

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

- AND -

IN THE MATTER OF AN INVESTIGATION IN RESPECT OF
KNOWLEDGE HOUSE INC.

- AND -

IN THE MATTER OF THE MOTIONS OF DANIEL POTTER, KNOWLEDGE HOUSE
INC., CALVIN WADDEN AND KENNETH MACLEOD

ORDER
(SECTION 29AA)

WHEREAS by a Notice of Hearing dated August 14, 2008, the Nova Scotia Securities Commission (the "Commission") gave notice that it would hold a hearing on September 9, 2008, at the request of Staff of the Commission, for the purpose of determining whether it is in the public interest to:

1. Make public the matter commenced by Notice of Hearing dated May 19, 2006; and
2. Hear the Motions filed on June 30, 2006 and July 6, 2006, within the matter commenced by Notice of Hearing dated May 19, 2006;

AND WHEREAS on August 22, 2008, upon motion of Daniel Potter, the Commission gave notice that at the September 9, 2008 hearing Daniel Potter would make a motion that the Commission make an order:

1. setting a date for the Panel's hearing of the privilege and/or confidentiality claims of the Commission Staff and of the Investment Industry Regulatory Organization of Canada ("IIROC") (formerly the Investment Dealers Association of Canada ("IDA") and Market Regulation Services ("RS Inc."));
2. setting a date or dates for the discovery examination of R. Scott Peacock, Brian Connell-Tombs and Alexis Meanchoff; and
3. for such other relief as may be considered appropriate and necessary;

AND WHEREAS the Notice of Hearing – Motion issued by the Commission on August 22, 2008 set out that the purpose of the September 9, 2008 hearing was to consider the matters detailed in both the August 14, 2008 Notice of Hearing – Motion and in Daniel Potter's August 22, 2008 Notice of Motion;

AND WHEREAS the hearing was commenced for that purpose on September 9, 2008, in the presence of: Heidi Schedler, counsel for Staff of Commission; Daniel Potter on

behalf of himself and Knowledge House Inc., Dale Dunlop, counsel for Kenneth MacLoed and Calvin Wadden; Melissa MacKewn, counsel for RS Inc. (now IIROC); Janice Wright, counsel for the IDA (now IIROC); Tim Hill, Q.C., counsel for Raymond Courtney; and Thomas P. Donovan, Q.C., counsel for the Commission;

AND WHEREAS at the outset of that hearing, the Commission, acknowledged receipt of correspondence from Daniel Potter to Thomas Donovan dated August 22, 2008, and addressed the issues of delay raised therein at the hearing on September 9, 2008;

AND WHEREAS pursuant to the Commission Order dated April 22, 2008, the external investigators from RS Inc. and IDA (now IIROC) are subject to the Commission's Orders in this matter regarding disclosure;

AND WHEREAS during the hearing the Commission stated that, for the purpose of its proceedings it considers the Motions filed on June 30, 2006 and July 6, 2006, and the matter commenced by Notice of Hearing on May 19, 2006 to be a single proceeding which, for the sake of convenience, may be referred to under two different styles of cause;

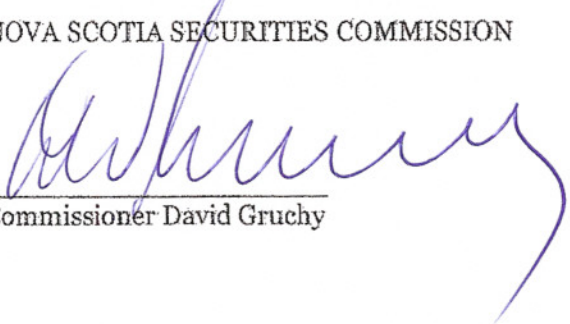
AND UPON hearing and considering submissions from, and representations by, counsel for Staff, and counsel for the Respondents;

IT IS HEREBY ORDERED:

1. that the matter commenced by Notice of Hearing dated May 19, 2006, shall remain confidential until otherwise ordered;
2. that Commission Staff and IIROC (formerly the IDA and RS Inc.) disclose forthwith, pursuant to s. 29AA(6) of the Act and subject to claims of solicitor client privilege, all materials required to be disclosed pursuant to the Commission's Orders of January 17, 2007, August 22, 2007, and April 22, 2008; and
3. that this Order shall remain confidential.

DATED at Halifax, Nova Scotia, this 9th day of September, 2008.

NOVA SCOTIA SECURITIES COMMISSION


Commissioner David Gruchy

CONSENTED TO AS TO FORM:

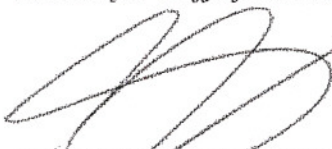


Dan Potter
Counsel to Dan Potter & Knowledge House Inc.

Dale Dunlop
Counsel for Calvin Wadden & Kenneth MacLeod



Heidi Schedler
Counsel for Staff of the Nova Scotia Securities Commission



Tim Hill
Counsel for Raymond Courtney

Janice Wright
Counsel for IIROC (formally Market Regulation Services Inc.)

Wendy Berman
Counsel for IIROC (formally Investment Dealers Association of Canada)

421-3130

CONSENTED TO AS TO FORM:

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Counsel to Dan Potter & Knowledge House Inc.



Dale Dunlop
Counsel for Calvin Wadden & Kenneth MacLeod

Heidi Schedler
Counsel for Staff of the Nova Scotia Securities Commission

Tim Hill
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Janice Wright
Counsel for IIROC (formally Market Regulation Services Inc.)
(formerly Investment Dealers Association of Canada)

Wendy Berman
Counsel for IIROC (formally Investment Dealers Association of Canada)

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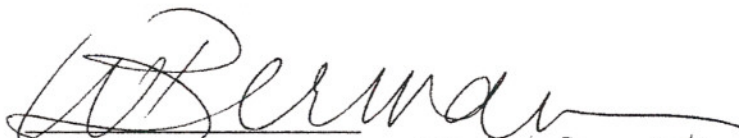
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