

ALBERTA SECURITIES COMMISSION
REVOCATION OF A CEASE TRADE ORDER

Nugget Resources Inc.

Background

1. Nugget Resources Inc. (the **Filer**) has made an application to the Alberta Securities Commission (the **Commission**) for an order under subsection 214(1) of the Securities Act, R.S.A. 2000, c. S-4 (the **Act**) to revoke the cease trade order dated December 20, 2002 issued against the securities of the Filer by the Executive Director of the Commission under subsection 198(1) of the Act (the **Cease Trade Order**).

Representations

2. The Filer has represented to the Commission that:
 - (a) The Filer was incorporated on February 22, 1994 under the laws of Alberta.
 - (b) The authorized share capital of the Filer consists of an unlimited number of common shares without par value and without any special rights or restrictions, of which 15,090,017 common shares are issued and outstanding as of October 2, 2007.
 - (c) The Filer is a reporting issuer under the securities legislation of Alberta and British Columbia. It is not a reporting issuer in any other jurisdiction in Canada.
 - (d) The securities of the Filer are currently listed on NEX.
 - (e) The Cease Trade Order was issued due to the failure of the Filer to file with the Commission audited financial statements for the year ended June 30, 2002 and the unaudited interim financial statements for the three month period ended September 30, 2002 (collectively the **Financial Statements**) as required by the Act.
 - (f) The Financial Statements were not filed with the Commission due to a lack of funds to pay for the preparation and audit of such statements.
 - (g) The Filer was also subject to a cease trade order issued by the British Columbia Securities Commission dated November 27, 2002, for failure to file the Financial Statements.
 - (h) The audited financial statements for the three years ended June 30, 2004, 2005 and 2006 and the unaudited interim financial statements for the periods ended

September 30, 2006, December 31, 2006 and March 31, 2007 have now been filed with the Commission.

- (i) The Filer is up to date in its continuous disclosure obligations, has paid all outstanding filing fees and is not in default of the requirements of the Act and the regulations under the Act. The Filer's continuous disclosure documents have been reviewed and any issues have been resolved.
- (j) There have been no material changes to the Filer's business or operations since the date of the Cease Trade Order. The only change in directors since the date of the Cease Trade Order are the resignations of George Faught in 2002 and Frank Kaplan in 2007, the passing away of Robert McRae in 2002 and the appointment of Charles Ross and Malcolm Fraser in 2007. Background checks have been conducted.
- (k) The Filer has provided an undertaking to hold an Annual General Meeting within three months of the date of this Revocation Order and will disclose in the corresponding Management Information Circular the new directors ten year history of cease trade orders and any other infractions as per National Instrument 51-102 F5 section 7.2.

Decision

- 3. It would not be prejudicial to the public interest to revoke the Cease Trade Order.
- 4. Pursuant to the authorization contained in the Cease Trade Order, it is ordered pursuant to subsection 214(1) of the Act that the Cease Trade Order is revoked.

"original signed by"

Blaine Young

Associate Director, Corporate Finance

Alberta Securities Commission