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

SECURITIES AND EXCHANGE	§	
COMMISSION,	§	
	§	
Plaintiff,	§	
	§	Civil Action No. 3:08-CV-1197-O
V.	§	
	§	
HOMELAND SAFETY	§	
INTERNATIONAL INC.	§	
F/K/A/ SNIFFEX INC., et al.,	§	
	§	
Defendants.	§	

ORDER TO SHOW CAUSE

Before the Court is the Joint Proposal for Contents of Scheduling and Discovery Order (ECF No. 59), filed by the parties on April 7, 2011. The Joint Proposal notes that Defendants Ilona V. Klausgaard and Nicholas V. Klausgaard (the "Klausgaard Defendants") advised Plaintiff Securities and Exchange Commission that they would not participate in the scheduling conference. *See* ECF No. 59. The Court's March 3, 2011 ordered "counsel for each party (or a designee attorney with appropriate authority) and any unrepresented party (except for a prisoner litigant proceeding pro se)" to 'confer as soon as practicable." *See* ECF No. 56.

Accordingly, the Klausgaard Defendants' failure to participate in the Scheduling Conference constitutes a failure to comply with this Court's March 3, 2011 order. The Klausgaard Defendants are therefore **ORDERED** to show cause as to why they did not comply with this Court's March 3, 2011 order **on or before April 22, 2011**. Failure to show cause may result in the Court striking the Klausgaard Defendants' pleadings.

The Securities and Exchange Commission is ORDERED to provide a copy of this order on the Klausgaard defendants as soon as practicable and be prepared to document that it provided notice. The Clerk of the Court is ordered to send a copy of this order to the Klausgaard at:

PO Box 152 CH-9240 UZWIL SWITZERLAND

SO ORDERED on this the 7th day of April, 2011.

eed O'Connor

UNITED STATES DISTRICT JUDGE