

# 2005 BCSECCOM 296

## Order

**Michael Ernst Ruge and Chivas Hedge Fund Ltd.**

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

### **Background**

- ¶ 1 The Executive Director has entered into a Settlement Agreement with Michael Ernst Ruge (Ruge) and Chivas Hedge Fund Ltd. (Chivas GP) a copy of which is attached as Schedule A.

### **The Order**

- ¶ 2 The Executive Director, considering it to be in the public interest to do so, orders, by consent, that:
1. under section 161(1)(a) of the *Securities Act*, RSBC 1996, c. 418, Ruge and Chivas GP each comply fully with the Act, the *Securities Rules*, BC Reg. 194/97 and any applicable regulations, policies and guidelines;
  2. under section 161(1)(b) of the Act, Ruge and Chivas GP each cease trading in, and are each prohibited from purchasing, any securities for a period of 25 years from the date of this Order, except that Ruge may trade and purchase securities in one RRSP account held with a registered dealer to whom Ruge has first provided a copy of this Order;
  3. under section 161(1)(d) of the Act, Ruge resign any position he holds as a director or officer of any issuer, and is prohibited from becoming or acting as a director or officer of any issuer, until 25 years from the date of this Order, except that Ruge may act as a director or officer of a single company whose securities are all held by him in his own name; and
  4. under section 161(1)(d)(iii) of the Act, Ruge is prohibited from engaging in investor relations activities for a period of 25 years from the date of this Order.

- ¶ 3 May 6, 2005

- ¶ 4 Martin Eady, C.A.  
A/Executive Director