



**Mutual Fund Dealers Association of Canada**  
Association canadienne des courtiers de fonds mutuels

**IN THE MATTER OF A DISCIPLINARY HEARING  
PURSUANT TO SECTIONS 20 AND 24 OF BY-LAW NO. 1 OF  
THE MUTUAL FUND DEALERS ASSOCIATION OF CANADA**

**Re: Ricardo John Cavalli**

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**ORDER**

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**WHEREAS** on March 1, 2013, the Mutual Fund Dealers Association of Canada (the “MFDA”) issued a Notice of Hearing pursuant to sections 20 and 24 of MFDA By-law No. 1 in respect of a disciplinary proceeding commenced against Ricardo John Cavalli (the “Respondent”);

**AND WHEREAS** the first appearance in this hearing was held before a panel of the Prairie Regional Council of the MFDA (the “Hearing Panel”) on April 18, 2013 and thereafter the hearing on its merits for this matter was set for October 2, 2013;

**AND WHEREAS** the Respondent appeared on his own behalf via teleconference;

**AND WHEREAS** the Hearing Panel was presented with an Agreed Statement of Facts signed by each party to the proceeding;

**AND WHEREAS** the Hearing Panel accepted the Agreed Statement of Facts whereby the Respondent admitted that, from January 2006 to July 2009, he engaged in securities related business that was not carried on for the account of and through the facilities of his Member by

selling, recommending, facilitating the sale, or making referrals in respect of the sale of three different exempt securities to clients and other individuals outside the Member, contrary to MFDA Rules 1.1.1, 2.4.2 and 2.1.1;

**IT IS HEREBY ORDERED THAT:**

1. If at any time a non-party to this proceeding requests production of, or access to, any materials filed in, or the record of, this proceeding, including all exhibits and transcripts, then the MFDA Corporate Secretary shall not provide copies of, or access to, the requested documents to the non-party without first redacting from them any and all intimate financial or personal information, pursuant to Rules 1.8(2) and (5) of the MFDA Rules of Procedure;
2. The Respondent shall be permanently prohibited from conducting securities related business in any capacity over which the MFDA has jurisdiction, pursuant to section 24.1.1(e) of MFDA By-law No. 1;
3. The Respondent shall pay a fine in the amount of \$300,000, pursuant to section 24.2 of MFDA By-law No. 1; and
4. The Respondent shall pay costs in the amount of \$7,500.

**DATED** this 2<sup>nd</sup> day of October, 2013.

“Shelley L. Miller”

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Shelley L. Miller, Q.C.,  
Chair

“Patricia Kloepfer”

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Patricia Kloepfer,  
Industry Representative

“Marc Albert”

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Marc Albert,  
Industry Representative

