

In the Matter of

The *FINANCIAL INSTITUTIONS ACT*
(RSBC 1996, c.141)
(the "Act")

and

The *INSURANCE COUNCIL OF BRITISH COLUMBIA*
("Council")

and

JONATHAN FINANCIAL INC.
(the "Agency")

and

GREGORY FREDERICK HILDERMAN
(the "Nominee")

DECISION AND ORDER
UNDER SECTIONS 231 & 238 OF THE ACT

WHEREAS the Nominee currently holds a life and accident and sickness insurance licence in British Columbia and has been licensed since 1996;

AND WHEREAS the Agency currently holds a life and accident and sickness insurance licence in British Columbia and has been licensed since 1996;

AND WHEREAS the Nominee is a director of the Agency;

AND WHEREAS in January 2017, the Nominee and the Agency were the subject of disciplinary action by the Alberta Securities Commission ("ASC") that resulted in a three year trading ban; a \$35,000.00 administrative penalty; and the assessment of \$10,000.00 in costs;

AND WHEREAS the Nominee and the Agency failed to provide Council with disclosure of the disciplinary action by the ASC, as required pursuant to section 7(3)(a) of Council Rules, even though the Nominee was previously reminded by Council of his responsibility under Council Rule 7(3)(a);

AND WHEREAS Council has determined that where an insurance agent has been banned or suspended from practicing in another segment of the financial services sector, the insurance agent's suitability to continue to engage in insurance business is brought into question;

AND WHEREAS Council concluded that to allow an insurance agent to continue to hold an insurance licence while banned or suspended from working in another financial services sector undermines the public's confidence in the insurance industry;

AND WHEREAS Council considers the length of time it would take to address this matter through an intended decision, pursuant to section 231 of the Act, would be detrimental to the due administration of the Act and the public's best interest;

NOW THEREFORE Council orders that the Nominee's and the Agency's life and accident and sickness insurance licences are cancelled pursuant to sections 231 and 238 of the Act, effective the date of this order.

TAKE NOTICE that, pursuant to section 238 of the Act, the Nominee and the Agency have the right to require a hearing on this order before Council by delivering written notice within 14 days of receipt of this order to Council at Suite 300, 1040 West Georgia Street, Vancouver, British Columbia, V6E 4H1; alternatively, the Nominee and the Agency may appeal this order to the Financial Services Tribunal.

Dated in Vancouver, British Columbia, on the **27th day of February, 2017.**



Dr. Eric Yung
Chairperson, Insurance Council of British Columbia