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### Texas State Securities Board

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MEMBER

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IN THE MATTER OF	§
FAT FRANKS CHICAGO STYLE HOT	§
DOGS LLC AKA FAT FRANKS CHICAGO	§
STYLE HOT DOGS & SAUSAGES LLC AKA	§
FAT FRANK'S CHICAGO STYLE HOT DOGS	§
& SAUSAGES AKA FAT FRANKS; LOVE	§
RESOURCES & EXPLORATION; FRANK	§
T. LOVE	§

Order No. ENF-05-CDO-1593

TO: Fat Franks Chicago Style Hot Dogs LLC  
aka Fat Franks Chicago Style Hot Dogs & Sausages LLC  
aka Fat Frank's Chicago Style Hot Dogs & Sausages  
aka Fat Franks  
3002 Lake Road  
Killeen, Texas 76543

Love Resources & Exploration  
1611 Mona Dr.  
Killeen, Texas 76549

Frank T. Love  
3002 Lake Road  
Killeen, Texas 76543

### EMERGENCY CEASE AND DESIST ORDER

This is your OFFICIAL NOTICE of the issuance by the Securities Commissioner of the State of Texas ("Securities Commissioner") of an EMERGENCY CEASE AND DESIST ORDER pursuant to Section 23-2 of The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2005) ("Texas Securities Act").

The Staff of the Enforcement Division ("the Staff") of the Texas State Securities Board ("the Securities Board") has presented evidence sufficient for the Securities Commissioner to find that:

## FINDINGS OF FACT

1. Respondent Fat Franks Chicago Style Hot Dogs LLC aka Fat Franks Chicago Style Hot Dogs & Sausages LLC aka Fat Frank's Chicago Style Hot Dogs & Sausages aka Fat Franks (hereinafter referred to as "Respondent Fat Frank's" or "Fat Frank's") maintains a last known address of 3002 Lake Road, Killeen, Texas 76543.
2. Respondent Love Resources & Exploration has a last known address of 1611 Mona Drive, Killeen, Texas 76549.
3. Respondent Frank T. Love (hereinafter referred to as "Respondent Love") maintains a last known address of 3002 Lake Road, Killeen, Texas 76543.
4. Respondents are offering to Texas residents an investment program through a generally accessible internet website, <http://my.spinsite.com/fatfranks/>, wherein investors purchase membership units for \$10 each. Investors purportedly receive a monthly dividend after all bills are paid based on the combined profits left over from all locations of Fat Frank's.
5. Respondents represent that Jose A. Castillo is the Vice President [*sic*], COO and a Director of Fat Frank's and George Day is the CMO and a Director of Fat Frank's.
6. Respondents are further offering to Texas residents an investment program known as Love Resources & Exploration through a link on the above-referenced website, wherein investors purchase membership units for .01¢ per unit. The principal business activity of the investment program consists of iceberg harvesting, renewable forestry and open ocean fish farming.
7. The above-described investment programs are not registered by qualification, notification or coordination and no permit has been granted for its sale in Texas.
8. Respondents have not been registered with the Securities Commissioner as dealers or agents at any time material hereto.
9. In connection with the offer for sale of the above-described investment programs, Respondents are intentionally failing to disclose the following material facts:
  - a. A default judgment against Respondent Love in favor of Killeen Eastlake Associates, Ltd., in *Killeen Eastlake Associates, Ltd. v. Frank Love d/b/a Lone Star Laundromat*, on December 20, 2004, case number 205542C, Bell County District Court, in the amount of \$58,478.00;
  - b. The relevant risks associated with the investment programs;

- c. Information regarding the financial experience and background of the principals sufficient to enable a prospective investor to make an informed decision regarding the management of the respective entities and the offerings; and
- d. Information regarding the assets, liabilities, profits, losses, cash flow and other financial data of the respective entities.

### CONCLUSIONS OF LAW

1. The above-described investment programs are "securities" as that term is defined by Section 4.A of the Texas Securities Act.
2. Respondents are violating Section 7 of the Texas Securities Act by offering securities for sale in Texas at a time when the securities are not registered with the Securities Commissioner.
3. Respondents are violating 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 are engaging in fraud in connection with the offer for sale of securities.
5. Respondents' conduct, acts, and practices threaten immediate and irreparable public harm.
6. The foregoing violations constitute bases for the issuance of an Emergency Cease and Desist Order pursuant to Section 23-2 of the Texas Securities Act.

### ORDER

1. 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.

NOTICE

Pursuant to Section 23-2 of the Texas Securities Act, you may request a hearing before the 31st day after the date you were served with this Order. The request for a hearing must be in writing, directed to the Securities Commissioner, and state the grounds for the request to set aside or modify the Order. Failure to request a hearing will result in the Order becoming final and non-appealable.

You are advised under Section 29.D of the Texas Securities Act that any knowing violation of an order issued by the Securities Commissioner under the authority of Section 23-2 of the Texas Securities Act is a criminal offense punishable by a fine of not more than \$5,000, or imprisonment in the penitentiary for not more than two years, or by both such fine and imprisonment.

SIGNED AND ENTERED by the Securities Commissioner this 27<sup>st</sup> day of

September, 2005.

*Denise Voigt Crawford*  
DENISE VOIGT CRAWFORD  
Securities Commissioner