

**IN THE MATTER OF THE SECURITIES ACT
R.S.N.S. 1989, C. 418 as amended (“Act”)**

-AND-

**IN THE MATTER OF
BRUCE PATRICK SCHRIVER (“Schriver”)**

SETTLEMENT AGREEMENT

PART I – INTRODUCTION

1. By Notice of Hearing dated _4 August, 2006 (“Notice of Hearing”), the Nova Scotia Securities Commission (“Commission”) announced that it proposed to hold a hearing to consider whether, pursuant to sections 135 and 135A of the Act, in the opinion of the Commission, it is in the public interest for the Commission to:
 - a. Approve this settlement agreement;
 - b. Make an order, pursuant to section 33(1) of the Act that Schriver’s registration under the Act shall be suspended from June 1, 2004 up to and including June 1, 2006;
 - c. Make an order pursuant to section 135(a) of the Act determining that Schriver has contravened the Act or its regulations;
 - d. Make an order pursuant to section 135(b) that Schriver pay an administrative penalty in the amount of twelve thousand five hundred dollars (\$12,500.00) within 60 days of the date of the order; and
 - e. Make an order pursuant to section 135A of the Act that Schriver pay costs in connection with the Staff’s investigation and conduct of the proceedings before the Commission in the amount of six thousand dollars (\$6,000.00) forthwith.

PART II – JOINT SETTLEMENT RECOMMENDATION

2. Staff of the Commission (“Staff”) agrees to recommend settlement of the proceedings initiated in respect of Schriver by the Notice of Hearing in accordance with the terms and conditions set out below. Schriver agrees to the settlement on the basis of the facts agreed to as hereinafter provided and

consents to the making of an Order, in the form attached as Schedule "A", on the basis of the facts set out below in respect to the violations of the Act.

PART III – STATEMENT OF FACTS AND CONCLUSIONS

Acknowledgment

3. Staff and Schriver agree with the facts and conclusions set out in this Part of this Settlement Agreement ("Agreement").

Introduction

4. Schriver is a resident of Halifax, Nova Scotia.
5. Registration was granted by the Director of Securities of the Commission to Schriver on June 18, 1999 as a salesperson with Select Money Strategies Incorporated ("Select").
6. At all relevant times, Schriver was a registrant under section 31(1) of the Act.

Facts

7. Schriver maintained a joint investment account for Keith and Flora Lohnes ("Lohnes Account"), beginning in December, 1997. The Lohnes Account moved with Schriver when he began working with Select in 1999.
8. Schriver made borrowing recommendations and leveraged trades with respect to the Lohnes Account that were not suitable, thereby contravening s. 31 of the General Securities Rules.
9. On April 16, 2003, Select became a Member, and Schriver an Approved Person of the Mutual Fund Dealers Association of Canada ("MFDA"), as defined by MFDA By-Law No. 1. The MFDA is a self regulatory organization recognized by the Commission.
10. On September 23, 2003, Select entered into a referral arrangement with Paradigm Alternative Asset Management Inc., now known as Portus Alternative Asset Management Inc. ("Portus"), an investment counsel and portfolio manager, in respect to managed account agreements. At all relevant times, Portus was duly registered with the Commission.
11. On May 2, 2000 Bruce P. Schriver Inc. ("Schriver Inc.") was incorporated and registered under the *Companies Act* in the Province of Nova Scotia. Schriver is shown as the sole officer and director of Schriver Inc.

12. While continuing to be registered with Select and an Approved Person of the MFDA, Schriver entered into a referral arrangement with Portus on behalf of Schriver Inc. dated January 21, 2004, unbeknownst to Select and contrary to MFDA Rules 1.2.1.(d)(iii), (v) and (vi), 2.1.1., 2.1.4. and 2.4.2., thereby contravening s. 30(3) of the Act.
13. During the period of January 30, 2004 to June 15, 2004, Schriver referred mutual fund clients of Select to Portus through Schriver Inc. for the purposes of opening managed accounts. During this time period, approximately \$2.7 million dollars was moved from Select to Portus through Schriver Inc., generating commissions to Schriver Inc. of approximately \$110,000, in a manner which contravened s. 61 of the General Securities Rules.
14. Select submitted a notice of termination to the Commission for Schriver dated June 1, 2004. Subsequent to the termination of his registration, Schriver was not registered with any other dealer under the Act, but continued to hold himself out as a registered salesperson on the website of "Bruce Schriver and Associates" located at www.longterminvesting.net, thereby contravening s. 51 of the Act.

Mitigating Factors

15. Schriver acknowledges and accepts responsibility for his conduct which is the subject matter of Staff's allegations.

Conduct Contrary to the Public Interest

16. In summary, during material times Schriver's actions violated Nova Scotia securities laws and were contrary to the public interest. Schriver's conduct was detrimental to the integrity and efficiency of the capital markets in Nova Scotia and was prejudicial to the interests of its Nova Scotian investors.

PART IV – POSITION OF SCHRIVER

17. Schriver admits the facts set forth in Part III herein and acknowledges that he violated the Act.

PART V – TERMS OF SETTLEMENT

18. The terms of settlement are set forth in the order contained in Schedule "A" to this Agreement which is expressly incorporated herein.

