

Settlement Agreement

Vicky Dancho, also known as Ju Huang

Securities Act, RSBC 1996, c. 418

- ¶ 1 The Executive Director of the British Columbia Securities Commission (the Executive Director) and Vicky Dancho, also known as Ju Huang, agree as follows:

Agreed Statement of Facts

1. Vicky Dancho, also known as Ju Huang (Dancho) is a resident of British Columbia.
2. Dancho has never been registered under the Act in any capacity.
3. In the relevant period, Dancho was a director of Careseng Cancer Institute Inc. (Careseng Cancer), a British Columbia company. Dancho's role as a director of Careseng Cancer was limited to the conduct described below.

Misconduct

4. Between April 2008 and August 2012, Pegasus Pharmaceuticals Group Inc. (Pegasus), a British Columbia company, raised money from investors in Taiwan by issuing Pegasus bonds. Each bond consisted of an investment certificate and a promissory note.
5. Approximately 800 of these promissory notes stated that Careseng Cancer guaranteed repayment of principal at maturity. Dancho signed these promissory notes as a director of the guarantor, Careseng Cancer.
6. Approximately \$22.9 million of these promissory notes were for investments to which no exemptions applied.
7. Dancho did not control Careseng Cancer or Pegasus and took no active role in the business or affairs of Careseng Cancer.
8. Dancho contravened section 61 of the Act by performing acts in furtherance of trades in Pegasus bonds, for which no exemptions applied.

Public Interest

9. Dancho's conduct described in this Settlement Agreement is contrary to the public interest.
10. It is in the public interest that the Executive Director issue orders under section 161 of the Act.

Undertaking

11. Dancho undertakes to pay \$70,000 to the British Columbia Securities Commission in respect of settlement of this matter, which sum is due and payable immediately without further demand.

Order

- ¶ 2 The Executive Director will issue an order (the Order) that:
1. under section 161(1)(b)(ii) of the Act, Dancho permanently cease trading in any securities, except that she may trade securities through one account in her own name through a registrant if she first provides a copy of the Order to the registrant;
 2. under section 161(1)(d)(ii) of the Act, Dancho is permanently prohibited from becoming or acting as a director or officer of any issuer or registrant;
 3. under section 161(1)(d)(iii) of the Act, Dancho is permanently prohibited from becoming or acting as a registrant or promoter; and
 4. under section 161(1)(d)(iv) of the Act, Dancho is permanently prohibited from acting in a management or consultative capacity in connection with activities in the securities market.

Consent to Regulatory Orders

- ¶ 3 Dancho consents to a regulatory Order made by any provincial or territorial securities regulatory authority in Canada containing any or all of the Orders set out in paragraph ¶2 above.

Waiver

- ¶ 4 Dancho waives any right she may have, under the Act or otherwise, to a hearing, hearing and review, judicial review or appeal related to, in connection with, or incidental to this settlement.

Counterpart

¶ 5 This Settlement Agreement may be executed in counterpart or by facsimile execution and all such counterparts of executed copies or faxed copies shall be read or construed together as if they formed one originally executed document.

¶ 6 February 10, 2017

Vicky Dancho

¶ 7 _____
Vicky Dancho aka Ju Huang

Stephen Dancho

_____)
Witness Signature)
Stephen Dancho)
Witness Name (please print))
c/o 502 – 1168 Hamilton St)
Vancouver, BC V6B 2S2)
Address)
Businessman)
Occupation)

¶ 8 February 16, 2017

Peter Brady

¶ 9 _____
Peter J. Brady
Executive Director