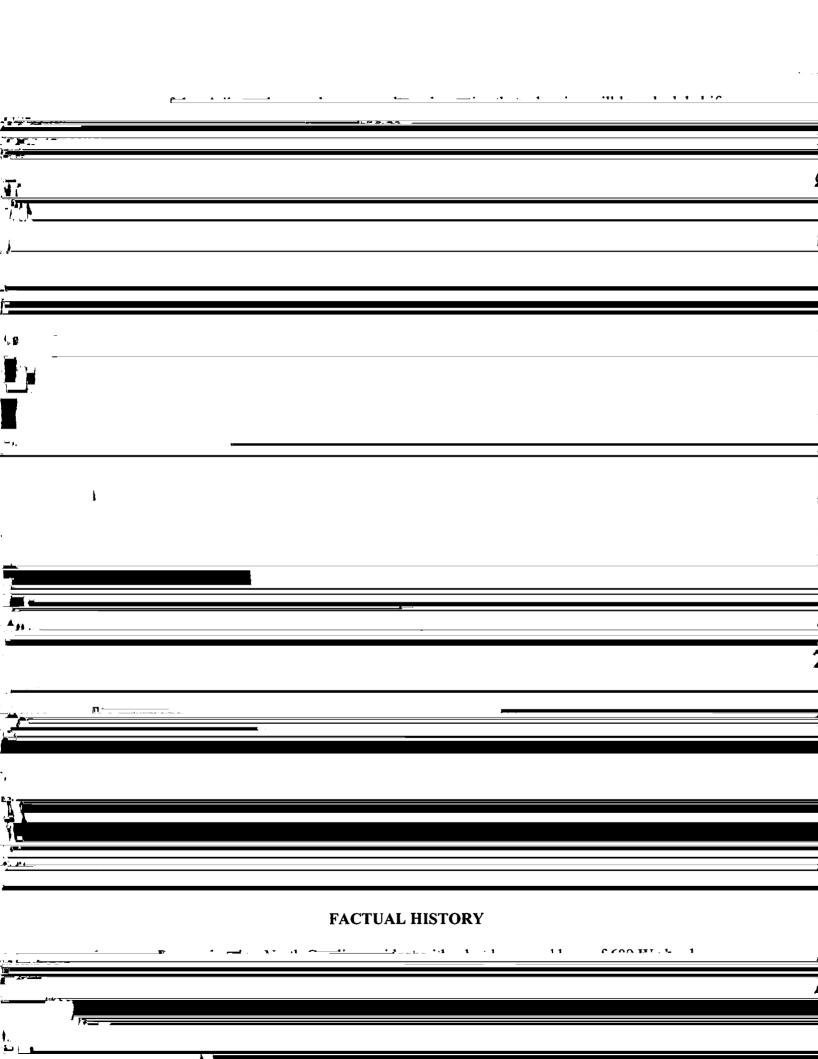
ADMINISTRATIVE PROCEEDING

BEFORE THE

SECURITIES COMMISSIONER OF SOUTH CAROLINA

	IN THE MATTER OF:) ORDER TO CEASE AND DESIST		
	Samuel V. Watkins,))		
) File No. 07046		
	Respondent.	,))		
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	WHEREAS, the Securities Division of the C	Office of the Attorney General of the State of		
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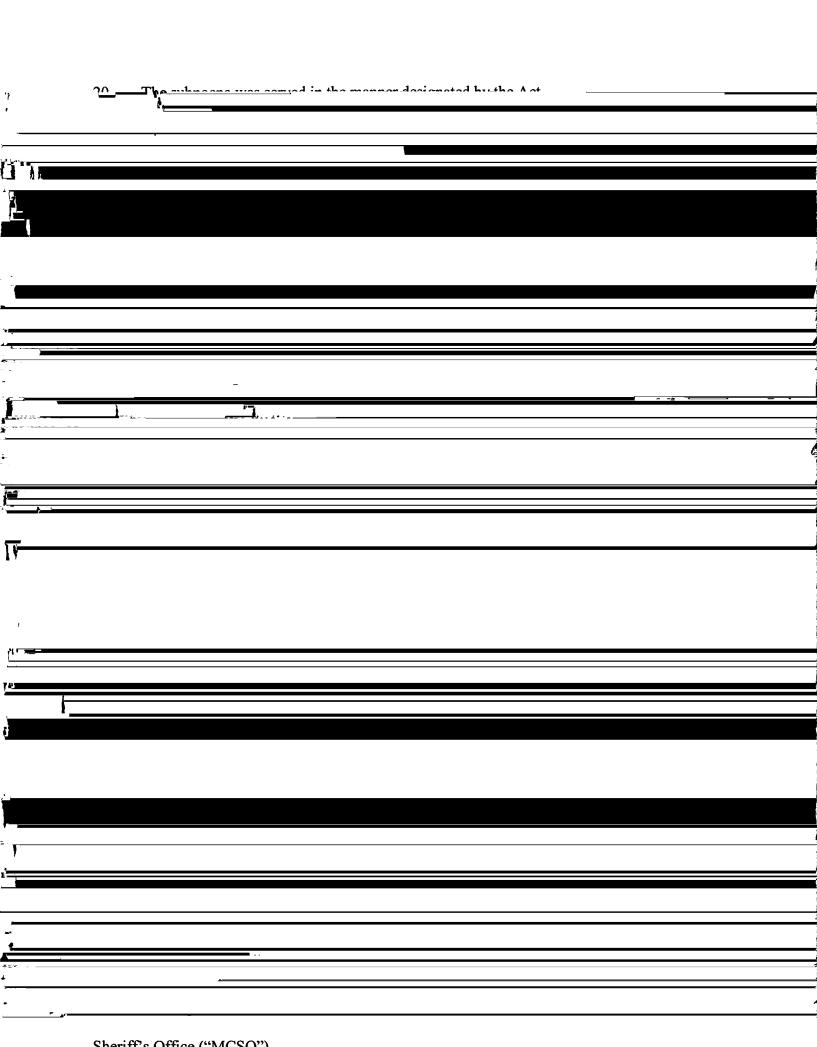


- 11. At the time the Respondent offered and sold the Promissory Note to the Resident, the Respondent was not registered to offer or sell securities in the State of South Carolina.
- 12. The Promissory Note was not registered for sale in the State of South Carolina.
- 13. Respondent did not make payments of interest and/or principal on the Promissory Note as promised.

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2007, and Respondent promised to:

- a. Begin payments on November 15, 2007.
- b. Make payments would total \$300,000.00 including principal, interest and penalties.
- 15. Despite attempts by the Resident, there has been no further communication between the Resident and the Respondent.
- 16. Respondent has not made the payments to the Resident as agreed upon in the revised



29. Pursuant to S.C. Code Ann. § 35-1-1210 of the Prior Act, it is unlawful for any person, in connection with the offer, sale, or purchase of any security, directly or indirectly, to: b. Make any untrue statement of a material fact or to omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they are made, not misleading; or c. Engage in any act, practice, or course of business which operates or would gnerate as a fraud or deceit upon any person 30. Pursuant to S.C. Code Ann. § 35-1-602(a)(1) of the Act, the Securities Commissioner may conduct public or private investigations within or outside of this State which the Securities

