DENISE VOIGT CRAWFORD SECURITIES COMMISSIONER

DON A. RASCHKE DEPUTY SECURITIES COMMISSIONER

Mail: P.O. BOX 13167 AUSTIN, TEXAS 78711-3167

Phone: (512) 305-8300 Facsimile: (512) 305-8310



# Texas State Securities Board

208 E. 10th Street, 5th Floor Austin, Texas 78701-2407 www.ssb.state.tx.us JOSE ADAN TREVINO CHAIRMAN

KENNETH W. ANDERSON, JR. MEMBER

JACK D. LADD MEMBER

BRYAN K. BROWN MEMBER

BETH ANN BLACKWOOD MEMBER

IN THE MATTER OF JOHN FREDERICK WILLIAMS, II, AND JASON ADAM DANZIGER 0000

Order No. ENF-04-CDO- 1568

TO: John Frederick Williams, II 3708 Enfield Road Austin, TX 78703

> Jason Adam Danziger 2711 Anderson Lane #200 Austin, TX 78757

#### AGREED CEASE AND DESIST ORDER

Be it remembered that John Frederick Williams, II ("Respondent Williams") and Jason Adam Danziger ("Respondent Danziger") (collectively "Respondents") appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this Order and the Findings of Fact and Conclusions of Law contained herein.

#### FINDINGS OF FACT

- 1. Respondents have waived (a) Respondents' right to notice and hearing in this matter; (b) Respondents' right to appear and present evidence in this matter; (c) Respondents' right to appeal this Order; and (d) all other procedural rights granted to Respondents by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2004) ("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. §2001.001 et seq. (Vernon 2000 & Supp. 2004) ("Administrative Procedure Act").
- Respondent Williams maintains a last known address at 3708 Enfield Road, Austin, TX 78703.
- 3. Respondent Danziger maintains a last known address at 2711 Anderson Lane #200, Austin, TX 78757.
- 4. From on or about June, 2004, Respondents engaged in the offer for sale of an investment program whereby Respondents would raise \$350,000 from investors and use such funds to finance a heart and body scan imaging center. Respondents

would "repay" investors "at 10% simple interest over a four-year period" and also provide investors with twenty percent of the common stock of Heart and Body Scan Imaging, LLC ("Imaging Center Investment Program"). Respondents solicited Texas investors through advertisements in the *Austin American-Statesman* newspaper.

- 5. The Imaging Center Investment Program was not registered by qualification, notification or coordination and no permit has been granted for its sale in Texas.
- 6. Respondents were not registered with the Securities Commissioner as dealers or agents at any time material hereto.
- 7. In connection with the offer for sale of the above-described Imaging Center Investment Program, Respondents intentionally failed to disclose the following material facts:
  - a) The Texas Secretary of State has no record of an entity named Heart and Body Scan Imaging, LLC;
  - b) Respondent Williams filed for Chapter 13 bankruptcy in the United States Bankruptcy Court, Southern District of Texas, Corpus Christi Division, on 8/1/1997 in case number 97-23689;
  - c) Respondent Williams filed for Chapter 7 bankruptcy in the United States Bankruptcy Court, Western District of Texas, Austin Division, on 10/16/2002 in case number 02-14149-frm;
  - d) Respondent Williams filed for Chapter 13 bankruptcy in the United States Bankruptcy Court, Western District of Texas, Austin Division, on 5/2/2003 in case number 03-12163-frm; and
  - e) Respondent Danziger plead no contest to forgery by passing in the County Court At Law Number Three, Travis County, Texas, in cause number 485,278 styled The State of Texas v. Jason Danziger, on 12/3/1997.

### **CONCLUSIONS OF LAW**

- 1. The above-described Imaging Center Investment Program is a "security" as that term is defined by Section 4.A of the Texas Securities Act.
- 2. Respondents have violated Section 7 of the Texas Securities Act by offering securities for sale in Texas at a time when the securities were not registered with the Securities Commissioner.
- Respondents have violated Section 12 of the Texas Securities Act by offering securities for sale in Texas without being registered pursuant to the provisions of Section 12 of the Texas Securities Act.
- 4. Respondents have engaged in fraud in connection with the offer for sale of securities.
- 5. The foregoing violations constitute bases for the issuance of an Agreed Cease and Desist Order pursuant to Section 23.A of the Texas Securities Act.

### <u>ORDER</u>

- It is therefore ORDERED that Respondents immediately CEASE AND DESIST from offering for sale any security in Texas until the security is registered with the Securities Commissioner or is offered for sale pursuant to an exemption from registration under the Texas Securities Act.
- 2. It is further ORDERED that Respondents immediately CEASE AND DESIST from acting as securities dealers or agents in Texas until Respondents are registered with the Securities Commissioner or are acting pursuant to an exemption from registration under the Texas Securities Act.
- 3. It is further ORDERED that Respondents immediately CEASE AND DESIST from engaging in any fraud in connection with the offer for sale of any security in Texas.

SIGNED AND ENTERED by the Securities Commissioner this <u>20<sup>+h</sup></u> day of units, 2004.

DENISE VOIGT CRAWFORD
Securities Commissioner

# **RESPONDENTS:**

John Frederick Williams, II

ason Adam Danziger

Approved as to Form:

John R. Morgan

Director

**Enforcement Division** 

Attorney

**Enforcement Division** 

## **ACKNOWLEDGMENT**

On the \_\_\_\_\_ day of \_\_\_\_\_\_, 2004, John Frederick Williams, II, ("Respondent") personally appeared before me, executed the foregoing Order and acknowledged that:

- 1. Respondent 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 and 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.

JOSHUA D. BAELLOW

NOTARY PUBLIC STATE OF TEXAS

COMMISSION EXPIRES:
NOVERABER 21, 2004

Notary Public in and for The State of Texas

My commission expires on:\_\_\_\_\_

### **ACKNOWLEDGMENT**

On the 6 day of 4004, Jason Adam Danziger ("Respondent") personally appeared before me, executed the foregoing Order and acknowledged that:

- 1. Respondent 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 and 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.

JOSHUA D. BAZLAGO NOTARY PUBLIC STATE OF TEVA COMMISSION EXPIREST NOVEMBER 29, 2993

Notary Public in and for The State of Texas

My commission expires on:\_\_\_\_\_