

DENISE VOIGT CRAWFORD  
SECURITIES COMMISSIONER



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## State Securities Board

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KENNETH W. ANDERSON, JR.  
MEMBER

### SSB Docket No. 01-08

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IN THE MATTER OF  
RICARDO A. CHAVANA

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§  
§

Order No. CDO-1421

TO: Ricardo A. Chavana  
2219 South McColl  
Edinburg, Texas 78539

### CEASE AND DESIST ORDER

Be it remembered that Ricardo A. Chavana ("Respondent"), appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this Order, the Findings of Fact and the Conclusions of Law contained herein.

#### FINDINGS OF FACT

1. Respondent has waived (a) Respondent's right to notice and hearing in this matter; (b) Respondent's right to appear and present evidence in this matter; (c) Respondent's right to appeal this Order; and (d) all other procedural rights granted to Respondent by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2001) ("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. § 2001.001 et seq. (Vernon Supp. 2001) ("Administrative Procedure Act").
2. Beginning in April, 1992, and ending in August, 1999, First Mortgage Brokers, Inc. was a Texas corporation. Respondent was the President and authorized agent of First Mortgage Brokers, Inc.
3. During April, 1992, to August, 1999, Respondent offered for sale and sold to individuals promissory notes for the purpose of investing their money for profit to be gained through the mortgage business of First Mortgage Brokers, Inc.
4. The Securities Commissioner finds that Respondent offered for sale and sold securities as defined by Section 4.A. of the Texas Securities Act.

5. Respondent acted as a dealer or agent in the offer for sale and sale of securities at a time when Respondent was not registered with the Securities Commissioner as required by Section 12 of the Texas Securities Act.
6. The promissory notes described above were not registered with the Securities Commissioner pursuant to Section 7 of the Texas Securities Act.

CONCLUSIONS OF LAW

The foregoing alleged violations constitute bases for the issuance of a cease and desist order pursuant to Section 23.A of the Texas Securities Act.

ORDER

1. It is therefore ORDERED that Respondent CEASE AND DESIST from the offer and sale of promissory notes as described above until the promissory notes are registered or an available exemption is utilized.
2. It is further ORDERED that Respondent CEASE AND DESIST from acting as a dealer or agent until Respondent is registered or an available exemption is utilized.

SIGNED AND ENTERED by the Securities Commissioner this 2<sup>nd</sup> day of April, 2001.

*Denise Voigt Crawford*

DENISE VOIGT CRAWFORD  
Securities Commissioner

Respondent:

*Ricardo A. Chavana*  
\_\_\_\_\_  
Ricardo A. Chavana

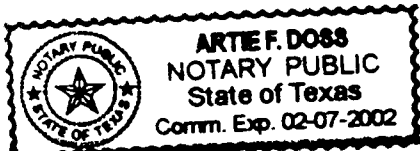
Approved as to Form:

*David Grauer*  
\_\_\_\_\_  
David Grauer, Director  
Enforcement Division

ACKNOWLEDGMENT

On the 10<sup>th</sup> day of April, 2001, Ricardo A. Chavana ("Respondent"), personally appeared before me, executed the foregoing Order, and acknowledged that:

1. Respondent has read the foregoing Order;
2. Respondent has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order, the Findings of Fact, and Conclusions of Law contained therein; and,
4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.



[affix notary seal here]

Artie F. Doss  
Notary Public in and for  
the State of Texas

My commission expires on: 02-07-2002