

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 Sardaukar Holdings, IBC and related entities, has filed a motion to approve a proposed settlement with Hans Tschebaum, Michael Tschebaum, and Palace Investments, Inc. Under the terms of the settlement, the Tschebaums will pay \$125,000.00 to the Receiver,<sup>1</sup> convey title to a 2005 Maserati Quattroporte automobile, and cooperate with the Receiver by answering questions regarding the identity, source, destination, and location of other assets that may belong to the Receivership Estate. In return, the Receiver has agreed to dismiss all claims against the Tschebaums and Palace Investments in *Quilling v. Tschebaum*, No. 3-05-CV-1465-L, currently pending in this court.

The Receiver was ordered to post a copy of the motion on his website with notice to all interested parties that any objections must be filed with the court by September 11, 2006. No written

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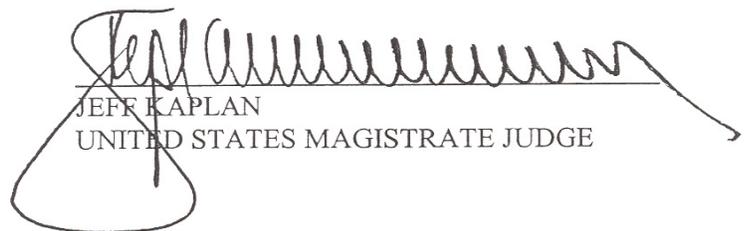
<sup>1</sup> The settlement agreement also requires the Tschebaums to provide the Receiver with sworn financial statements listing their assets and liabilities. If the financial statements reveal assets consistent with representations made by the Tschebaums and their attorney during settlement negotiations, the Receiver will communicate final approval of the \$125,000.00 settlement within 14 days of the date of the agreement. Otherwise, the Receiver will reject the \$125,000.00 settlement amount and communicate a new demand to the Tschebaums, which they may accept or reject.

objections have been received. The Securities and Exchange Commission, through its regional counsel, has consented to the proposed settlement.

Accordingly, the Receiver's motion to approve a proposed settlement with Hans Tschebaum, Michael Tschebaum, and Palace Investments, Inc. [Doc. #193] is granted. The Settlement Agreement attached as Exhibit "A" to the Receiver's motion is hereby approved.

SO ORDERED.

DATED: September 18, 2006.

  
JEFF KAPLAN  
UNITED STATES MAGISTRATE JUDGE