PART VI – COMMITMENTS

19. If this Agreement is approved by the Commission, Staff will not initiate any further proceedings before the Commission related to those facts set out in Part III of this Agreement in accordance with the procedures described herein
20. If this Agreement is approved by the Commission, it will constitute the entirety of the evidence to be submitted respecting Schriver in this matter and Schriver agrees to waive any right to a full hearing and appeal of this matter under the Act.
21. If this Agreement is approved by the Commission, the parties to this Agreement will not make any statement that is inconsistent with the Agreement.
22. If this Agreement is approved by the Commission, Schriver shall abide by all terms of this Agreement in accordance with the Order set forth in Schedule “A”. If, for any reason, Schriver fails to comply with any or all terms of the Order set forth in Schedule “A”, his registration with the Commission shall be revoked.
23. If, for any reason whatsoever, this Agreement is not approved by the Commission, or the Order set forth in Schedule “A” is not made by the Commission:
 - a. Each of Staff and Schriver will be entitled to proceed to a hearing of the allegations in the Notice of Hearing and related Statement of Allegations unaffected by the Agreement or the settlement negotiations;
 - b. The terms of the Agreement will not be raised in any other proceeding or disclosed to any person except with the written consent of Staff and Schriver or as may otherwise be required by law; and
 - c. Schriver agrees that he will not raise in any proceeding the Agreement or the negotiations or process of approval thereof as a basis of any attack or challenge of the Commission’s jurisdiction, alleged bias, appearance of bias, alleged unfairness or any other challenge that may otherwise be available.
24. If, in the view of Staff and prior to the approval of this Agreement by the Commission, there are new facts or issues of substantial concern regarding the facts set out in Part III of this Agreement, Staff will be at liberty to withdraw from this Agreement. Notice of such intention will be provided to Schriver in writing. In the event of such notice being given, the provisions of paragraph 26 in this Part will apply as if this Agreement had not been approved in accordance with the procedures set out herein.

VIII DISCLOSURE OF SETTLEMENT AGREEMENT

25. Staff or Schriver may refer to any or all parts of this Agreement in the course of the hearing convened to consider this Agreement. Otherwise, this Settlement Agreement and its terms will be treated as confidential by all parties to it until approved by the Commission, and forever if, for any reason whatsoever, this settlement is not approved by the Commission.

IX EXECUTION OF SETTLEMENT AGREEMENT

26. This Agreement may be signed in one or more counterparts that together shall constitute a binding agreement and a facsimile copy of any signature shall be as effective as an original signature.

Dated this 29th day of June, 2006.

SIGNED, SEALED AND DELIVERED
In the presence of:

_"C. Bevis" _____
Witness

_"Bruce Patrick Schriver" _____
Bruce Patrick Schriver

Dated this 6th day of July , 2006.

SIGNED, SEALED AND DELIVERED
In the presence of:

_"S. Diane Smith" _____
Witness

Staff of the Nova Scotia Securities
Commission

Per:_"R. Scott Peacock" _____
R. Scott Peacock
Deputy Director
Compliance and Enforcement
Nova Scotia Securities Commission

SCHEDULE "A"**IN THE MATTER OF THE SECURITIES ACT
R.S.N.S. 1989, C. 418 as amended ("Act")****-AND-****IN THE MATTER OF
BRUCE PATRICK SCHRIVER ("Respondent")****ORDER**

(Sections 134, 135, 135A)

WHEREAS on _____, 2006, the Nova Scotia Securities Commission ("Commission") issued a Notice of Hearing pursuant to sections 134, 135 and 135A of the Act in respect to Schriver;

AND WHEREAS Schriver entered into a settlement agreement with Staff of the Commission ("Staff") whereby he agreed to a proposed settlement of the proceeding, subject to the approval of the Commission;

AND WHEREAS Staff recommended approval of the settlement agreement;

AND UPON reviewing the settlement agreement and the Notice of Hearing, and upon hearing submissions of counsel for Staff and David Coles, Q.C. on behalf of Schriver;

AND WHEREAS the Commission is of the opinion that Schriver has contravened the Act and it is in the public interest to make this Order;

IT IS HEREBY ORDERED, pursuant to sections 134, 135 and 135A of the Act, that:

1. the settlement agreement dated _____, 2006, a copy of which is attached, is approved;
2. pursuant to section 33(1) of the Act, that Schriver's registration under the Act shall be suspended from June 1, 2004 up to and including June 1, 2006;
3. pursuant to section 135 of the Act, Schriver shall pay an administrative penalty in the amount of twelve thousand five hundred dollars (\$12,500.00) within 60 days of the date of this Order;
4. pursuant to section 135A of the Act, Schriver shall pay costs in connection with the investigation and conduct of the proceedings before the Commission in the amount of six thousand dollars (\$6,000.00) forthwith;

DATED at Halifax, Nova Scotia, this _____ day of _____, 2006.

NOVA SCOTIA SECURITIES COMMISSION

(Chairman)