

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

- AND -

IN THE MATTER OF ATLANTIC INDUSTRIAL MINERALS INCORPORATED
("Atlantic"), and MUNICIPAL CAPITAL INC., DAVID MACKENNA, GARY MACKENZIE,
BARRY MARTIN, GLEN DEXTER, BARCLAY CUNNINGHAM,
and BEV MACKENNA ("Respondents")

ORDER
(Sections 134 and 135A)

WHEREAS on August 18, 2006, the Nova Scotia Securities Commission ("Commission") issued a Notice of Hearing to Atlantic and the Respondents pursuant to section 134(1)(b)(ii) and 135A of the Act;

AND WHEREAS Atlantic is incorporated under the laws of Canada and is a reporting issuer in the province of Nova Scotia;

AND WHEREAS the Respondents are, or were at some time since the end of the period covered by the last financial statements filed by Atlantic in accordance with the Act, directors, officers or insiders of Atlantic, and during that time had or may have had access to material undisclosed information with respect to Atlantic;

AND WHEREAS Atlantic failed to file financial statements for the year ending February 28, 2006 as required by section 4.2(b) of National Instrument 51-102 and section 84(1) of the Act;

AND WHEREAS as of the date of this order, Atlantic has not filed financial statements for the year ending February 28, 2006 with the Commission;

AND WHEREAS the Commission is of the opinion that the length of time required to conclude a hearing could be prejudicial to the public interest;

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

IT IS HEREBY ORDERED that:

1. Pursuant to section 134(2) of the Act, all trading, whether direct or indirect, by the Respondents in the securities of Atlantic shall immediately cease until two full business days following the receipt by the Commission of all filings Atlantic is

required to make pursuant to the Act, or fifteen days after the date of this Order, whichever occurs first, unless otherwise ordered by the Commission;

2. Pursuant to section 135A of the Act, Atlantic shall pay costs in connection with the hearing of this matter in the amount of five hundred dollars (\$500.00) forthwith.

DATED at Halifax, Nova Scotia, this 23 day of August, 2006.

NOVA SCOTIA SECURITIES COMMISSION

 "R. Daren Baxter"
R. Daren Baxter, Vice-Chairman