

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

SECURITIES AND EXCHANGE  
 COMMISSION

Plaintiff,

VS.

MEGAFUND CORPORATION,  
 ET AL.

Defendants.

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NO. 3-05-CV-1328-L

**ORDER**

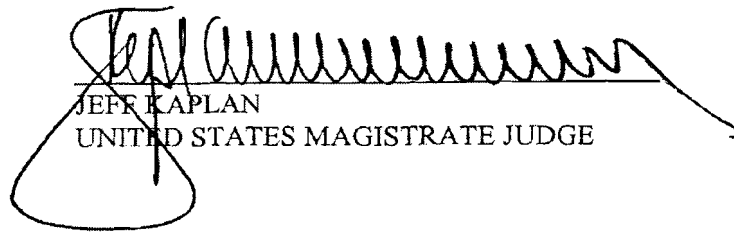
Michael J. Quilling, as Receiver for Sardaukar Holdings, IBC and related entities, has filed a motion to approve a proposed settlement with John W. Stark, Jr. and Barbara Stark. Under the terms of the settlement, the Starks have agreed to repay the Receivership Estate the sum of \$119,196.45, which is the amount of money transferred to them by their son, Brad Stark, to pay off the mortgage on their home and another line of credit. If the Starks fail to repay that sum by June 15, 2007, they have agreed to allow the Receiver to foreclose on their house in Riverside, California. The Starks also agree to the entry of an Agreed Final Judgment in an ancillary lawsuit brought against them by the Receiver, *Quilling v. Stark*, No. 3-05-CV-1976-BD, currently pending in this court. As part of the settlement, the Receiver has agreed not to enforce the judgment unless the Starks fail to pay the \$119,196.45 settlement amount by June 15, 2007.

The Receiver was ordered to post a copy of the motion on his website with notice to all interested parties that any objections must be filed with the court by April 25, 2007. No written objections have been received. The Securities and Exchange Commission, through its regional counsel, has consented to the proposed settlement.

Accordingly, the Receiver's motion to approve a proposed settlement with the Starks [Doc. #301] is granted. The Settlement Agreement attached as Exhibit "1" to the Receiver's motion is hereby approved.

SO ORDERED.

DATED: April 26, 2007.



JEFF KAPLAN  
UNITED STATES MAGISTRATE JUDGE