



CIRCULAR

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31 July 2017

DISCIPLINARY ACTIONS AGAINST A DEALING MEMBER FIRM AND AN AUTHORIZED DEALING CLERK OF THE EXCHANGE

This is to notify all Dealing Member Firms that the National Council of The Exchange has taken the following decisions against a Dealing Member Firm and an Authorized Dealing Clerk as listed below:

Serial No.	Name	Activity	Action Taken
1.	Bytofel Securities and Investment Limited	Unauthorized sales of clients' shares and misappropriation of clients' funds.	Expulsion and revocation of its Dealing Member License. The firm was also fined the sum of Five hundred and eighty-two million, three hundred and sixty-five thousand naira (₦ 582,365,000) only.
2.	Mr. Teslym Abioye	Unauthorized transactions that occurred during his employment in Fittco Securities Limited.	Suspension from trading for a period of six (6) months.

Dealing Members are advised not to engage in any activity with the above mentioned firm. Also, all Authorized Clerks and employees of Dealing Member Firms are strongly advised against allowing themselves to be used in carrying out activities that are capable of affecting the integrity of the market.

Furthermore, Dealing Members are also reminded that **Rule 6.12: Specific Actions Requiring Prior Consent of The Exchange**, Rulebook of The Exchange, 2015 (Dealing Members' Rules) which states that *"a Dealing Member shall not be allowed to do any of the following without the prior written consent of The Exchange:*

3. *Employ any of the following:*

A. *Directors, Authorized Clerks or other persons including Principal Officers such as the Chief Executive Officer, Chief Finance Officer, Chief Compliance Officer and Chief Risk Officer, who have been indicted by The Exchange or the Commission.*

B. *Any person who was an officer or employee of a Dealing Member expelled from The Exchange;*



- C. Any person expelled, as an Authorized Clerk or its equivalent, from any other exchange;*
- D. Any person refused admission as a member of the Chartered Institute of Stockbrokers or any person expelled from its membership;*
- E. Any person expelled as a member of any Professional Association or Institute;*
- F. Any person who is insolvent or has been convicted of theft, fraud, forgery, or any other crime involving dishonesty”.*

Please be guided accordingly.

Olufemi Shobanjo

Head, Broker Dealer Regulation