



Ontario  
Securities  
Commission

Commission des  
valeurs mobilières  
de l'Ontario

P.O. Box 55, 19<sup>th</sup> Floor  
20 Queen Street West  
Toronto ON M5H 3S8

CP 55, 19e étage  
20, rue queen ouest  
Toronto ON M5H 3S8

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

**- and -**

**IN THE MATTER OF  
MAJESTIC SUPPLY CO. INC.,  
SUNCASTLE DEVELOPMENTS CORPORATION,  
HERBERT ADAMS, STEVE BISHOP,  
MARY KRICFALUSI, KEVIN LOMAN AND  
CBK ENTERPRISES INC.**

**ORDER  
(Section 127)**

**WHEREAS** on October 20, 2010, the Ontario Securities Commission (the “Commission”) issued a Notice of Hearing pursuant to section 127 of the *Securities Act*, R.S.O. c. S.5, as amended (the “Act”) accompanied by the Statement of Allegations dated October 20, 2010 filed by Staff of the Commission (“Staff”) with respect to Majestic Supply Co. Inc. (“Majestic”), Suncastle Developments Corporation (“Suncastle”), Herbert Adams (“Adams”), Steve Bishop (“Bishop”), Mary Kricfalusi (“Kricfalusi”), Kevin Loman (“Loman”) and CBK Enterprises Inc. (“CBK”) collectively referred to as the “Respondents”;

**WHEREAS** the Notice of Hearing set a hearing in this matter for November 23, 2010 at 2:30 p.m.;

**AND WHEREAS** on November 23, 2010, counsel for Adams and Suncastle, counsel for Kricfalusi and CBK, counsel for Loman, Rob Biegerl as former president of Majestic and Bishop on his own behalf and as the current president of Majestic, all attended the hearing;

**AND WHEREAS** Staff and counsel for Adams have advised that on October 12, 2010, Adams was charged by the Halton Regional Police Service with four counts of fraud over \$5,000 relating to his involvement with Majestic and Suncastle and has retained criminal counsel to represent him in the criminal proceedings;

**AND WHEREAS** counsel for Adams has requested that criminal counsel for Adams be permitted to review Staff's electronic disclosure for the purpose of permitting Adams to make full answer and defence in the criminal proceedings (the "Adams' Disclosure Request");

**AND WHEREAS** on November 23, 2010, the Commission ordered: (i) the hearing adjourned to January 25, 2011; and (ii) limits on the use of Staff's electronic disclosure;

**AND WHEREAS** on December 9, 2010 Staff provided Staff's electronic disclosure to the parties;

**AND WHEREAS** by letter dated January 20, 2011, counsel for Adams and Suncastle and counsel for Kricfalusi and CBK requested further particulars relating to both the Statement of Allegations and Staff's electronic disclosure;

**AND WHEREAS** on January 25, 2011, the Commission adjourned the hearing to a pre-hearing conference on March 1, 2011 at 2:00 p.m. to permit the parties to discuss any preliminary issues;

**AND WHEREAS** by letter dated February 9, 2011, Staff responded to the various requests for further particulars;

**AND WHEREAS** Staff has advised that Staff's electronic disclosure does not contain any documents compelled under section 13 of the Act;

**AND WHEREAS** Staff has agreed to advise counsel for Herbert Adams and Suncastle whether all documents provided to the Halton Regional Police Services were included in Staff's electronic disclosure;

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

**IT IS ORDERED** that: (i) the hearing on the merits will start on November 7, 2011 at 10:00 a.m. and continue on November 9 to 11, 14 to 18, 21, 23 to 25, 28 to 30, 2011 and December 1 and 2, 2011; and (ii) another pre-hearing conference will be held on April 26, 2011 at 2:30 p.m.

**IT IS FURTHER ORDERED** that a copy of Staff's electronic disclosure shall be provided to criminal counsel for Herbert Adams and to the Halton Regional Police Services in order to address Adams' Disclosure Request.

DATED at Toronto, this 1<sup>st</sup> day of March, 2011.

*"Edward P. Kerwin"*

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