



Ontario  
Securities  
Commission

Commission des  
valeurs mobilières  
de l'Ontario

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**IN THE MATTER OF THE *SECURITIES ACT*,  
R.S.O. 1990, c. S.5, AS AMENDED**

**- AND -**

**STANKO JOSEPH GRMOVSEK AND GIL I. CORNBLUM**

**ORDER**  
**(sections 127 and 127.1)**

**WHEREAS** on October 23, 2009, the Commission issued a Notice of Hearing pursuant to section 127 and 127.1 of the *Securities Act* R.S.O. 1990 c.S. 5 as amended (the “Act”), accompanied by the Statement of Allegations of Staff of the Commission, in relation to the Respondents, Stanko Joseph Grmovsek (“Grmovsek”) and Gil I. Cornblum (“Cornblum”);

**AND WHEREAS** the Grmovsek entered into a Settlement Agreement with Staff of the Commission (“Staff”) dated October 25, 2009 (the “Settlement Agreement”) in which he agreed to a settlement of the proceedings commenced by the Notice of Hearing dated October 23, 2009, subject to the approval of the Commission;

**AND UPON** reviewing the Settlement Agreement and Staff’s Statement of Allegations, and upon reading the written submissions from Staff and upon hearing submissions from Staff and counsel for Grmovsek;

**AND WHEREAS** Grmovsek acknowledges that the facts set out in Part III of the Settlement Agreement constituted a breach of section 76(1) of the Act and conduct contrary to the public interest under the Act;

**AND WHEREAS** the Commission is of the opinion that it is in the public interest to make this order;

**IT IS HEREBY ORDERED THAT:**

- (a) the Settlement Agreement between Grmovsek and Staff is approved;
- (b) pursuant to clause 2 of subsection 127(1) of the Act, Grmovsek shall cease trading in any securities permanently;
- (c) pursuant to clause 2.1 of subsection 127(1) of the Act, Grmovsek shall cease acquisitions of any securities permanently;
- (d) pursuant to clause 3 of subsection 127(1) of the Act, any exemptions in Ontario securities law do not apply to Grmovsek permanently;
- (e) pursuant to clause 8 of subsection 127(1) of the Act, Grmovsek is prohibited from becoming an officer or director of an issuer permanently;
- (f) pursuant to clause 8.2 of subsection 127(1) of the Act, Grmovsek is prohibited from becoming an officer or director of a registrant permanently;
- (g) pursuant to clause 8.4 of subsection 127(1) of the Act, Grmovsek is prohibited from becoming an officer or director of an investment fund manager permanently;
- (h) pursuant to clause 8.5 of subsection 127(1) of the Act, Grmovsek is prohibited from becoming an registrant, investment fund manager or promoter permanently;
- (i) pursuant to clause 10 of subsection 127(1) of the Act, Grmovsek shall disgorge to the Commission \$750,000 obtained as a result of his non-compliance with Ontario securities law for allocation to or for the benefit of third parties;
- (j) pursuant to clause 10 of subsection 127(1) of the Act, Grmovsek shall disgorge to the Commission \$283,000 obtained as a result of his non-compliance with Ontario securities law for allocation to or for the benefit of the Attorney General for Ontario; and

- (k) pursuant to subsection 127.1(1) of the Act, Grmovsek, agrees to pay costs of the investigation in the amount of \$250,000 to the Commission.

Dated this 26<sup>th</sup> day of October, 2009.

*“Patrick J. LeSage”*

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