

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Administrative Proceedings Rulings
Release No. 6401 / December 13, 2018

Administrative Proceeding
File No. 3-18107

In the Matter of
E-Waste Systems, Inc.

Order to Show Cause

On August 10, 2017, the Securities and Exchange Commission issued an order instituting proceedings (OIP) against Respondent under Section 12(j) of the Securities Exchange Act of 1934. After a prior initial decision was vacated by the Commission, the proceeding was reassigned to me on September 12, 2018. *Pending Admin. Proc.*, Admin. Proc. Rulings Release No. 5955, 2018 SEC LEXIS 2264, at *2, *4 (ALJ). I directed the parties to propose how further proceedings should be conducted. *E-Waste Sys., Inc.*, Admin. Proc. Rulings Release No. 6049, 2018 SEC LEXIS 2542, at *1-2 (ALJ Sept. 20, 2018). Respondent did not submit a proposal. On October 10, 2018, the Division of Enforcement submitted a proposal in which it represented that it was unable to contact Respondent.

Respondent was previously served with the OIP, and filed an answer on September 22, 2017. The Division filed a motion for summary disposition on October 10, 2017, to which Respondent never filed an opposition.

Because Respondent had previously participated in the proceeding, my office reached out to the Division as well as Respondent's CEO, Martin Nielson, by email on November 27, 2018, asking them to propose dates and times for a prehearing conference. Mr. Nielson promptly replied to the email and stated that he would propose a time after speaking with his attorney.¹

¹ The email conversation has been made part of the record of the proceeding maintained by the Office of the Secretary.

But although more than two weeks have passed, Mr. Nielson has not corresponded further with my office or with the Division.

Accordingly, I ORDER Respondent to SHOW CAUSE by December 27, 2018, why I should not proceed based on the existing record due to its failure to file a proposal or participate in this proceeding after remand. *Cf. Pending Admin. Proc.*, Securities Act of 1933 Release No. 10536, 2018 SEC LEXIS 2058, at *4 (Aug. 22, 2018).

If Respondent fails to respond to this order, I will issue a decision based on the existing record consisting of Respondent's answer, the Division's motion for summary disposition, and the Division's reply. If the Division wishes to supplement or revise its previous filings, it shall file a notice to that effect by January 3, 2019.

Brenda P. Murray
Chief Administrative Law Judge