

**IN THE MATTER OF THE *SECURITIES ACT*,
R.S.P.E.I. 1988, c S-3.1**

Joan Mac Kay
Director of Corporations
for
Sept. 26, 2016
Date

AND

**IN THE MATTER OF A SETTLEMENT AGREEMENT BETWEEN
INVESTMENT INDUSTRY REGULATORY ORGANIZATION OF CANADA**

AND

JOHN PHILLIP WATTS

ORDER

(Section 76 and Section 83 of the *Securities Act*)

WHEREAS the Investment Industry Regulatory Organization of Canada (“IIROC”) and John Phillip Watts (“Watts”) entered into a settlement agreement (the “Settlement Agreement”) wherein Watts, a Registered Representative, admitted to failing to ensure that recommendations made to clients were suitable and to engaging in unauthorized trading in contravention of IIROC Rules.

AND WHEREAS on April 13, 2016, following a settlement hearing, an IIROC Hearing Panel accepted the Settlement Agreement by way of an oral decision, thereby rendering the Settlement Agreement effective and binding upon the parties to the agreement.

AND WHEREAS the IIROC Hearing Panel issued a written decision on August 9, 2016 confirming its oral decision rendered on April 13, 2016 (the Decision).

AND WHEREAS as part of the terms of the Settlement Agreement, Watts agreed to the imposition of monetary penalties and costs in the amount of a \$115,000 fine and \$20,000 in costs, payable to IIROC immediately upon the effective date of the settlement agreement;

AND WHEREAS IIROC is a recognized entity under Part 7 of the *Securities Act*;

AND WHEREAS IIROC has requested that pursuant to Section 76(c) of the *Securities Act* the Superintendent by order authorize IIROC to file the Decision with the Supreme Court of Prince Edward Island under Section 83(1) of the *Securities Act*;

AND UPON REVIEWING IIROC's letter dated Sept. 21, 2016, and the Decision;

AND WHEREAS the Superintendent is of the opinion that it is in the public interest to make this Order;

IT IS HEREBY ORDERED THAT:

1. Pursuant to Section 76(c) of the *Securities Act*, IIROC is authorized to file the Decision attached as Schedule "A" with the Supreme Court of Prince Edward Island under Section 83(1) of the *Securities Act*.

DATED at the City of Charlottetown, Prince Edward Island, this 26th day of September, 2016.

Original Signed by
"Steve Dowling"

Steve Dowling
Superintendent of Securities
Province of Prince Edward Island