

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 ("Issuer"),
and MUNICIPAL CAPITAL INC., DAVID MACKENNA, GARY MACKENZIE, BARRY
MARTIN, GLEN DEXTER, BARCLAY CUNNINGHAM
and BEV MACKENNA ("Respondents")

NOTICE OF HEARING
(Section 134)

TAKE NOTICE that by a Notice of Hearing dated August 18, 2006, the Nova Scotia Securities Commission ("Commission") gave notice that it would hold a hearing pursuant to sections 134 and 135A of the Act at the offices of the Commission located at 1690 Hollis Street, 2nd floor, Halifax, Nova Scotia, or such other place as the Commission may designate on notice to the parties, on the 23rd day of August, 2006 at 9:30 o'clock in the forenoon, or so soon thereafter as the hearing can be held;

AND TAKE NOTICE that the hearing was held on August 23, 2006, for the Commission to consider whether it was in the public interest for the Commission to:

1. Grant a temporary management cease trade order in respect of all trading, whether direct or indirect, by the Respondents in the securities of the Issuer pursuant to section 134(2) of the Act; and
2. Order costs in respect of the hearing of this matter against the Issuer pursuant to section 135A of the Act;

AND TAKE NOTICE that the Commission issued an order dated August 23, 2006 ("Order") requiring that all trading, whether direct or indirect, by the Respondents in the securities of the Issuer cease until two full business days following receipt by the Commission of all filings the Issuer is required to make pursuant to the Act, or fifteen days after the date of the Order, whichever occurs first;

AND TAKE NOTICE that the Commission will hold a hearing pursuant to section 134 of the Act at the offices of the Commission located at 1690 Hollis Street, 2nd floor, Halifax, Nova Scotia, or such other place as the Commission may designate on notice to the parties, on the 6th day of September, 2006 at 9:30 o'clock in the forenoon, or so soon thereafter as the hearing can be held;

AND TAKE NOTICE that the purpose of this hearing will be to determine whether it is in the public interest to extend the Order pursuant to section 134 of the Act;

AND TAKE NOTICE that any party to the proceeding may be represented by counsel if that party attends or submits evidence at the hearing;

AND TAKE NOTICE that upon failure of any party to attend at the hearing, the hearing may proceed in the absence of that party and such party is not entitled to any further notice of the proceeding.

DATED at Halifax, Nova Scotia, this 25th day of August, 2006.

NOVA SCOTIA SECURTIES COMMISSION

 "Shirley Lee"
Shirley Lee, Secretary