



Ontario  
Securities  
Commission

Commission des  
valeurs mobilières  
de l'Ontario

P.O. Box 55, 19<sup>th</sup> Floor  
20 Queen Street West  
Toronto ON M5H 3S8

CP 55, 19e étage  
20, rue queen ouest  
Toronto ON M5H 3S8

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**IN THE MATTER OF THE SECURITIES ACT,  
R.S.O. 1990, CHAPTER S.5, AS AMENDED (THE "ACT")**

**AND**

**IN THE MATTER OF  
AFM HOSPITALITY CORPORATION**

**NOTICE OF ORDER  
(Paragraph 127(1)2)**

**TAKE NOTICE** that the Director made an order under paragraph 2 of subsection 127(1) of Act that trading in the securities of

**AFM HOSPITALITY CORPORATION**

cease until the order is revoked by the Director.

**DATED** at Toronto this 20th day of April, 2005.

Ontario Securities Commission

*"John Hughes"*

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John Hughes, Corporate Finance

TO: The Secretary  
AFM Hospitality Corporation  
135 Queens Plate Drive  
Suite 410  
Toronto, Ontario  
M9W 6V1

CC: Computershare Trust Company of Canada



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**IN THE MATTER OF THE SECURITIES ACT,  
R.S.O. 1990, CHAPTER S.5, AS AMENDED (THE "ACT")**

**AND**

**IN THE MATTER OF  
AFM HOSPITALITY CORPORATION**

**ORDER  
(Paragraph 127(1)2)**

**WHEREAS** on April 8, 2005,

**AFM HOSPITALITY CORPORATION** (the "Reporting Issuer")

and its transfer agent were notified that the Director made an order under paragraph 2 of subsection 127(1) and subsection 127(5) of the Act on the 8th day of April, 2005 that trading in the securities of the Reporting Issuer cease immediately for a period of fifteen days from the date the order (the "Temporary Order");

**AND WHEREAS** the Temporary Order was issued because the Reporting Issuer failed to file its audited annual statements for the year ended December 31, 2004 as required under Ontario securities law (the "Default");

**AND WHEREAS** the Reporting Issuer and its transfer agent were notified that a hearing would be held to determine if it would be in the public interest to make an order under paragraph 2 of subsection 127(1) of the Act that trading in securities of the Reporting Issuer cease permanently or for such period as is specified in the order (the "Hearing");

**AND WHEREAS** the Reporting Issuer was notified that if it intended to attend at the Hearing, the Reporting Issuer was required to notify the Director of its intention to attend in writing, in which case the Hearing would be held before the Commission.

**AND WHEREAS** the Reporting Issuer was further notified that if it failed to notify the Director of its intention to be present at the Hearing, then the Hearing would be held before the Director without the Reporting Issuer present.

**AND WHEREAS** the Reporting Issuer having failed to notify the Director of its intention to attend at the Hearing, the Hearing was held before the Director on the 20th day of April, 2005;

**AND UPON** no one appearing at the Hearing on behalf of the Reporting Issuer;

**AND UPON** hearing the evidence of staff of the Ontario Securities Commission and the Director being satisfied that the default continues;

**IT IS ORDERED** under paragraph 2 of subsection 127(1) of the Act that, effective immediately, trading in the securities of the Reporting Issuer cease until this order is revoked by the Director.

**DATED** at Toronto this 20th day of April, 2005.

Ontario Securities Commission

*“John Hughes”*

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John Hughes, Corporate Finance