

November 4, 2002

Notice of Disciplinary Tribunal Hearing

Pursuant to Bylaw 20.10(5), a notice of a hearing before a CIA Disciplinary Tribunal is hereby provided to inform members of the Institute and the public about a current disciplinary case. Any such notice shall include at least the date, time and place of the hearing and a summary of the charge. The notice shall not, however, disclose the name of the member charged to avoid affecting the member's reputation before the disciplinary decision becomes final.

The charges against the member are summarized as follows:

1. In reports to the Audit Committee in 1992 and/or 1993, the member failed to comply with the *Standard of Practice* on Dynamic Solvency Testing for Life Insurance Companies then in force thereby violating current Rules 1, 2 and 4 of the Rules of Professional Conduct and former Bylaw 67;
2. In his Report of the Actuary contained in the financial statements of the company for the year ended December 31, 1993, the member failed to adequately qualify his opinion concerning the company's financial position and/or failed to comply with the *Standard of Practice* for The Appointed Actuary's Report for Insurance Company Published Financial Statements then in force thereby violating current Rules 1, 2, 4 and 20 of the Rules of Professional Conduct and former Bylaw 67;
3. In 1994, the member failed to follow the procedure set out at Section 369 of the *Insurance Companies Act*, when he knew or ought to have known that there were matters having material adverse effects on the financial condition of the company which required rectification and failing rectification, required a report to the Superintendent of Financial Institutions thereby violating current Rules 1, 2, 4 and 20 of the Rules of Professional Conduct and former Bylaw 67;
4. In his actuarial reports for the years ended 1991, 1992 and/or 1993, the member failed to comply with the *Recommendations* for Life Insurance Company Financial Reporting and, in particular, Valuation Technique Paper #1: The Valuation of Lapse Supported Products, thereby violating current Rules 2 and 4, former Rule 3 of the Rules of Professional Conduct, and former Bylaws 66 and 67;
5. In his actuarial reports for the years ended 1991, 1992 and/or 1993, the member failed to comply with the *Recommendations* for Life Insurance Company Financial Reporting and, in particular, Valuation Technique Paper #3: Future Cash Flow Investment Assumption thereby violating current Rules 2 and 4, former Rule 3 of the Rules of Professional Conduct, and former Bylaws 66 and 67.

The hearing of a motion to stay the proceedings will take place in Toronto, at 48 Yonge St., Suite 1100, on 20 & 21 November, 2002 starting at 10:00 am.