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JACK D. LADD
MEMBER

SSB Docket No. 02-39

IN THE MATTER OF THE APPLICATION
FOR THE AGENT REGISTRATION OF
HARREL B. HANSEN

§
§
§

Order No. CAF-1484

TO: Harrel B. Hansen (CRD # 1743819)
Cullum & Burks Securities, Inc.
13355 Noel Road, Suite 1300
One Galleria Tower
Dallas, Texas 75240

DISCIPLINARY ORDER REPRIMANDING AND FINING AN AGENT

Be it remembered that Harrel B. Hansen ("Respondent") appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this Order and Undertaking and the Findings of Fact and 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 the Respondent by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2002) ("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. § 2001.001 et seq. (Vernon Supp. 2002) ("Administrative Procedure Act").
2. On or about July 12, 2002, Respondent filed for registration with the Securities Commissioner as an agent of Cullum & Burks Securities, Inc. ("Cullum"), which is currently pending.
3. Respondent contacted potential investors, made available for purchase, and sold securities as an agent of Cullum.

4. Respondent, at all times relevant to this Order, was not registered with the Securities Commissioner as a securities dealer, agent, investment adviser, or investment adviser representative.
5. Respondent's Form U-4 filed with the Securities Commissioner indicates that the Respondent will be physically located at Cullum's main office. Respondent actually conducts his securities business at another location.

UNDERTAKING

1. Respondent hereby undertakes and agrees to immediately file an amended Form U-4 to accurately identify the physical location of his office.
2. Respondent further undertakes and agrees to cooperate with any investigation by the Enforcement Division of the Texas State Securities Board or other law enforcement agencies, relating to any employer or person who has engaged in the offer and/or sale of securities and Respondent's own prior securities activity, including, but not limited to, providing information or documents and testifying in any civil, administrative or criminal proceeding brought by this Agency or any other law enforcement entity or self-regulatory organization.
3. Respondent further undertakes and agrees that, for a period of two (2) years from the date Respondent's registration is granted, Respondent will, within ten (10) business days of receipt by Respondent, promptly deliver or cause to be delivered to the Director of Inspections and Compliance of the Texas State Securities Board, any written or oral customer complaint in which the Respondent's name appears or in which Respondent is otherwise involved.

CONCLUSIONS OF LAW

1. Respondent offered for sale and sold securities in Texas at a time when Respondent was not registered with the Securities Commissioner in violation of Section 12 of the Texas Securities Act.
2. Respondent's failure to disclose accurate information on Respondent's Form U-4 filed with the Securities Commissioner constitutes a material misrepresentation to the Securities Commissioner in connection with information deemed necessary to determine the Respondent's business repute or qualifications and is a fraudulent business practice.
3. Pursuant to Sections 14.A(3), 14.A(6) and 14.A(7) of the Texas Securities Act, the foregoing violations constitute bases for the issuance of an order reprimanding an agent.
4. Pursuant to Section 23-1 of the Texas Securities Act, the foregoing violations constitute bases for the issuance of an order assessing an administrative fine against an agent.

ORDER

1. It is therefore ORDERED that the registration of Harrel B. Hansen as an agent of Cullum & Burks Securities, Inc. is hereby GRANTED.
2. It is further ORDERED that Harrel B. Hansen is hereby REPRIMANDED.
3. It is further ORDERED that Harrel B. Hansen is ASSESSED AN ADMINISTRATIVE FINE in the amount of Five Thousand Dollars (\$5,000.00). Payment shall be made by delivery of a cashier's check to the Securities Commissioner in the amount of Five Thousand Dollars (\$5,000.00), payable to the State of Texas, contemporaneously with the delivery of this Order.
4. It is further ORDERED that Harrel B. Hansen COMPLY with the terms of the Undertaking contained in this Order.

SIGNED AND ENTERED by the Securities Commissioner this 7th day of November, 2002.


DENISE VOIGT CRAWFORD
Securities Commissioner

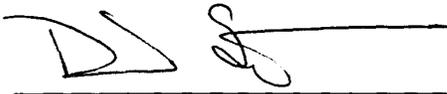
Respondent:


Harrel B. Hansen

Approved as to Form:

 for:

Michael S. Gunst
Director
Inspections and Compliance Division

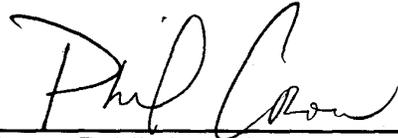


David A. Grauer
Director
Enforcement Division

ACKNOWLEDGMENT

On the 1st day of November, 2002, Harrel B. Hansen ("Respondent") personally appeared before me, executed the foregoing Order and Undertaking, 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 Undertaking 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.



Notary Public in and for
the State of Texas

[affix notary seal here]

My commission expires on: 9-24-03