



Ontario  
Securities  
Commission

Commission des  
valeurs mobilières  
de l'Ontario

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Toronto ON M5H 3S8

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**IN THE MATTER OF THE *SECURITIES ACT*  
RSO 1990, c. S.5**

**- and -**

**IN THE MATTER OF  
CRYSTAL WEALTH MANAGEMENT SYSTEM LIMITED,  
CLAYTON SMITH, CLJ EVEREST LTD and 1150752 ONTARIO LIMITED**

**NOTICE OF HEARING  
(Subsections 127(7) & 127(8) of the *Securities Act*)**

**WHEREAS** the Ontario Securities Commission (the “Commission”) issued temporary orders on April 6 and April 7, 2017, pursuant to sections 127(1) and 127(5) of the *Securities Act*, RSO 1990, c S.5 (the “Act”);

**WHEREAS**, the April 7, 2017 temporary order was requested to add clarification to the April 6, 2017 temporary order;

**WHEREAS** the April 7, 2017 temporary order provided as follows:

1. pursuant to paragraphs 2 and 2.1 of subsection 127(1), all trading, including redemptions and distributions, or acquisitions of the securities of the funds listed below shall cease:

Crystal Wealth Media Strategy  
Crystal Wealth Mortgage Strategy  
Crystal Enlightened Resource & Precious Metal Fund  
Crystal Wealth Medical Strategy  
Crystal Wealth Enlightened Factoring Strategy  
ACM Growth Fund  
ACM Income Fund  
Crystal Wealth High Yield Mortgage Strategy

Crystal Enlightened Bullion Fund  
Absolute Sustainable Dividend Fund  
Absolute Sustainable Property Fund  
Crystal Wealth Enlightened Hedge Fund  
Crystal Wealth Infrastructure Strategy  
Crystal Wealth Conscious Capital Strategy  
Crystal Wealth Retirement One Fund

(collectively with any other investment funds managed or advised by Crystal Wealth, the “Crystal Wealth Funds”);

2. pursuant to paragraphs 2 and 2.1 of subsection 127(1), all trading in securities held by the Crystal Wealth Funds, or the acquisition of securities by Crystal Wealth Management System Limited (“Crystal Wealth”) on behalf of the Crystal Wealth Funds shall cease;
3. pursuant to paragraphs 2 and 2.1 of subsection 127(1), the trading in or the acquisition of any securities or derivatives by Clayton Smith (“Smith”), CLJ Everest Ltd and 1150752 Ontario Limited shall cease;
4. pursuant to subsection 127(2), as an exception to the prohibition on trading securities and derivatives in paragraphs 2 and 3 above, Crystal Wealth in its capacity as portfolio manager for the Funds may, and Smith in his capacity as advising representative may, if in compliance with Ontario securities law, place orders to sell securities and derivatives already held as of the date of this temporary order by the Crystal Wealth Funds, provided that the sales occur through the facilities of a recognized exchange and all proceeds of such sales remain in the account of the respective Crystal Wealth Fund for which the order was placed until further order of the Commission;
5. pursuant to subsection 127(2), as an exception to the prohibition on trading securities and derivatives in paragraphs 2 and 3 above, Smith in his capacity as advising representative may, if in compliance with Ontario securities law, place orders to sell securities and derivatives already held by clients in discretionary accounts for which Crystal Wealth is the

portfolio manager (the “Managed Accounts”), provided that the sales occur through the facilities of a recognized exchange;

6. pursuant to subsection 127(2), the following terms and conditions apply to the registration of Crystal Wealth as an exempt market dealer:

1. Crystal Wealth and any dealing representatives shall not accept any new money for investment from any existing clients, and shall not accept any new clients or open any new client accounts of any kind;

7. pursuant to subsection 127(2), the following terms and conditions apply to the registration of Crystal Wealth as a portfolio manager and investment fund manager:

1. Crystal Wealth’s activities as a portfolio manager and investment fund manager shall be applied exclusively to the Managed Accounts and to the Crystal Wealth Funds, subject to the restrictions on trading set out in paragraph 2 and the exception in paragraph 4;

2. Crystal Wealth and any advising representatives shall not accept any new money for investment from any existing clients, shall not accept any new clients or open any new client accounts of any kind; and

8. pursuant to subsection 127(6) of the Act, this Order shall take effect immediately and shall expire on the 15<sup>th</sup> day after its making unless extended by the Commission.

(the “Temporary Order”)

**TAKE NOTICE THAT** the Commission will hold a hearing (the “Hearing”) pursuant to subsections 127(7) and 127(8) of the Act at the offices of the Commission, 17<sup>th</sup> Floor, 20 Queen Street West, in the City of Toronto, on April 28, 2017 at 10:00 a.m. or as soon thereafter as the Hearing can be held;

**TO CONSIDER** whether it is in the public interest for the Commission:

1. to extend the Temporary Order pursuant to subsections 127(7) and 127(8) of the Act until the conclusion of the hearing or until such further time as considered necessary by the Commission; and
2. to make such further orders as the Commission considers appropriate;

**BY REASON OF** the recitals set out in the Temporary Order and of such allegations and evidence as the parties may advise and the Commission may permit;

**AND TAKE FURTHER NOTICE** that any party to the proceeding may be represented by a representative at the Hearing;

**AND TAKE FURTHER NOTICE** that upon failure of any party to attend at the time and place aforesaid, the Hearing may proceed in the absence of that party and such party is not entitled to further notice of the proceeding;

**AND TAKE FURTHER NOTICE** that the Notice of Hearing is also available in French on request, participation may be in either French or English and participants must notify the Secretary's Office in writing as soon as possible, and in any event, at least thirty (30) days before a Hearing if the participant is requesting a proceeding to be conducted wholly or partly in French; and

**ET AVIS EST ÉGALEMENT DONNÉ PAR LA PRÉSENTE** que l'avis d'audience est disponible en français sur demande, que la participation à l'audience peut se faire en français ou en anglais et que les participants doivent aviser le Bureau du secrétaire par écrit le plus tôt possible et, dans tous les cas, au moins trente (30) jours avant l'audience si le participant demande qu'une instance soit tenue entièrement ou partiellement en français.

Dated at Toronto this 13<sup>th</sup> day of April, 2017

*“Grace Knakowski”*

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Grace Knakowski  
Secretary to the Commission