22nd Floor 20 Queen Street West Toronto ON M5H 3S8 22e étage 20, rue queen ouest Toronto ON M5H 3S8

IN THE MATTER OF THE SECURITIES ACT, R.S.O. 1990, c. S.5, AS AMENDED

- and -

IN THE MATTER OF POWERWATER SYSTEMS, INC., DUNCAN CLEWORTH and POWERWATER USA LTD.

ORDER (Subsections 127(1) and 127(10) of the Securities Act)

WHEREAS on May 14, 2014, the Ontario Securities Commission (the "Commission") issued a Notice of Hearing pursuant to subsections 127(1) and 127(10) of the *Securities Act*, R.S.O. 1990, c. S.5, as amended (the "Act") in respect of Powerwater Systems, Inc., ("PSI"), Duncan Cleworth ("Cleworth") and Powerwater USA Ltd. ("PUL") (together, the "Respondents");

AND WHEREAS on May 14, 2014, Staff of the Commission ("Staff") filed a Statement of Allegations in respect of the same matter;

AND WHEREAS on June 26, 2014, the Commission heard an application by Staff to convert the matter to a written hearing (the "Application"), in accordance with Rule 11.5 of the Commission's *Rules of Procedure* (2014), 37 OSCB 4095, and subsection 5.1(2) of the *Statutory Powers Procedure Act*, R.S.O. 1990, c. S.22, as amended;

AND WHEREAS the Respondents consented to the Application as indicated by their filed written consent:

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AND WHEREAS Staff and the Respondents agreed upon a timetable for the submission

of written hearing materials, subject to the Commission's approval;

AND WHEREAS on June 26, 2014, the Commission granted Staff's application to

proceed by way of written hearing, pursuant to Rule 11 of the Rules of Procedure and set down a

schedule for the submission of materials, without the necessity of the attendance of the

Respondents;

AND WHEREAS Staff filed written submissions, a brief of authorities, a hearing brief,

supplementary written submissions, a supplementary brief of authorities, and affidavits of

service;

AND WHEREAS on August 29, 2014, the Respondents requested an extension of time to

file their responding materials, and Staff have consented to the Respondents' request;

AND WHEREAS the Commission is of the opinion that it is in the public interest to

make this order;

IT IS HEREBY ORDERED that the Respondents' responding materials, if any, shall be

served and filed no later than November 10, 2014; and Staff's reply materials, if any, shall be

served and filed no later than November 17, 2014.

DATED at Toronto this 8th day of September, 2014.

"James E. A. Turner"

James E. A. Turner