

#### **British Columbia Securities Commission**

Citation: 2018 BCSECCOM 144

### **Notice of Hearing**

# ecoTECH Energy Group Inc., currently known as Dong Fang Hui Le Inc., Colin V. Hall, Rolf Eugster, and Anne Sanders

(collectively, the Respondents)

### Section 161 of the Securities Act, RSBC 1996, c. 418

¶ 1 The British Columbia Securities Commission (Commission) will hold a hearing (Hearing) at which the Executive Director will tender evidence, make submissions and apply for orders against the Respondents under sections 161, 162 and 174 of the *Securities Act*, RSBC 1996, c. 418 (the Act), based on the following facts:

## **Summary**

- 1. ecoTECH Energy Group Inc., (ecoTECH) distributed securities while its securities were subject to a cease trade order, and omitted to inform investors that the securities it distributed were subject to the order.
- 2. By engaging in the conduct described in this Notice of Hearing, ecoTECH breached the terms of the order and made misrepresentations contrary to section 50(1)(d) of the Act.
- 3. Pursuant to section 168.2 of the Act, as directors or officers of ecoTECH, Colin V. Hall (Hall), Rolf Eugster (Eugster), and Anne Sanders (Sanders) also failed to comply with the order and contravened section 50(1)(d).

### **Background**

- 4. ecoTECH is a Nevada Corporation whose securities are quoted in the overthe counter (OTC) markets in the United States. It is an OTC reporting issuer in British Columbia.
- 5. During the relevant period, the following persons were directors and officers of ecoTECH:
  - (a) Hall was a director and chief executive officer;
  - (b) Eugster was the chief financial officer; and

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- (c) Sanders was a director and executive vice president.
- 6. Hall, Eugster and Sanders are all residents of British Columbia.
- 7. On July 17, 2012, the Executive Director ordered under section 164 (1) of the Act that all trading in the securities of ecoTECH cease. The order remains in effect.

#### Misconduct

# Breach of Cease Trade order

- 8. After July 17, 2012, ecoTECH breached the order by distributing:
  - (a) securities to 16 investors for proceeds of \$55,100 (the Cash Investors); and
  - (b) securities, valued at \$3,279,150, to 15 persons as compensation for services rendered.

# **Prohibited Representation**

9. ecoTECH made misrepresentations to the Cash Investors by omitting to inform them about the order, contrary to section 50(1)(d) of the Act.

## Liability under section 168.2 of the Act

10. Hall, Eugster, and Sanders authorized, permitted, or acquiesced in ecoTECH's failure to comply with the order and contraventions of section 50(1)(d). Therefore, pursuant to section 168.2 of the Act, they also failed to comply with the order and contravened section 50(1)(d).

## **Hearing Process**

- ¶ 2 The Respondents or their counsel are required to attend at the 12th Floor Hearing Room, 701 West Georgia Street, Vancouver, British Columbia, on **Tuesday**, **June 26, 2018, at 9:00 a.m.** if they wish to be heard before the Commission sets a date for the Hearing. Relevant information gathered by Commission Staff in the investigation of this matter will be disclosed to the Respondent upon request to the Executive Director.
- ¶ 3 At the Hearing, the Respondents may be represented by counsel, make submissions and tender evidence. The Respondents are requested to advise the Commission of their intention to attend the Hearing by informing the Secretary to the Commission at PO Box 10142, Pacific Centre, 701 West Georgia Street, Vancouver, BC V7Y 1L2 phone: (604) 899-6500; email: commsec@bcsc.bc.ca.



¶ 4 If the Respondents or their counsel do not appear at the Hearing, the Executive Director will apply to have questions of liability and sanction heard at the same time. Determinations adverse to the Respondents may be made in their absence.

Peter J Brady May 3 2018 2:49 PM -07:00

¶ 5 Peter J. Brady Executive Director