



In the Matter of
The Securities Act, 1988, S.S. 1988, c. S-42.2

and

In the Matter of
UFX Bank
Mike Lane
Amy Walsh
(Collectively referred to as the Respondents)

Temporary Order
(Section 134)

WHEREAS the Saskatchewan Financial Services Commission (the Commission) has delegated to the Director of the Securities Division (the Director) the power to make orders pursuant to section 134 of *The Securities Act, 1988, SS 1988, c. S-42.2* (the Act);

AND WHEREAS staff of the Commission has represented the following facts to the Director:

1. UFX Bank (the Bank) holds itself out on its Website at www.ufxbank.com as an internet based company, with a mailing address at Dalton House, 90 Windsor Avenue, SW19 2RR, London, United Kingdom;
2. On its Website, the Bank holds itself out as a company that is in the business of offering speculative trading in foreign exchange and commodities contracts that can be traded on the internet including silver, oil, gold, gas, sugar, corn and coffee contracts.
3. In a written communication dated March 11, 2011 to [REDACTED] [REDACTED] of Saskatoon, Saskatchewan, Mike Lane (Lane) held himself out as the Account Manager of the Bank. Lane's residence is unknown;
4. In a written communication dated March 11, 2011 to [REDACTED] Amy Walsh (Walsh) held herself out as the Desk Manager of the Bank. Walsh's residence is unknown;
5. In March 2011 [REDACTED] came across the Bank's Web site while browsing the internet. Based on information provided on the Bank's Web site, he sent the Bank approximately \$10,000 for trading in oil and silver contracts;
6. On March 11, 2011 Walsh telephoned [REDACTED] and informed him that his account manager would be Lane who could be counted upon as his personal foreign exchange coach;

7. On March 15, 2011 Lane advised [REDACTED] by e-mail to invest more money to take advantage of a program that would give him a 25% bonus of up to \$5,000;
8. In response to Lane's written invitation, [REDACTED] transferred additional money into his account to total of \$27,000 in the period from mid-March to mid-April 2011;
9. In the period from mid-March to mid-April 2011 [REDACTED] continued trading in oil and silver contracts through the Bank's Website until his investment account, including profit, showed a balance of \$65,000;
10. From mid-April to November 2011, [REDACTED] sent communications by e-mail, letter and facsimile to the Bank asking to withdraw money from his account, but the Bank has never responded to his requests;
11. In carrying out the activities outlined in paragraphs 5 to 9 above, the Respondents traded in securities and exchange contracts in Saskatchewan;
12. None of the Respondents are registered under the Act to either trade in securities or exchange contracts or act as advisors in Saskatchewan, and they have therefore contravened the registration requirement in section 27 of the Act;
13. The Director has not issued a receipt for a prospectus for the oil or silver contracts, and the Respondents have therefore contravened the prospectus requirement in section 58 of the Act;

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

AND WHEREAS the Director is of the opinion that the length of time required for a hearing would be prejudicial to the public interest;

THE DIRECTOR HEREBY ORDERS:

1. Pursuant to subsection 134(3) and clause 134(1)(a) of the Act that the exemptions in Saskatchewan securities laws do not apply to the Respondents up to and including March 8, 2012;
2. Pursuant to subsection 134(3) and clause 134(1)(d) of the Act that the Respondents cease trading in all securities and exchange contracts up to and including March 8, 2012;
3. Pursuant to subsection 134(3) and clause 134(1)(d.1) of the Act that the Respondents cease acquiring securities and entering into exchange contracts up to and including March 8, 2012; and
4. Pursuant to subsection 134(3) and clause 134(1)(e) of the Act that the Respondents cease giving advice respecting any securities, trades or exchange contracts up to and including March 8, 2012;

AND TAKE NOTICE THAT this Order may be extended for such period as the Commission considers necessary.

DATED at Regina, Saskatchewan on February 22, 2012.

“Barbara Shourounis”

Barbara Shourounis
Director, Securities Division