

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

- AND -

**IN THE MATTER OF MEDMIRA INC. and HERMES CHAN
(Collectively the “Respondents”)**

ORDER

(Sections 134, 135, 135A, 136A)

WHEREAS on July 26th, 2010, the Nova Scotia Securities Commission (“Commission”) issued a Notice of Hearing to the Respondents pursuant to sections 134, 135, 135A, and 136A of the Act;

AND WHEREAS the Respondents entered into a Settlement Agreement with Staff of the Commission (“Staff”) whereby they agreed to a proposed settlement of the proceeding, subject to the approval of the Commission;

AND WHEREAS Staff recommended approval of the Settlement Agreement;

AND WHEREAS the Commission is of the opinion that the Respondents have contravened the Act and it is in the public interest to make this Order;

AND UPON reviewing the Settlement Agreement and the Notice of Hearing, and upon hearing submissions of counsel for Staff and the Respondents;

IT IS HEREBY ORDERED that:

1. The Settlement Agreement dated July 21st, 2010, a copy of which is attached hereto, is approved;
2. Pursuant to section 134(1)(a)(ii), Medmira Inc. shall comply with and cease contravening the Commission’s Decisions of November 18, 2005 and November 21, 2006;
3. Pursuant to section 134(1)(a)(ii), the directors and senior officers of Medmira Inc. shall cause Medmira Inc. to comply with and cease contravening the Commission’s Decisions of November 18, 2005 and November 21, 2006;
4. Pursuant to section 135 of the Act, Medmira Inc. shall forthwith pay an administrative penalty in the amount of \$125,000.00;
5. Pursuant to section 134(1)(h), Mr. Hermes Chan shall be reprimanded for his role in Medmira Inc.’s failure to comply with the Commission’s Decisions of November 18, 2005 and November 21, 2006;
6. Pursuant to section 135, Mr. Hermes Chan shall forthwith pay an administrative penalty in the amount of \$7,500.00;

7. Pursuant to section 136A, Mr. Hermes Chan shall, no later than December 31, 2010, complete a course/program for directors of reporting issuers, acceptable to the Commission Staff.
8. Pursuant to section 135A of the Act, costs in the amount of \$1,000.00 dollars in connection with the investigation and conduct of the proceedings before the Commission shall be apportioned between the Respondents and are payable forthwith.

DATED at Halifax, Nova Scotia, this 17th day of August, 2010.

NOVA SCOTIA SECURITIES COMMISSION





