

DENISE VOIGT CRAWFORD  
SECURITIES COMMISSIONER



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## State Securities Board

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KENNETH W. ANDERSON, JR.  
MEMBER

SSB DOCKET NO. 00-015

IN THE MATTER OF EDDIE MAYO OIL  
PROPERTIES AND EDDIE MAYO

§  
§

ORDER NO. CDO/FIN-1396

TO: Eddie Mayo, President  
Eddie Mayo Oil Properties  
P.O. Box 772  
Graham, Texas 76046

Eddie Mayo  
P.O. Box 772  
Graham, Texas 76046

### CEASE AND DESIST ORDER

Be it remembered that Eddie Mayo Oil Properties ("Respondent Mayo Oil Properties"), by and through its President, Eddie Mayo, and Eddie Mayo ("Respondent Mayo"), individually, 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. 2000) ("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. § 2001.001 et seq. (Vernon Supp. 2000) ("Administrative Procedure Act").
2. Respondent Mayo Oil Properties has a business address of P.O. Box 772 Graham,

Texas 76046. Respondent Mayo is President of Eddie Mayo Oil Properties and has the same address.

3. Respondents offered for sale securities from within the State of Texas in the form of interests in oil and gas leases.
4. Respondents offered for sale said securities at a time when said securities were not registered with the Securities Commissioner as required by Section 7 of the Texas Securities Act.
5. Respondents have acted as dealers at a time when they were not registered with the Securities Commissioner as required by Section 12 of the Texas Securities Act.
6. Respondents have used agents at a time when said agents were not registered with the Securities Commissioner as required by Section 12 of the Texas Securities Act.

#### CONCLUSIONS OF LAW

1. The interests in oil and gas leases offered for sale and sold by Respondents are securities as defined by Section 4.A of the Texas Securities Act.
2. The foregoing violations constitute bases for the issuance of a cease and desist order pursuant to Section 23.A of the Texas Securities Act.
3. The foregoing violations constitute bases for the issuance of an order assessing an administrative fine pursuant to Section 23-1 of the Texas Securities Act.

#### UNDERTAKING

1. Respondents agree they will deliver written notification to the Director of Enforcement of the State Securities Board of an intent to rely upon any exemption from the securities registration and/or dealer/agent registration provisions of the Texas Securities Act, in connection with the offer and/or sale of any security in and/or from the State of Texas, at least 30 days prior to the date of the first offer of any security. Such notice shall describe the securities intended to be offered, specify the specific securities registration and dealer/agent registration exemption(s) that will be relied upon, all facts supporting such assertion, the name(s) of all person(s) to be offering or selling the securities, a detailed description of the securities to be offered and/or sold in reliance upon the exemption, and the dollar amount of securities to be offered in reliance on the exemption.

#### ORDER

1. It is therefore ORDERED that Respondents CEASE AND DESIST from offering for sale and selling the securities designated in the Findings of Fact until they are

registered with the Securities Commissioner or an available securities registration exemption is utilized.

2. It is further ORDERED that Respondents CEASE AND DESIST from acting as dealers until they are registered with the Securities Commissioner or an available dealer registration exemption is utilized.
3. It is further ORDERED that Respondents CEASE AND DESIST from acting through agents until said agents are registered with the Securities Commissioner or an available agent registration exemption is utilized.
4. It is further ORDERED that Respondents COMPLY with their Undertaking.
5. It is further ORDERED that Eddie Mayo Oil Properties is ASSESSED AN ADMINISTRATIVE FINE in the amount of Two Thousand Five Hundred Dollars (\$2,500.00). Payment shall be made by delivery of a cashier's check to the Securities Commissioner in the amount of Two Thousand Five Hundred Dollars (\$2,500.00), payable to the State of Texas, contemporaneously with the delivery of this Order.

SIGNED AND ENTERED this 21<sup>st</sup> day of May, 2000.

  
DENISE VOIGT CRAWFORD  
Securities Commissioner

Respondents:

Eddie Mayo Oil Properties

Eddie Mayo

By and through:  
Eddie Mayo, President

Eddie Mayo

Eddie Mayo, Individually

Approved as to Form:

David A. Grauer

David A. Grauer  
Director  
Enforcement Division

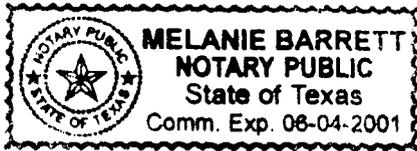
Benette L. Zivley

Benette L. Zivley  
Attorney  
Enforcement Division

ACKNOWLEDGMENT

On the 16th day of May, 2000, Eddie Mayo Oil Properties ("Respondent Mayo Oil Properties"), by and through Eddie Mayo, its President, personally appeared before me, executed the foregoing Order, and acknowledged that:

1. Eddie Mayo is duly authorized to enter into the foregoing Order on behalf of Respondent Mayo Oil Properties;
2. Eddie Mayo has read the foregoing Order;
3. Respondent Mayo Oil Properties has been fully advised of its rights under the Texas Securities Act and the Administrative Procedure Act;
4. Respondent Mayo Oil Properties knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained therein; and,
5. Respondent Mayo Oil Properties, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived its rights as set forth therein.



[affix notary seal here]

Melanie Barrett  
Notary Public in and for  
the State of Texas

My commission expires on: 6-4-01

ACKNOWLEDGMENT

On the 16th day of May, 2000, Eddie Mayo ("Respondent Mayo"), individually, personally appeared before me, executed the foregoing Order, and acknowledged that:

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



[affix notary seal here]

Melanie Barrett  
Notary Public in and for  
the State of Texas

My commission expires on: 6-4-01