

**STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT**

IN THE MATTER OF: Evan K. Davis

FILE NO. 0700248

NOTICE OF HEARING

TO THE RESPONDENT: Evan K. Davis
(CRD#: 2995789)
5103 Parkwood Oaks Lane
Mableton, Georgia 30126

Evan K. Davis
c/o Morgan Keegan & Company
Fifty Front Street
Morgan Keegan Tower
Memphis, TN 38103-9980

You are hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act") and 14 Ill. Adm. Code 130, Subpart K, a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, Illinois 60602, on the 21st day of December, 2007 at the hour of 10:00 a.m. or as soon as possible thereafter, before Soula Spyropoulos Esq., or such other duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine whether an Order shall be entered revoking Evan K. Davis's (the "Respondent ") (CRD#: 2995789) registration as a salesperson in the State of Illinois and/or granting such other relief as may be authorized under the Act including but not limited to the imposition of a monetary fine in the maximum amount pursuant to Section 8.E(1)(j) of the Act, payable within ten (10) business days of the entry of the Order.

The grounds for such proposed action are as follows:

1. That at all relevant times, the Respondent was registered with the Illinois Secretary of State as a salesperson in the State of Illinois pursuant to Section 8 of the Act.
2. That on April 26, 2007 NASD entered a Letter Of Acceptance, Waiver And Consent (AWC) submitted by the Respondent regarding File No. 2006007384001 which sanctioned the Respondent as follows:

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- a. A ten (10) business day suspension from any association with any member of NASD in any capacity; and
 - b. A fine in the amount of \$7,500.
3. That the AWC found:
- a. While associated with Morgan Stanley, Davis executed the following transactions in the account of a customer without her prior knowledge, authorization or consent:

Trade Date	Buy/Sell	Quantity	Description	Price	Amount
January 24, 2005	Buy	40,000	General Motors Bond 7.200% 01/15/11	\$102.83755	\$41,236.01
November 18, 2005	Sell	40,000	General Motors Bond 7.200% 01/15/11	\$70.87425	\$29,373.69

- b. Such acts, practice and conduct set forth above constitute separate and distinct violations of NASD Conduct Rule 2110 and IM-2310-2 by the Respondent.
4. That Section 8.E(1)(j) of the Act provides, *inter alia*, that the registration of a salesperson may be revoked if the Secretary of State finds that such salesperson has been suspended by any self-regulatory organization registered under the Federal 1934 Act or the Federal 1974 Act arising from any fraudulent or deceptive act or a practice in violation of any rule, regulation or standard duly promulgated by the self-regulatory organization.
5. That NASD is a self-regulatory organization as specified in Section 8.E(1)(j) of the Act.
6. That by virtue of the foregoing, the Respondent's registration as a salesperson in the State of Illinois is subject to revocation pursuant to Sections 8.F(1)(j) of the Act.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 ILL. Adm. Code 130)(the "Rules"), to file an answer to the allegations outlined above within thirty (30) days of the receipt of this Notice. A failure to file an answer within the prescribed time shall be construed as an admission of the allegations contained in the Notice of Hearing.

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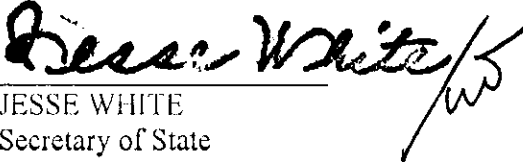
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Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default, unless any Respondent has upon due notice moved for and obtained a continuance.

A copy of the Rules, promulgated under the Act and pertaining to hearings held by the Office of the Secretary of State, Securities Department, is included with this Notice.

Delivery of Notice to the designated representative of any Respondent constitutes service upon such Respondent.

Dated: This 5th day of November 2007.



JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State:
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Illinois Securities Department
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Hearing Officer:
Soula Spyropoulos
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Lincolnwood, Illinois 60712