

Seven Charged in U.S. Insider Trading Ring

Reuters is reporting that U.S. authorities announced insider trading charges accusing seven people of generating more than \$5 million of profit based on tips from a Bank of America Corp. employee about dozens of pending corporate transactions.

The alleged tipster, Daniel Rivas, who later worked at Royal Bank of Canada, and James Moodhe, the father of Rivas' girlfriend, both pleaded guilty to charges of fraud, conspiracy, and making false statements to Federal Bureau of Investigation agents, report **Brendan Pierson** and **Jonathan Stempel**.

"Prosecutors said Rivas, who worked in Bank of America's capital markets technology group, leaked material nonpublic information about potential mergers, acquisitions and tender offers involving clients and prospective clients more than 50 times to co-conspirators, who then traded on the tips," according to the report.

Read the Reuters article.

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