	Commissioner shall promptly serve each person subject to the order with a copy of
	the order and a notice that the order has been entered. The order must include a
	statement of any civil penalty or costs of investigation the Securities Commissioner
	will east a statement of the reasons for the order and nation that within 15 days
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	c. Pursuant to S.C. Code Ann. § 35-1-1475 of the Prior Act, the Securities
	Commissioner may impose and collect an administrative fine against any person
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(a) is effective on the date of issuance. Upon issuance of the order, the Securities

c. The Respondent violated S.C. Code Ann. § 35-1-410 of the Prior Act when he offered and sold a security to a resident of this State while he was not registered in this State as a broker-

d. The Respondent has not asserted to the Division any claim of exemption from registration with the Division, either on his behalf or on behalf of the security.

e. The Respondent violated S.C. Code Ann. § 35-1-1210 of the Prior Act and engaged in securities fraud when he offered and sold a security to a resident of this State by use of untrue statements of material facts, including but not limited to the following:

 Respondent told the Resident she could get her money back any time she wanted it, which was not true; and

ii. Respondent told the Resident her funds would be used for the development of

CEASE AND DESIST ORDER

MOINTHEREPORE	
HEREBY ORDERED that the Respondent:	
a. Cease and desist from offering and/or selling securities in or from the State of South	
Carolina, in violation of S.C. Code Ann. §§ 35-1-301, 35-1-401 and 35-1-501 of the Act; and	
b. Pay a civil penalty in the amount of five thousand dollars (\$5,000.00) if this Order	
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