

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

- and -

**IN THE MATTER OF
IPC SECURITIES CORPORATION
 (“Respondent”)**

STATEMENT OF ALLEGATIONS

Staff of the Nova Scotia Securities Commission (“Commission”) make the following allegations:

1. IPC is an Ontario incorporated company, with its head office in Toronto.
2. IPC is registered as an investment dealer in Ontario, British Columbia, Quebec and Nova Scotia.
3. IPC is a member in good standing of the Investment Dealers Association of Canada.
4. John G. Novachis (“Novachis”) is the President of IPC.
5. Barry Hennigar (“Hennigar”) is a salesperson of IPC.
6. On September 28, 2004, the Commission granted a Ruling wherein IPC was exempt from the requirements of General Securities Rules 22(1), 22(2), 30(5) and 30(6) (“Ruling”).
7. The Ruling required IPC to notify the Director of the Commission if it established an office in Nova Scotia.
8. On May 9, 2005 Hennigar was approved for out of province registration in Nova Scotia.
9. On July 28, Hennigar began operating out of an office in Wolfville, NS (“Wolfville Office”).
10. On July 28, 2005 IPC submitted to the Commission a request to open the Wolfville Office, and a request to change Hennigar’s employment location to Wolfville, NS.

11. On July 28, 2005, the Commission notified IPC that it would be required to apply for an exemption from General Securities Rule 22(2) with respect to the Wolfville Office.
12. The Secretary of the Commission (“Secretary”) received an exemption request from IPC on September 1, 2005. On September 6, 2005 the Secretary responded to IPC indicating that there were deficiencies in the request.
13. The Secretary received a revised copy of the exemption request on November 25, 2005. The documentation provided with this request indicated that Hennigar was, at the time, working out of the Wolfville office.
14. Hennigar continued to operate out of the Wolfville Office until February, 2006.
15. By allowing Hennigar to operate out of the Wolfville Office prior to receiving an exemption from the Commission, the Respondent violated General Securities Rule 22(2) and the Commission Ruling dated September 28, 2004.

DATED this 4th day of July, 2006.

“ M. Lianne Bradshaw”

M. Lianne Bradshaw
Investigator
Compliance and Enforcement
Nova Scotia Securities Commission