

Interfin Securities (Pvt) Ltd AND Securities Commission of Zimbabwe MISC8/12.

The two cases are on all fours with the Remo Investments Brokers and others, above.

On the 7th June 2012, SECZ found Rufaro Zengeni guilty of engaging in money market activities, in contravention of his securities dealer's licence. He was therefore unfit and improper to hold the licence as he had fallen foul of the fit and proper criteria set out in Section 41 (2) (a) and (iv) of the Securities Act (Chapter 24:25). SECZ found in aggravation that Mr. Zengeni sold some of the disputed shares being 2 million Dairibord, to a foreign client and used the proceeds to settle amounts owed to Kingdom Asset Managers.

In sentencing, SECZ cancelled Mr. Zengeni's licence for a period of four years. After the expiration of that period he would be required to serve under a senior securities dealer for a period of one year, for rehabilitation purposes, should his application be successful.

He filed a notice of appeal with the Administrative Court on 17th July 2012 against SECZ's decision but has failed to prosecute the appeal to date.

Interfin Securities the firm was found guilty of contravening Section 42(1) as read with Section 2, as well as Section 42(2) (c) (ii) of the Act. SECZ was unconvinced that the firm was merely acting as an agent of the banking arm, Interfin Banking Corporation (IBC). SECZ also remained unconvinced that Interfin Securities were holding securities and exchanged them pursuant to an investment Agreement with Remo Investment Brokers and Zimslate Quartzite. The firm was found to have intended to deceive SECZ through the Agency Agreement with IBC that was also adjudged to have been conceived in order to legitimize illegal activities. In any event SECZ held the Agreement to be not authentic, due to a number of noted irregularities regarding the signatories and witnesses.

The firm's licence was cancelled for a period of 7 years.

The firm similarly filed a notice of appeal with the Administrative Court on the 17th July 2012 but has also failed to prosecute its appeal to date.