation	Article VII, Section 1 (q) of the CMIC Rules, in relation to Article IV, Section 4 (a) of the Revised Trading Rules and Article XVI (1) of the Implementing Guidelines of the Revised Trading Rules	Customer Protection (<i>Identification of Customers' Accounts and Orders through the Use of Code, Symbol, or Account Number, and Multiple Accounts</i>)	Minor violation	Written reprimand and monetary penalty
Golden Tower Securities and Holdings, Inc.	Article II, Section 2 of the CMIC Rules	Investigation and Resolution of Cases by CMIC (<i>Duty and Responsibility of Trading Participant in Investigations</i>)	Minor violation	Written reprimand
	Article IV, Section 4 (c) of the Revised Trading Rules, in relation to Rule 34.1.5 of the 2015 Implementing Rules and Regulations of the Securities Regulation Code	General Trading Operations (<i>Aggregation of Client Orders</i>)	Minor violation	Written reprimand and monetary penalty
	Article XVI (4) and (5) of the Implementing	Aggregation of Client Orders	Minor violation	Written reprimand

	Guidelines of the Revised Trading Rules			and monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major violation	Monetary penalty
Goldstar Securities, Inc.	Article XVII (1) of the Implementing Guidelines of the Revised Trading Rules (<i>PSE Memorandum TPA-No. 2011-0124</i>)	Trade Amendment	Minor violation	Written reprimand and monetary penalty
	Article VII, Section 1 (q) of the CMIC Rules, in relation to Article IV, Section 4 (a) of the Revised Trading Rules and Article XVI (1) of the Implementing Guidelines of the Revised Trading Rules	Customer Protection (<i>Identification of Customers' Accounts and Orders through the Use of Code, Symbol, or Account Number, and Multiple Accounts</i>)	Major violation	Written reprimand and monetary penalty
HDI Securities, Inc.	Article VIII, Section 2 (2.6)(A)(A2)(a)(a.1)(i) of the CMIC Rules	Capitalization Requirements of Trading Participants (<i>RBCA Guidelines; Obligations of Trading Participants</i>)	Major violation	Monetary penalty
Luy's Securities Company, Inc.	Article VIII(A), Section 2(2.6)(A)(A.3) of the CMIC Rules	Capitalization Requirements of Trading Participants (<i>RBCA Guidelines; Computation of Net Liquid Capital</i>)	Major violation	Monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major violation	Monetary penalty

Meridian Securities, Inc.	Article XVII (1) of the Implementing Guidelines of the Revised Trading Rules (<i>PSE Memorandum TPA-No. 2011-0124</i>)	Trade Amendment	Minor violation	Written reprimand
	Article VII, Section 1 (q) of the CMIC Rules, in relation to Article IV, Section 4 (a) of the Revised Trading Rules and Article XVI (1) of the Implementing Guidelines of the Revised Trading Rules	Customer Protection (<i>Identification of Customers' Accounts and Orders through the Use of Code, Symbol, or Account Number, and Multiple Accounts</i>)	Minor violation	Monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major violation	Monetary penalty
Papa Securities Corporation	Article VI, Section 1 (b) (iv), items (a), (b) and (e) of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Ethical Standards Rule</i>)	Major violation	Monetary penalty
	Article VII, Section 1 of the CMIC Rules	Customer Protection (<i>Customer Account Information Rule</i>)	Minor Violation	Written reprimand and monetary penalty
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major Violation	Monetary penalty
UPCC Securities Corporation	Article IV, Section 23(e) of the Revised Trading Rules, in relation to Article XVII (5) of the Implementing Guidelines of the Revised Trading Rules	Done Through Transactions	Minor Violation	Written reprimand and monetary penalty

	<i>(PSE Memorandum TPA-No. 2013-0200)</i>			
	Article VI, Section 2 of the CMIC Rules	Conduct Regulation of Trading Participants (<i>Supervision</i>)	Major Violation	Monetary penalty
Wealth Securities, Inc.	Article VII, Section 1 (q) of the CMIC Rules, in relation to Article IV, Section 4 (a) of the Revised Trading Rules and Article XVI (1) of the Implementing Guidelines of the Revised Trading Rules	Customer Protection (<i>Identification of Customers' Accounts and Orders through the Use of Code, Symbol, or Account Number, and Multiple Accounts</i>)	Minor violation	Written reprimand

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