

ENFORCEMENT SUMMARY

IN THE MATTER OF: THE SECURITIES ACT (the "Act") AND IN THE MATTER OF: TROY REEVES

CHARGES

On November 1, 2005, Judge Newcombe accepted the guilty plea of Troy Reeves ("Reeves") to four counts of offences under section 136(1)(c) of the Act, being four counts of trading without registration.

SUMMARY

Reeves became associated with an individual who was promoting investments in small business corporations. The charges involved four investors who invested money for shares of either Cuatro Corp. or Sonnum Capital Corporation. Two of the investors invested the sum of \$78,700.00 and \$83,000.00 respectively for shares of Cuatro Corp. while the other two investors invested the sum of \$13,000.00 and \$3,000.00 respectively for shares of Sonnum Capital Corporation. All investors had funds transferred from registered plans to a trust company where the cash holdings were used to purchase shares in the foregoing corporations. Reeves involvement was essentially being a conduit who referred the investors to the individual who promoted the investments and Reeves assisted them in completing paperwork to facilitate the purchase of shares in the foregoing corporations.

SENTENCE

Reeves was sentenced on January 19, 2006 before Judge Collerman. A fine of \$2,324.23 per count for a total fine of \$9,296.92 was imposed with costs and surcharge being waived. The fine included disgorgement of commissions made by Reeves in relation to the charges. Reeves was ordered to pay the fine at the rate of \$100.00 per month commencing March, 2006. At the time of sentencing, Reeves was attending school, living on a fixed income and supporting dependants.

The Manitoba Securities Commission

April 28, 2006