

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

- AND -

IN THE MATTER OF MADISON AND SILVER ASSET MANAGEMENT INC. (“Madison and Silver”), DAVID J. PALMER, DIANA JACKSON, and STEVE BRANDON (collectively the “Respondents”)

**STATEMENT OF ALLEGATIONS**  
OF STAFF OF THE NOVA SCOTIA SECURITIES COMMISSION

Staff of the Nova Scotia Securities Commission (“Staff”) make the following allegations:

1. Madison and Silver is not a reporting issuer in the Province of Nova Scotia;
2. The Respondents are not registered under the Act to trade in securities in Nova Scotia;
3. The Respondent has violated Nova Scotia securities laws by trading in securities and committing acts in furtherance of trading in securities in Nova Scotia;
4. It is in the public interest for the Commission to order:
  - (a) pursuant to section 134(1)(b)(i) of the Act, the Respondents cease trading in all classes of securities;
  - (b) pursuant to section 135A of the Act, the Respondents pay costs as deemed appropriate.

DATED this 25<sup>th</sup> day of January, 2006.

\_\_\_\_”M. Lianne Bradshaw”  
M. Lianne Bradshaw  
Investigator, Compliance and Enforcement  
Nova Scotia Securities Commission.