

IN THE UNITED STATES DISTRICT COURT
 NORTHERN DISTRICT OF TEXAS
 DALLAS DIVISION

SECURITIES AND EXCHANGE	§	
COMMISSION	§	
	§	
Plaintiff,	§	
	§	
VS.	§	NO. 3-05-CV-1328-L
	§	
MEGAFUND CORPORATION,	§	
ET AL.	§	
	§	
Defendants.	§	

ORDER

Michael J. Quilling, as Receiver for Megafund Corporation and related entities, has filed a motion to approve a proposed settlement with Allan Clark and Financial Risk Specialists, Inc. Under the terms of the settlement agreement, Clark has agreed to make a lump sum payment of \$100,000 to the Receivership Estate in full and final settlement of the \$140,000 balance due and owing under a promissory note executed on January 16, 2007.¹ The Receiver represents that this settlement is in the best interest of the Estate and likely will provide the highest recovery of investor funds at the least expense.

The Receiver is ordered to post a copy of his motion and this order on his website, www.secreceiver.com. Appropriate links to the court's docket shall be provided to users of the website. Any interested party who objects to the proposed settlement must file written objections with the court by **September 13, 2007**. Objections should be addressed to:

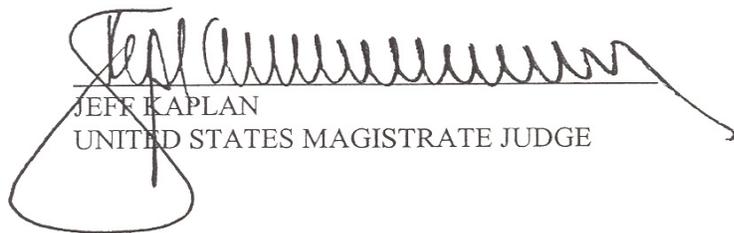
¹ Clark executed a \$160,000 promissory note in favor of the Receiver in full and final settlement of a lawsuit brought against him to recover more than \$167,000 in investor funds. *Quilling v. Clark*, No. 3-06-CV-1088-L. After making one \$20,000 installment payment, Clark defaulted. The Receiver then filed a second lawsuit to recover the \$140,000 balance due under the promissory note. *Quilling v. Clark*, No. 3-07-CV-0926-L.

The Honorable Jeff Kaplan
United States Magistrate Judge
1100 Commerce Street, 16th Floor
Dallas, Texas 75242

If any party desires a hearing on the motion, a written request for hearing must accompany any objections. Unless a hearing is requested, the court intends to rule on the motion after the expiration of the deadline for filing objections based on the written submissions of the parties.

SO ORDERED.

DATED: August 27, 2007.


JEFF KAPLAN
UNITED STATES MAGISTRATE JUDGE