IN THE MATTER OF THE SECURITIES ACT, R.S.N.S. 1989, CHAPTER 418, AS AMENDED (Act)

- and -

IN THE MATTER OF QUINTIN EARL SPONAGLE AND TREVOR WAYNE HILL (collectively, the Respondents)

ORDER

(Sections 134, 135, and 135A)

WHEREAS the Nova Scotia Securities Commission (Commission) issued a Notice of Pre-hearing Conference dated January 10, 2011, a Notice of Hearing dated January 10, 2011, and two Amended Notices of Hearing dated March 22, 2011, and June 2, 2011;

AND WHEREAS a pre-hearing conference was held before the Commission on February 7, 2011, and a hearing was held before the Commission on May 30 and 31 and June 1, 2, 7, and 14, 2011;

AND WHEREAS Staff of the Commission appeared and presented evidence on the above-noted dates;

AND WHEREAS proper service was effected upon the Respondents, who did not appear at the pre-hearing conference nor the hearing of this matter before the Commission;

AND UPON reviewing and considering the Statement of Allegations of Staff of the Commission dated January 5, 2011, and all evidence submitted at the hearing of this matter;

AND UPON hearing the submissions of Heidi Schedler and Stephanie Atkinson, counsel for Staff of the Commission;

AND UPON finding that the Respondents were residents of Nova Scotia at all material times hereto;

AND UPON finding that the Respondents traded in the securities of Jabez Financial Services Inc. (Jabez) and that such trades resulted in a distribution of securities without filing a preliminary prospectus or a prospectus and without filing any reports of exempt trades in violation of section 58 of the Act;

AND UPON finding that the Respondents distributed or traded in securities of Jabez in Nova Scotia without being registered to do so in Panama, Nova Scotia, or elsewhere in Canada, and without qualifying for exemptions from registration requirements in violation of section 31(1) of the Act as rep. by S.N.S. 2008, c.32, s.6;

AND UPON finding that the Respondents engaged in unfair practices in violation of section 44A(2) of the Act;

AND UPON the Commission considering it to be in the public interest to make this order;

IT IS HEREBY ORDERED that:

- 1. Pursuant to section 134(1)(c) of the Act, any or all of the exemptions contained in Nova Scotia securities laws do not apply to each of the Respondents permanently;
- 2. Pursuant to section 134(1)(d)(ii) of the Act, each Respondent is permanently prohibited from becoming or acting as a director or officer of an issuer:
- 3. Pursuant to section 134(1)(g) of the Act, each Respondent is permanently prohibited from becoming or acting as a registrant, investment fund manager or promoter;
- 4. Pursuant to section 134(1)(h) of the Act, the Respondents are reprimanded;
- 5. Pursuant to section 135 of the Act, the Respondent, Quintin Earl Sponagle, shall forthwith pay an administrative penalty of \$500,000.00;
- 6. Pursuant to section 135 of the Act, the Respondent, Trevor Wayne Hill, shall forthwith pay an administrative penalty of \$500,000.00;
- 7. Pursuant to section 135A of the Act, the Respondent, Quintin Earl Sponagle, shall forthwith pay costs in connection with the investigation and conduct of the proceeding before the Commission of \$27,000.00; and

8. Pursuant to section 135A of the Act, the Respondent, Trevor Wayne Hill, shall forthwith pay costs in connection with the investigation and conduct of the proceeding before the Commission of \$18,000.00.

DATED at Halifax, Nova Scotia, this 60 day of November, 2011.

NOVA SCOTIA SECURITIES COMMISSION

J. Walter Thompson, Q.C.

Commissioner (Chair of the Panel)

Sarah P. Bradley

Commission Vice-chair

Paul E. Radford, Q.C.

Commissioner