



Government of Newfoundland and Labrador
Service NL
Financial Services Regulation Division

Citation: S20131115-001

**IN THE MATTER OF THE SECURITIES ACT
RSNL1990 Chapter S-13
AND
IN THE MATTER OF**

**Glendale Growth & Trust
AND
GT Serv Corp.
AND
Leonard Goldman
(collectively, the "respondents")**

CEASE TRADE ORDER

WHEREAS the Superintendent of Securities (the, "Superintendent") issued a Temporary Cease Trade Order (the, "Temporary Order") on the 22nd day of November, 2013 which was amended on the 5th day of December, 2013, both of which were served on the respondents and receipt of which was acknowledged by the respondents;

AND WHEREAS the Temporary Order was issued, in keeping with section 127. (5) of the Securities Act, as the Superintendent concluded that the length of time required to hold a hearing could be prejudicial to the public interest;

AND WHEREAS a Statement of Allegations was filed by staff with the Superintendent on December 2, 2013;

AND WHEREAS the Statement of Allegations and a Notice of Hearing were served on the respondents via email on December 2, 2013, receipt of which was acknowledged by the respondents;

AND WHEREAS the Deputy Superintendent of Securities set the 11th day of December, 2013 at 10:00 AM for the respondents to be heard or respond to the allegations;

AND WHEREAS on the 11th day of December, 2013, a hearing was held at the time and place set out in the Notice of Hearing;

AND WHEREAS the respondents did not appear nor did they make representations in response to the Statement of Allegations.

TAKE NOTICE that the hearing proceeded with the respondents in *absentia* and the Superintendent heard and examined evidence presented by staff and concludes that:

The respondents are acting and have acted in contravention of the *Securities Act* through a “trade” or “trading” which includes:

- (i) a sale or disposition of a security for valuable consideration, whether the terms of payment be on margin, instalment or otherwise, but does not include a purchase of a security or, except as provided in subparagraph (iv), a transfer, pledge or encumbrance of securities for the purpose of giving collateral for a genuine debt,
- (ii) participation as a trader in a transaction in a security through the facilities of a stock exchange or quotation and trade reporting system,
- (iii) receipt by a registrant of an order to buy or sell a security,
- (iv) a transfer, pledge or encumbrancing of securities of an issuer from the holdings of a person or company or combination of persons or companies described in subparagraph (l)(iii) for the purpose of giving collateral for a genuine debt, and
- (v) an act, advertisement, solicitation, conduct or negotiation directly or indirectly in furtherance of the above;

as they are not registered nor exempted to trade in securities in the Province of Newfoundland and Labrador.

AND WHEREAS the respondents have been soliciting residents of Newfoundland and Labrador to trade in securities;

AND WHEREAS the respondents are not registered to trade in securities in the Province of Newfoundland and Labrador and are thereby acting in contravention of the *Securities Act*;

AND WHEREAS staff presented evidence that the respondents are unlawfully trading in securities; and, that there is no evidence that investments offered to the public by the respondents are legitimate;

IT IS ORDERED that in keeping with provisions set out under section 127. (1) of the *Securities Act*, Glendale Growth & Trust, GT Serv Corp., Leonard Goldman, and companies or individuals acting for or on behalf of these respondents in the trade or in the furtherance of the trade in securities, directly or indirectly, immediately cease trading in all securities in the Province of Newfoundland and Labrador.

TAKE NOTICE that in keeping with section 127.1 (2) the Superintendent of Securities may make an order under section 127.1, notwithstanding the imposition of another penalty or sanction on the respondents or the making of another order related to this matter.

Dated at St. John's, NL, this 12th day of December, 2013.


 Douglas J. Connolly, C.G.A.
 Superintendent of Securities