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SECURITIES COMMISSIONER



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Austin, Texas 78701-2407  
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EDWARD ESCUDERO  
MEMBER

IN THE MATTER OF  
SHANNON MCADAMS

§  
§

Order No. ENF-07-CDO-1638

TO: Shannon McAdams  
438 West 18th Street  
Houston, Texas 77008

### AGREED CEASE AND DESIST ORDER AND ORDER MODIFYING ORDER NO. ENF-07-CDO-1625

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

#### FINDINGS OF FACT

1. Respondent maintains a last known address of 438 West 18th Street, Houston, Texas 77008.
2. Respondent participated in making available the opportunity to invest in the JaxTrece Exclusive Investment Opportunity through JaxTrece Exclusive Investments, LLC ("JaxTrece") to Texas residents. Investors were told that JaxTrece secured assets for nonprofit organizations by providing bridge loans based on grants or proposals for federal, state and private funding sought by the nonprofit organizations. Upon securing funds based on a grant or proposal, JaxTrece was reportedly repaid the principal constituting the bridge loan plus interest.
3. Investors were provided materials that purported to contain the entirety of the terms and conditions related to the JaxTrece Exclusive Investment Opportunity and further indicated that the principal investment was guaranteed. These materials also indicated that returns on the investment averaged between 21.3% and 51.3% on an annual basis from 1996 through 2005.



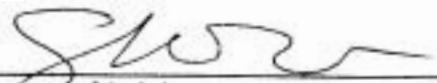
ORDER

1. It is therefore ORDERED that Respondent immediately CEASE AND DESIST from acting as a securities dealer or agent in Texas until Respondent is registered with the Securities Commissioner or is acting pursuant to an exemption from registration under the Texas Securities Act.
2. It is further ORDERED that Respondent CEASE AND DESIST from offering securities in Texas through an offer containing a statement that is materially misleading or otherwise likely to deceive the public.
3. It is further ORDERED that the Emergency Order is modified by this Order solely and exclusively as the Emergency Order relates to Respondent.

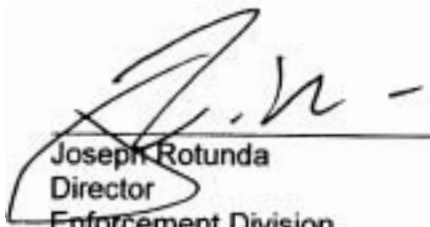
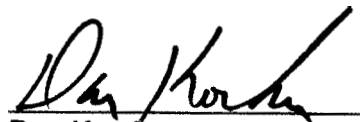
SIGNED AND ENTERED by the Securities Commissioner this 11<sup>th</sup> day of September, 2007.

  
DENISE VOIGT CRAWFORD  
Securities Commissioner

**Respondent:**

  
Shannon McAdams

**Approved as to form:**

  
Joseph Rotunda  
Director  
Enforcement Division  
Dan Krocker  
Counsel for Respondent

ACKNOWLEDGMENT

On the 31<sup>st</sup> day of August, 2007, Shannon McAdams ("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, 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.



[affix notary seal here]

Barbara J Slater  
Notary Public in and for  
the State of Texas

My commission expires on: 4-11-09