

CIRCULAR

27 August 2024

NGXREG/MR/CIR04/24/08/27

DISCIPLINARY ACTION AGAINST TRADING LICENSE HOLDERS OF THE EXCHANGE

This is to notify all Trading License Holders that the Board Regulation and New Business Committee (“RNBC”) of NGX Regulation Limited (“NGX RegCo”) on 28 June 2024 approved the following disciplinary actions on the Trading License Holders, Authorized Dealing Clerks and Compliance Officers listed in the table below:

Serial No.	Name	Reason	Action Taken
1.	Mayfield Investment Limited	<p>1. The Trading License Holder had prolonged inactivity, contrary to Rule 6.4(b): Revocation of Inactive Dealing Members’ Licenses, Rulebook of The Exchange, 2015 (Dealing Members’ Rules).</p> <p>2. Violated Rule 11.9: Prohibition of Unauthorized Sale of Securities, Rulebook of The Exchange, 2015 (Dealing Members’ Rules) and has been non-compliant with the minimum capital requirement of the Securities and Exchange Commission (SEC).</p>	Revocation of its Trading License.
2.	Adonai Stockbrokers Limited	<p>1. The Trading License Holder had prolonged inactivity, contrary to Rule 6.4(b): Revocation of Inactive Dealing Members’ Licenses, Rulebook of The Exchange, 2015 (Dealing Members’ Rules).</p> <p>2. Violated Rule 11.9: Prohibition of Unauthorized Sale of Securities, Rulebook of The Exchange, 2015 (Dealing Members’ Rules) and has been non-compliant with the minimum capital requirement of the Securities and Exchange Commission (SEC).</p>	Revocation of its Trading License.
3.	Mr. Olugbenga Wajero, The Managing Director and Authorized Dealing Clerk of Mayfield Investment Limited	The Authorized Dealing Clerk carried out unauthorized sales of clients’ shares which is a violation pursuant to Rule 11.9: Prohibition of Unauthorized Sale of Securities ,	Revocation of Authorized Dealing Clerkship and referral to his professional bodies and associations (Chartered Institute



		Rulebook of The Exchange, 2015 (Dealing Members' Rules).	of Stockbrokers etc.) for further disciplinary action
4.	Mr. Godwin Iyoriobhe, Compliance Officer of Mayfield Investment Limited	The Approved Person, in his capacity as Compliance Officer of the firm, allowed unauthorized sales of clients' shares to occur under his purview. This constitutes a violation pursuant to Rule 11.9: Prohibition of Unauthorized Sale of Securities , Rulebook of The Exchange, 2015 (Dealing Members' Rules).	Has been blacklisted and referred to the relevant professional bodies for further action.
5.	Mr. Chinedu Peter Ijomah, The Managing Director and Authorized Dealing Clerk of Adonai Stockbrokers Limited	The Authorized Dealing Clerk carried out unauthorized sales of clients' shares which is a violation pursuant to Rule 11.9: Prohibition of Unauthorized Sale of Securities , Rulebook of The Exchange, 2015 (Dealing Members' Rules)	Revocation of Authorized Dealing Clerkship and referral to his professional bodies and associations (Chartered Institute of Stockbrokers etc.) for further disciplinary action
6.	Mrs. Daras Chinwe, Compliance Officer of Adonai Stockbrokers Limited	The Approved Person, in her capacity as Compliance Officer of the firm, allowed unauthorized sales of clients' shares to occur under her purview. This constitutes a violation pursuant to Rule 11.9: Prohibition of Unauthorized Sale of Securities , Rulebook of The Exchange, 2015 (Dealing Members' Rules)	Has been blacklisted and referred to the relevant professional bodies for further action.
7.	Mr. Emmanuel Ikechukwu Eze, the former Executive Vice Chairman and Authorized Dealing Clerk of Royal Trust Securities Limited.	The Authorized Dealing Clerk carried out unauthorized sales of clients' shares which is a violation pursuant to Rule 11.9: Prohibition of Unauthorized Sale of Securities , Rulebook of The Exchange, 2015 (Dealing Members' Rules)	Revocation of Authorized Dealing Clerkship and referral to his professional bodies and associations (Chartered Institute of Stockbrokers etc.) for further disciplinary action
8.	Mr. Egbulonu Ugwunna Friday, the Compliance Officer of Royal Trust Securities Limited.	The Approved Person, in his capacity as Compliance Officer of the firm, allowed unauthorized sales of clients' shares to occur under his purview. This constitutes a violation pursuant to Rule 11.9: Prohibition of Unauthorized Sale of Securities , Rulebook of The Exchange, 2015 (Dealing Members' Rules)	Has been blacklisted and referred to the relevant professional bodies for further action.

Trading License Holders are advised to take note of this development.

Furthermore, Trading License Holders are also reminded of the provisions of **Rule 6.12 (a) (3): 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.

A handwritten signature in black ink, appearing to read 'Chinedu Akamaka'.

Chinedu Akamaka
Ag. Head, Market Regulation