

Douglas G. Rudolph, Peter A.D. Mill, Cfg*Cn Ltd. (also known as CanGlobe Financial Group), and CanGlobe International Capital Inc. (Re), 2021 NSSEC 8

IN THE MATTER OF
THE *SECURITIES ACT*, R.S.N.S. 1989, CHAPTER 418, AS AMENDED
(the *Act*)

- and -

IN THE MATTER OF
DOUGLAS G. RUDOLPH, PETER A.D. MILL, CFG*CN LTD. (also known as CANGLOBE
FINANCIAL GROUP), AND CANGLOBE INTERNATIONAL CAPITAL INC.

(collectively the Respondents)

Amendment

1. On September 16, 2021, the panel issued its Decision (2021 NSSEC 7) in this matter.
2. The Panel has not yet issued an order reflecting the Decision.
3. The Panel amends paragraph 3 of the Decision so that it reads as follows (the underlining in this Amendment being for convenience only to indicate the specific amendments and not forming part of the Decision):

We requested in the Liability Decision that the parties make written submissions on sanctions and penalties to be imposed as a result of the Respondents' breaches of securities laws. The Director of Enforcement of the Nova Scotia Securities Commission (Enforcement) requested the following order:

- a. Pursuant to section 134(1)(a)(i) of the Act, the Respondents shall comply with Nova Scotia securities laws;
- b. Pursuant to section 134(1)(b)(ii) of the Act, trading in any securities and derivatives by the Respondents shall cease permanently;
- c. Pursuant to section 134(1)(c) of the Act, the exemptions contained in Nova Scotia securities law shall not apply to the Respondents permanently;
- d. Pursuant to section 134(1)(d)(ii) of the Act, Rudolph and Mill are prohibited permanently from becoming or acting as a director or officer of any issuer, investment fund manager, or registrant;

- e. Pursuant to section 134(1)(g) of the Act, the Respondents are prohibited permanently from becoming or acting as a registrant, investment fund manager, or promoter;
 - f. Pursuant to section 135 of the Act, Rudolph shall pay an administrative penalty to the Commission of \$1,800,000;
 - g. Pursuant to section 135 of the Act, Mill shall pay an administrative penalty to the Commission of \$600,000;
 - h. Pursuant to section 135A of the Act, Rudolph shall pay costs in connection with the investigation and conduct of this proceeding in the amount of \$52,500; and
 - i. Pursuant to section 135A of the Act, Mill shall pay costs in connection with the investigation and conduct of this proceeding in the amount of \$17,500.
4. The Panel amends paragraph 13 of the Decision so that it reads as follows (the underlining in this Amendment being for convenience only to indicate the specific amendments and not forming part of the Decision):

In the circumstances, given the extent of the fraud, the number of victims impacted and the sheer volume of breaches of securities laws in question, it is necessary and appropriate for the Respondents to be prohibited from participating in the Nova Scotia capital markets. A permanent ban on participating in the capital markets is consistent with the caselaw. We hereby order that each of the Respondents be permanently banned from trading in securities and derivatives and are prohibited permanently from becoming or acting as a director or office of any issuer, investment fund manager, or registrant, and from becoming or acting as a registrant, investment fund manager, or promoter. We also order that the exemptions in Nova Scotia securities laws permanently not apply to the Respondents.

5. The Panel amends paragraph 56 of the Decision so that it reads as follows (the underlining in this Amendment being for convenience only to indicate the specific amendments and not forming part of the Decision):

For the above reasons, we will order that:

- a. Pursuant to section 134(1)(a)(i) of the Act, each of the Respondents shall comply with Nova Scotia securities laws;
- b. Pursuant to section 134(1)(b)(ii) of the Act, the Respondents shall permanently cease trading in any securities and derivatives;
- c. Pursuant to section 134(1)(c) of the Act, the exemptions contained in Nova Scotia securities law shall not apply to the Respondents permanently;

- d. Pursuant to section 134(1)(d)(ii) of the Act, Rudolph and Mill are prohibited permanently from becoming or acting as a director or officer of any issuer, investment fund manager, or registrant;
- e. Pursuant to section 134(1)(g) of the Act, the Respondents are prohibited permanently from becoming or acting as a registrant, investment fund manager, or promoter;
- f. Pursuant to section 135 of the Act, Rudolph shall pay an administrative penalty to the Commission of \$600,000;
- g. Pursuant to section 135 of the Act, Mill shall pay an administrative penalty to the Commission of \$400,000;
- h. Pursuant to section 134(1)(da) of the Act, Rudolph and Mill shall each disgorge the sum of \$435,205; and
- i. Pursuant to section 135A of the Act, Rudolph and Mill shall be joint and severally liable to pay costs in connection with the investigation and conduct of this proceeding in the amount of \$70,000.

Dated at Halifax, Nova Scotia this 28th day of September, 2021.

(signed) "J. Walter Thompson"
J. Walter Thompson, Q.C.
Commissioner
Chair of Panel

(signed) "Heidi Walsh-Sampson"
Heidi Walsh-Sampson
Commissioner

(signed) "Ken Wheelans"
Ken Wheelans
Commissioner