

STATE OF NORTH DAKOTA
COUNTY OF BURLEIGH

BEFORE THE
SECURITIES COMMISSIONER

IN THE MATTER OF FACT GOLD)
TECHNOLOGIES CANADA, LTD.,)
GIG INTERNATIONAL RESOURCES, INC.,)
RICHARD FURRER, WARD HUGHES,)
PHIL WILFORD, STEVE CHAN, AND)
THEIR OFFICERS, DIRECTORS,)
AGENTS AND EMPLOYEES,)
RESPONDENTS.)

**CEASE AND
DESIST ORDER**

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THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA TO FACT COMPANIES, GIG INTERNATIONAL RESOURCES, INC., RICHARD FURRER, WARD HUGHES, PHIL WILFORD, STEVE CHAN, AND THEIR OFFICERS, DIRECTORS, AGENTS, AND EMPLOYEES:

1. The Securities Commissioner has a reasonable basis to believe that the Respondents have engaged in, are engaging in, or are about to engage in, acts, practices or transactions, as more fully described below, which are prohibited under Chapter 10-04 of the North Dakota Century Code (N.D.C.C.). It is necessary and appropriate in the public interest and for the protection of investors to restrain these acts, practices, or transactions of the Respondents;
2. the Respondents have offered for sale, solicited an order or offer to buy, or sold investments, as defined in §10-04-02(13) N.D.C.C., of GIG International Resources, Inc. to residents of North Dakota in violation of §10-04-04 N.D.C.C.;
3. the subject investments have not been registered with the Securities Commissioner under §10-04-07; §10-04-07.1; §10-04-08; or §10-04-08.1 N.D.C.C.; are not exempt securities under §10-04-05 N.D.C.C; and have not been offered for sale or sold in exempt transactions under §10-04-06 N.D.C.C;
4. the Respondents have failed to register as dealers in violation of § 10-04-10(1) N.D.C.C; and
5. the Respondents have failed to register any salesman in violation of §10-04-10(2) N.D.C.C.;
6. through the actions outlined above, Respondents, Fact Gold Technologies Canada, Ltd., Richard Furrer, and Ward Hughes, have violated the Cease and Desist Order issued by the Commissioner on September 24, 1996.

NOW, THEREFORE, IT IS ORDERED, pursuant to §10-04-16 N.D.C.C., that the Respondents immediately shall **CEASE AND DESIST**:

- a. From offering for sale or selling in North Dakota the subject investment, or any other investment interest however denominated, unless and until such investment interests have been registered with the Securities Commissioner; provided, however, that nothing in this part of the order shall apply to exempt securities under §10-04-05 N.D.C.C. or to exempt transactions under §10-04-06 N.D.C.C.; and
- b. From offering for sale or selling investments in North Dakota unless and until they have registered with the Securities Commissioner as dealers or salesmen; provided, however, that nothing in this part of the order shall apply to exempt securities transactions under §10-04-06 N.D.C.C.

NOTICE OF CIVIL PENALTIES

YOU ARE NOTIFIED that the above-cited violations are sufficient grounds for the imposition of civil penalties pursuant to §10-04-16(1) N.D.C.C. The Securities Commissioner hereby orders that respondents make payment of a civil penalty in the amount of \$50,000. Further, the Securities Commissioner hereby orders that Respondents, Fact Gold Technology of Canada, Ltd., Richard Furrer, and Ward Hughes make individual payments of \$10,000 each for their violations of the Cease and Desist Order issued on September 24, 1996.

NOTICE OF RIGHT TO REQUEST HEARING

YOU ARE NOTIFIED that pursuant to § 10-04-12 N.D.C.C. you may request a hearing before the Securities Commissioner if such a request is made in writing WITHIN FOURTEEN (14) DAYS AFTER THE RECEIPT OF THIS ORDER. The respondent has the right to be represented by legal counsel at the hearing.

IN TESTIMONY WHEREOF, witness my hand and seal this 21ST day of January, 1997.



Cal Hoovestol

CAL HOOVESTOL
SECURITIES COMMISSIONER
STATE CAPITOL – FIFTH FLOOR
600 EAST BOULEVARD AVE.
BISMARCK, ND 58505-0510

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AFFIDAVIT
OF MAILING

I, Diane Lillis, being first duly sworn, state that I am a citizen of the United States over the age of twenty-one years and not a party to or interested in the above-entitled proceeding.

On, January 21, 1997, I deposited in the Central Mailing Bureau of the United States Post Office Department in the State Capitol in Bismarck, North Dakota, true and correct copies of the following documents:

CEASE AND DESIST ORDER

A copy of the above document was securely enclosed in an envelope with postage duly prepaid, sent via certified mail, return receipt requested, and addressed to:

Richard Furrer
Fact Gold Technologies Canada, LTD
GIG International Resources, Inc.
1886 West 1st Avenue
Vancouver, B.C. V6J1G5

Ward Hughes
Fact Gold Technologies Canada, LTD
1886 West 1st Avenue
Vancouver, B.C. V6J1G5

Phil Wilford
Fact Gold Technologies Canada, LTD
1886 West 1st Avenue
Vancouver, B.C. V6J1G5


Steve Chan
Fact Gold Technologies Canada, LTD
1886 West 1st Avenue
Vancouver, B.C. V6J1G5

To the best of my knowledge, information, and belief, the address given above is the actual post office address of the party intended to be served.



Diane Lillis

Subscribed and sworn to before me on January 21, 1997.



Matthew Bahrenburg, Notary Public
Burleigh County, North Dakota
My commission expires 04/26/2002