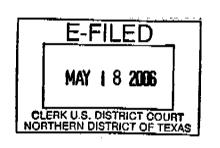
ORIGINAL

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



SECURITIES AND EXCHANGE	§	
COMMISSION	§ 8	
Plaintiff,	\$ \$	
	Š	
VS.	§	NO. 3-05-CV-1328-L
MEGAFUND CORPORATION,	8 8	
ET AL.	§	
	§	
Defendants.	§	

ORDER

Michael J. Quilling, as Receiver for Megafund Corporation ("Megafund"), Lancorp Financial Group ("Lancorp"), and Sardaukar Holdings, IBC ("Sardaukar"), has filed an emergency ex parte motion to freeze certain accounts at Cash Cards International ("CCI") and Union Bank of California, Los Angeles ("Union Bank"). Although the banks initially agreed to freeze these accounts pursuant to court orders currently in effect, the account holders have threatened litigation if their assets remain frozen and the banks now insist on a separate order covering these specific accounts.

The court affirms its prior orders freezing all assets, monies, and other property in the actual or constructive possession of the defendants and relief defendants, including Megafund and Lancorp, and directing all persons "in active concert or participation" with the defendants and relief defendants to promptly surrender all receivership assets to the Receiver. See Am. Order App. Temp. Rec., 7/19/05 at 2-3, ¶ 3. The prior orders are binding an all persons and entities, including banks and financial institutions, who receive notice thereof. Therefore, to the extent the Receiver is able to trace funds in the subject accounts to Megafund and Lancorp, no further court orders are necessary to

freeze those accounts. CCI and Union Bank may rely on existing orders to support their decision to assist the Receiver in preserving these assets. If any account holder believes that his account has been frozen improperly, he may petition this court for relief.

For these reasons, the Receiver's emergency ex parte motion to freeze accounts [Doc. #146] is denied as unnecessary.¹

SO ORDERED.

DATED: May 18, 2006.

UNITED STATES MAGISTRATE JUDGE

¹ Even if the court were inclined to issue an emergency ex parte order freezing these accounts, the Receiver's motion, which essentially seeks a temporary restraining order, is not verified or supported by an affidavit as required by Fed. R. Civ. P. 65(b).