

Paterson, Re

Reference: Section 127

In the Matter of the Securities Act R.S.O. 1990, c. S.5, as amended and In the Matter of Gordon Scott Paterson Citation: 25 O.S.C.B. 470

Court: Ontario Securities Commission

Judge: Howard Wetston

Date: January 14, 2002

Year: 2002

WHEREAS on December 17, 2001 the Ontario Securities Commission (the "Commission") issued a Notice of Hearing pursuant to sections 127(1) and 127.1 of the Securities Act, R.S.O. 1990 c. S.5, as amended (the "Act") in respect of Gordon Scott Paterson ("Paterson");

AND WHEREAS Paterson entered into a settlement agreement dated December 17, 2001 (the "Settlement Agreement") in which he agreed to a proposed settlement of the proceeding, subject to the approval of the Commission.

AND WHEREAS the Commission made an Order on December 19, 2001 (the "December Order"), a true copy of which is attached hereto as Schedule "A";

AND WHEREAS paragraph 3 of the December Order contains a typographical error and should be amended to read as follows:

Pursuant to clause 2 of subsection 127(1) of the Act, effective 45 days from the date of this Order made on December 19, 2001, Paterson is prohibited from trading in securities for a period of six months, with the exception of any sale by Paterson of Paterson's current interest in Yorkton.

AND WHEREAS Staff of the Commission and the respondent, Gordon Scott Paterson, by his counsel, consent to this Order;

AND WHEREAS by Commission Order made March 9, 2001, pursuant to section 3.5(3) of the Act, any one of David A. Brown, Howard Wetston or Paul Moore, acting alone, is authorized to make Orders on consent under section 127 of the Act;

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

IT IS HEREBY ORDERED THAT:

1. Paragraph 3 of the December Order, attached hereto as Schedule "A", be amended to read as follows:

Pursuant to clause 2 of subsection 127(1) of the Act, effective 45 days from the date of this Order made on December 19, 2001, Paterson is prohibited from trading in securities for a period of six months, with the exception of any sale by Paterson of Paterson's current interest in Yorkton.

2. All other terms of the December Order be and hereby remain the same.

"A"

IN THE MATTER OF THE SECURITIES ACT R.S.O. 1990, c. S.5, as amended AND IN THE MATTER OF GORDON SCOTT PATERSON

Order

WHEREAS on December 17, 2001, the Ontario Securities Commission (the "Commission") issued a Notice of Hearing pursuant to sections 127(1) and 127.1 of the Securities Act, R.S.O. 1990 c. S.5, as amended (the "Act") in respect of Gordon Scott Paterson ("Paterson");

AND WHEREAS Paterson entered into a settlement agreement dated December 17, 2001 (the "Settlement Agreement") in which he agreed to a proposed settlement of the proceeding, subject to the approval of the Commission.

AND UPON reviewing the Settlement Agreement and the Statement of Allegations of Staff of the Commission ("Staff"), and upon hearing submissions from counsel for Paterson and from Staff;

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

IT IS HEREBY ORDERED THAT:

1. the Settlement Agreement dated December 17, 2001, attached to this Order, is hereby approved;
2. pursuant to clause 1 of subsection 127(1) of the Act, effective the date of this Order, the registration of Paterson is suspended for a period of two years from the date of this Order;
3. pursuant to clause 2 of subsection 127(1) of the Act, effective 45 days from the date of this Order, Paterson is prohibited from trading in securities for a period of six months from the date of this Order, with the exception of any sale by Paterson of Paterson's current interest in Yorkton;
4. pursuant to subsection 127(1)(6) of the Act, Paterson is hereby reprimanded; and
5. pursuant to subsection 127.1 of the Act, at the time of approval of this settlement, Paterson is ordered to pay \$100,000 to the Commission in respect of a portion of the Commission's costs with respect to this matter.

December 19, 2001.

"Howard Wetston"

"Theresa McLeod"

"Derek Brown"