## UNITED STATES OF AMERICA Before the SECURITIES AND EXCHANGE COMMISSION July 17, 2006

**ADMINISTRATIVE PROCEEDING**File No. 3-12368

In the Matter of

2DoTrade, Inc.,

Respondent.

ORDER INSTITUTING ADMINISTRATIVE PROCEEDINGS AND NOTICE OF HEARING PURSUANT TO SECTION 12(j) OF THE SECURITIES EXCHANGE ACT OF 1934

I.

The Securities and Exchange Commission ("Commission") deems it necessary and appropriate for the protection of investors that proceedings be, and hereby are, instituted pursuant to Section 12(j) of the Securities Exchange Act of 1934 ("Exchange Act"), against 2DoTrade, Inc., ("2DoTrade" or "Respondent").

II.

After an investigation, the Division of Enforcement alleges that:

## A. RESPONDENT

2DoTrade (CIK No. 0001125225) is a Nevada corporation that purportedly maintained offices in British Columbia, Canada, and London, England. In June 2001, 2DoTrade became a public company through a reverse merger with Moranzo, Inc., a public shell company quoted on the Over-The-Counter Bulletin Board System ("OTC Bulletin Board"), an electronic market quotation system operated by the National Association of Securities Dealers. The company's common stock is registered under Section 12(g) of the Exchange Act [15 U.S.C. § 78l(g)], and its shares were quoted on the OTC Bulletin Board. In November 2001, the Commission suspended trading in 2DoTrade's stock. After the trading suspension expired, 2DoTrade's stock was quoted by Pink Sheets LLC.

## B. DELINQUENT PERIODIC FILINGS AND ENTRY OF DEFAULT JUDGMENT

- 1. 2DoTrade is delinquent in its filings with the Commission. The company has not filed any current or periodic reports with the Commission since September 4, 2001, when it filed a Form 8-K/A and a Form 10-Q for the period ending June 30, 2001.
- 2. Exchange Act Section 13(a) and the rules promulgated thereunder require issuers with classes of securities registered pursuant to Exchange Act Section 12 to file with the Commission current and accurate information in periodic reports, even if the registration is voluntary under Section 12(g). Specifically, Rule 13a-1 requires issuers to file annual reports (Forms 10-K or 10-KSB); Rule 13a-11 requires issuers to file current reports (Form 8-K); and Rule 13a-13 requires issuers to file quarterly reports (Forms 10-Q or 10-QSB).
- 3. On September 30, 2003, the Commission filed a complaint against 2DoTrade and others in <u>SEC v. 2DoTrade, Inc., et al.</u> (Civil Action No. 3:03-CV-2246/NDTX). On June 13, 2006, the court entered a default judgment against 2DoTrade, which permanently enjoined the company from future violations of, among other things, Section 10(b) and 13(a) of the Exchange Act and Rules 10b-5, 12b-20, 13a-1, 13a-11 and 13a-13.
- 4. The Commission's complaint alleged that 2DoTrade and other defendants engaged in a "pump and dump" scheme designed to inflate 2DoTrade's stock price. Between at least June and November 2001, the defendants, among other things, issued materially false and misleading press releases claiming that 2DoTrade had entered into several large international trading contracts and had developed an anti-anthrax compound. During the same period, several individual defendants sold shares of 2DoTrade stock for illegal trading profits of at least \$1.8 million.
- 5. As a result of Paragraphs 1 and 2 above, the Respondent has failed to comply with Section 13(a) of the Exchange Act and Rules 13a-1, 13a-11 and 13a-13 thereunder.

## III.

In view of the allegations made by the Division of Enforcement, the Commission deems it necessary and appropriate in the public interest to institute public administrative proceedings to determine:

- A. Whether the allegations in Section II are true and, in connection therewith, to afford the Respondent an opportunity to establish any defenses to such allegations; and,
- B. Whether it is necessary and appropriate for the protection of investors to revoke the registration of, or suspend for a period not to exceed twelve months, each class of securities of the Respondent registered pursuant to Section 12 of the Exchange Act.

IT IS ORDERED that a public hearing for the purpose of taking evidence on the questions set forth in Section III hereof shall be convened at a time and place to be fixed, and before an Administrative Law Judge to be designated by further order as provided by Rule 110 of the Commission's Rules of Practice [17 C.F.R. § 201.110].

IT IS FURTHER HEREBY ORDERED that Respondent shall file an Answer to the allegations contained in this Order within ten (10) days after service of this Order, as provided by Rule 220 of the Commission's Rules of Practice [17 C.F.R. § 201.220].

If Respondent fails to file the directed answer, or fails to appear at a hearing after being duly notified, the Respondent may be deemed in default and the proceedings may be determined against it upon consideration of this Order, the allegations of which may be deemed to be true as provided by Rules 155(a), 220(f), and 310 of the Commission's Rules of Practice [17 C.F.R. §§ 201.155(a), 201.220(f), 201.221(f), and 201.310].

This Order shall be served forthwith upon the Respondent personally or by certified mail.

IT IS FURTHER HEREBY ORDERED that the Administrative Law Judge shall issue an initial decision not later than 120 days from the date of service of this Order, pursuant to Rule 360(a)(2) of the Commission's Rules of Practice [17 C.F.R. § 201.360(a)(2)].

In the absence of an appropriate waiver, no officer or employee of the Commission engaged in the performance of investigative or prosecuting functions in this or any factually related proceeding will be permitted to participate or advise in the decision of this matter, except as witness or counsel in proceedings held pursuant to notice. Since this proceeding is not "rule making" within the meaning of Section 551 of the Administrative Procedure Act, it is not deemed subject to the provisions of Section 553 delaying the effective date of any final Commission action.

By the Commission.

Nancy M. Morris Secretary