## IN THE MATTER OF THE SECURITIES ACT, R.S.O. 1990, c. S.5, as amended

- and -

## IN THE MATTER OF ZUNGUI HAIXI CORPORATION

## **TEMPORARY ORDER**

(Subsections 127(7) & 127(8))

**WHEREAS** on September 16, 2011, the Ontario Securities Commission (the "Commission") issued a temporary cease trade order pursuant to subsections 127(1) and 127(5) of the *Securities Act*, R.S.O. 1990, c. S.5, as amended (the "Act") ordering that all trading in the securities of Zungui Haixi Corporation ("Zungui"), whether direct or indirect, cease (the "Temporary Order");

**AND WHEREAS** the Commission ordered that the Temporary Order take effect immediately and expire on the fifteenth day after its making unless extended by order of the Commission;

AND WHEREAS on September 19, 2011 the Commission issued a Notice of Hearing to consider whether, in the opinion of the Commission, it is in the public interest for the Commission (i) to extend the Temporary Order, pursuant to subsections 127(7) and (8) of the Act, until November 10, 2011, or until such further time as is ordered by the Commission; and (ii) to make such further orders as the Commission considers appropriate (the "Notice of Hearing");

**AND WHEREAS** Staff of the Commission ("Staff") served Zungui and the Special Committee of the Board of Directors of Zungui with copies of the Temporary Order and the Notice of Hearing;

**AND WHEREAS** Staff served Zungui with copies of the Affidavit of Peter Cho sworn September 26, 2011 and Staff's Written Submissions dated September 26, 2011;

**AND WHEREAS** on September 28, 2011, Staff appeared before the Commission and no one appeared for Zungui;

**AND WHEREAS** Staff has presented evidence of conduct that may be harmful to the public interest;

**AND WHEREAS** no one appeared before the Commission to oppose the extension of the Temporary Order;

**AND WHEREAS** satisfactory information that the Temporary Order should not be extended has not been provided to the Commission by any party, including the respondent, pursuant to subsection 127(8);

**AND WHEREAS** the Commission, having considered the evidence and submissions before it, is of the opinion that it is in the public interest to extend the Temporary Order;

**IT IS HEREBY ORDERED** that pursuant to subsections 127(7) and (8) of the Act the Temporary Order is extended until November 10, 2011;

**IT IS FURTHER ORDERED** that the hearing to consider a further extension of the Temporary Order is scheduled for November 9, 2011 at 10:00 a.m. at the offices of the Commission.

**DATED** at Toronto this 28<sup>th</sup> day of September, 2011

"Christopher Portner"

Christopher Portner