

STATE OF ILLINOIS  
SECRETARY OF STATE  
SECURITIES DEPARTMENT

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IN THE MATTER OF: COMBINED RESOURCE SYSTEMS, )  
ITS OFFICERS, DIRECTORS, )  
EMPLOYEES, AGENTS, AFFILIATES, ) File No. 0300891  
SUCCESSORS AND ASSIGNS )  
)

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ORDER TO CEASE AND DESIST

TO THE RESPONDENT: Combined Resource Systems  
2920 Green Valley Parkway  
Henderson, NV 89014

WHEREAS, a Summary Order to Cease and Desist was issued by the Secretary of State on April 20, 2004 ordering Combine Resource Systems, its officers, directors, employees, agents, affiliates, successors and assigns, to cease and desist from offering and/or selling any business opportunity in the State of Illinois until further order of the Secretary of State.

WHEREAS, pursuant to Section 5-65(1) of the Business Opportunity Sales Law of 1995, [815 ILCS 602 5/1 et seq.] (the "Act"), the failure to request a hearing within thirty (30) days of the receipt of the Summary Order to Cease and Desist shall constitute a sufficient basis to make the Summary Order final.

WHEREAS, Combined Resource Systems, its officers, directors, employees, agents, affiliates, successors and assigns, have failed to request a hearing on the matters contained in the Summary Order within thirty (30) days of receipt of said Summary Order and that they are hereby deemed to have admitted the facts alleged in the said Summary Order.

WHEREAS, the Secretary of State, by and through his duly authorized representative, has adopted the Findings of Fact contained in the said Summary Order as the Secretary of State's Final Findings of Fact as follows:

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1. That the Respondent, Combined Resource Systems, is a purported business entity with a last known address of 2920 Green Valley Parkway, Henderson, NV 89014;
2. That on or about June 25, 2001, Combined Resource Systems, by and through its officers, directors, employees, agents, affiliates, successors and assigns, offered and/or sold to at least one (1) resident of the State of Illinois, an opportunity to purchase supplies, equipment or services purportedly sufficient to enable the Illinois resident to start a business through which the resident would breed worms and sell them back to Combined Resource Systems;
3. That Combined Resources Systems, by and through its officers, directors, employees, agents, affiliates, successors and assigns, represented, directly or indirectly, to the Illinois resident that they would provide the Illinois resident with certain products, equipment and/or services enabling the Illinois resident to start a business following a required payment to Combined Resource Systems of more than \$500.00;
4. That Combined Resource Systems, its officers, directors, employees, agents, affiliates, successors and assigns, represented to the Illinois resident, either directly or indirectly, that it or a person specified by Combined Resource Systems, would purchase any or all of the worms bred by the purchaser;
5. That Section 5-5.10(a) of the Illinois Business Opportunity Sales Law of 1995, [815 ILCS 602 5-1 et seq.] (the "Act") provides, inter alia, that a business opportunity is a contract or agreement, between a seller and a purchaser, express or implied, orally or in writing, wherein it is agreed that the seller or a person recommended by the seller shall provide to the purchaser any product, equipment, supplies or services enabling the purchaser to start a business where the purchaser is required to make a payment to the seller and the seller represents either directly or indirectly, that the seller, or a person specified by the seller will purchase any or all products made, produced, fabricated, grown, bred or modified by the purchaser;
6. That the above-referenced promotion, solicitation or offer constitutes an offer of a business opportunity as

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those terms are defined pursuant to Sections 5-5.10 and 5-5.20 of the Act;

7. That Section 5-25 of the Act provides, inter alia, that it is unlawful for any person to offer or sell any business opportunity in the State of Illinois unless that business opportunity is registered under the Act or is exempt from registration under Section 5-10 of the Act;
8. That at all times relevant, Combined Resource Systems, its officers, directors, employees, agents, affiliates, successors and assigns, failed to obtain or file for registration of the above-referenced business opportunity prior to any offer or sale in the State of Illinois;
9. That by virtue of the foregoing, Combined Resource Systems, its officers, directors, employees, agents, affiliates, successors and assigns, have violated Section 5-25 of the Act;
10. That Section 5-65 of the Act provides, inter alia, that whenever it appears to the Secretary of State that any person has engaged or is about to engage in any act or practice constituting a violation of the Act, the Secretary of State may issue an Order directing such person to cease and desist from engaging in any act or practice constituting a violation of any provision of the Act;

WHEREAS, the Secretary of State, by and through his duly authorized representative, has adopted the Conclusions of Law contained in the said Summary Order as the Secretary of State's final Conclusions of Law as follows:

1. That, by virtue of the foregoing, Combined Resources Systems, by and through its officers, directors, employees, agents, affiliates, successor and assigns, has violated Section 5-25 of the Act; and
2. That, by virtue of the foregoing, Combines Resource Systems, its officers, directors, employees, agents, affiliates, successors and assigns, are subject, pursuant to Section 5-65 of the Act, to an Order to Cease and Desist from offering and/or selling business opportunities in the State of Illinois.

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NOW THEREFORE, IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 5-65 of the Act, Combined Resource Systems, its officers, directors, employees, agents, affiliates, successors and assigns, are to Cease and Desist from offering or selling business opportunities in the State of Illinois or to residents of the State of Illinois.

ENTERED: This 15<sup>th</sup> day of June, 2004.

Jesse White JR

JESSE WHITE  
SECRETARY OF STATE  
STATE OF ILLINOIS

Attorney for the Secretary of State:  
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NOTICE: Failure to comply with the terms of this Order shall be a violation of Section 5-115(a) of the Business Opportunity Law of 1995 [815 ILCS 602] (the ("Act")). Any person or entity that fails to comply with the terms of this Order of the Secretary of State, having knowledge of the existence of this Order, shall be guilty of a Class 3 felony.

This is a final order subject to administrative review pursuant to the Administrative Review Law, [735 ILCS 5/3-101 et seq.] and the Rules and Regulations of the Act (14 Ill. Admin. Code, Ch. I, Sec. 130.1123). Any action for judicial review must be commenced within thirty-five (35) days from the date a copy of this Order is served upon the party seeking review.