

**In the Matter of  
*The Securities Act, 1988***

**and**

**In the Matter of  
SHEC Energy Corporation  
James Thomas Beck  
and  
Terrence Michael Stott**

**Order  
(Section 134)**

WHEREAS, pursuant to section 17 of *The Financial and Consumer Affairs Authority of Saskatchewan Act* (the FCAA Act), the Chairperson of the Financial and Consumer Affairs Authority of Saskatchewan (the Authority) has appointed a panel (the Hearing Panel) to hear this matter;

AND WHEREAS, by virtue of subsection 17(7) of the FCAA Act, a decision or action of the Hearing Panel in relation to this matter is a decision of the Authority;

AND WHEREAS staff of the Authority have applied for an Order, pursuant to subsection 134(1) of *The Securities Act, 1988* (the Act), that (1) the exemptions in Saskatchewan securities laws do not apply to SHEC Energy Corporation until such time as the hearing on the merits of this matter is completed and a decision is rendered by the Hearing Panel, and (2) SHEC Energy Corporation shall cease trading in securities in Saskatchewan until such time as the hearing on the merits of this matter is completed and a decision is rendered by the Hearing Panel;

AND WHEREAS, upon a review of staff of the Authority's application, and upon hearing counsel on behalf of staff of the Authority and counsel on behalf of SHEC, it appears to the Hearing Panel that:

1. SHEC Energy Corporation (SHEC) is a business corporation purportedly in the the renewable energy research and development business;

2. SHEC has admitted to breaching National Instrument 45-106, by making seven separate distributions over a period of six years, from 2009 to 2015, and failing to file any report of exempt distribution until 2015;
3. SHEC has never been registered to trade in securities in Saskatchewan;
4. SHEC, if it were not prohibited from doing so by virtue of a Director's Cease Trade Order, issued February 13, 2015 (the DCTO), would likely be trading in securities and making distributions of securities in Saskatchewan; and
5. SHEC has not filed a prospectus with the Authority and has admitted to claiming exemptions from the prospectus requirement in the past, which were not available or applicable for the distributions for which they were claimed.

AND WHEREAS the Hearing Panel is of the opinion that it is in the public interest to make this order;

IT IS HEREBY ORDERED THAT:

1. Pursuant to clause 134(1)(a) of the Act, the exemptions in Saskatchewan securities laws do not apply to SHEC until such time as the hearing on the merits of this matter is completed and a decision is rendered by the Hearing Panel; and
2. Pursuant to clause 134(1)(d) of the Act, SHEC shall cease trading in securities in Saskatchewan until such time as the hearing on the merits of this matter is completed and a decision is rendered by the Hearing Panel;

DATED at Regina, Saskatchewan on May 11, 2017.



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Mary Ann McFadyen  
Chairperson of the Hearing Panel  
Financial and Consumer Affairs Authority of  
Saskatchewan