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Texas State Securities Board

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

IN THE MATTER OF
JOHN AUSTIN MOODY, THE
MOODYS MINISTRIES, AND THE
MOODYS

§
§
§

Order No. ENF-05-CDO-1599

TO: John Austin Moody
131 Granada Dr.
Universal City, Texas 78148

The Moodys Ministries
131 Granada Dr.
Universal City, Texas 78148

The Moodys
131 Granada Dr.
Universal City, Texas 78148

AGREED CEASE AND DESIST ORDER

Be it remembered that John Austin Moody ("Respondent John"), The Moodys Ministries ("Respondent Ministries"), and The Moodys ("Respondent Moodys") (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. 2005) ("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. §2001.001 et seq. (Vernon 2000 & Supp. 2005) ("Administrative Procedure Act").

2. Respondent John maintains a last known address at 131 Granada Dr., Universal City, Texas 78148.
3. Respondent Ministries maintains a last known address at 131 Granada Dr., Universal City, Texas 78148.
4. Respondent Moodys maintains a last known address at 131 Granada Dr., Universal City, Texas 78148.
5. Respondents offered for sale and sold to Texas residents an investment program called the PIPS 2% Plan. Investors were told they would receive a 2% return every trading day of the New York Stock Exchange (NYSE), and after 180 days, they could withdraw their funds or reinvest them.
6. In the spring of 2005, Respondents founded the San Antonio Area PIPS Group (SAAPG) which later changed its name to the San Antonio Financial Freedom Association (SAFFA). Respondents arranged meetings, made presentations, distributed newsletters, and provided general information about investing in the PIPS 2% Plan. When investors in the PIPS 2% Plan were unable to make withdrawals after 180 days as promised, Respondents encouraged investors to "exchange" their PIPS investments for cash by selling PIPS units to Texas residents and members of the general public.
7. The PIPS 2% Plan was not registered by qualification, notification or coordination and no permit has been granted for its sale in Texas.
8. Respondents were not registered with the Securities Commissioner as dealers or agents at any time material hereto.

CONCLUSIONS OF LAW

1. The above-described PIPS 2% Plan 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.
3. 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. 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.

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.

SIGNED AND ENTERED by the Securities Commissioner this 30th day of November, 2005.


DENISE VOIGT CRAWFORD
Securities Commissioner

RESPONDENTS:

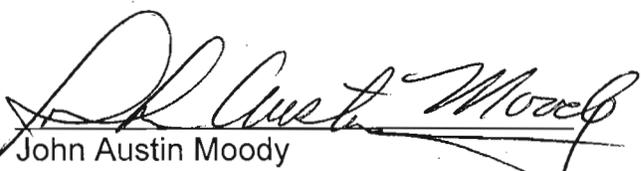
John Austin Moody


Individually

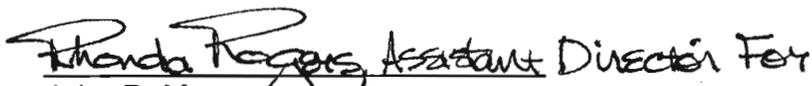
The Moodys Ministries

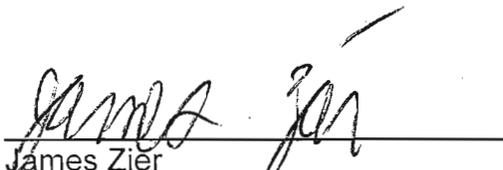

John Austin Moody, Director

The Moodys


John Austin Moody

Approved as to Form:

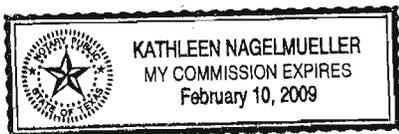

Rhonda Rogers, Assistant Director For
John R. Morgan
Director
Enforcement Division


James Zier
Attorney
Enforcement Division

ACKNOWLEDGMENT

On the 28th day of November, 2005, John Austin Moody ("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.



Kathleen Nagelmuller
Notary Public in and for
The State of Texas

[affix notary seal here]

My commission expires on: 2-10-09

ACKNOWLEDGMENT

On the 28th day of November, 2005, The Moodys Ministries ("Respondent Ministries"), by and through John Austin Moody, its Director, personally appeared before me, executed the foregoing Order and acknowledged that:

1. John Austin Moody is duly authorized to enter into the foregoing Order on behalf of Respondent Ministries;
2. John Austin Moody has read the foregoing Order;
3. Respondent Ministries has been fully advised of its rights under the Texas Securities Act and the Administrative Procedure Act;
4. Respondent Ministries 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 Ministries, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived its rights as set forth therein.



[affix notary seal here]



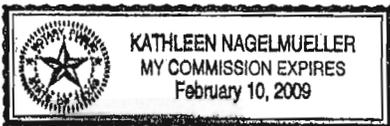
Notary Public in and for
The State of Texas

My commission expires on: 2-10-09

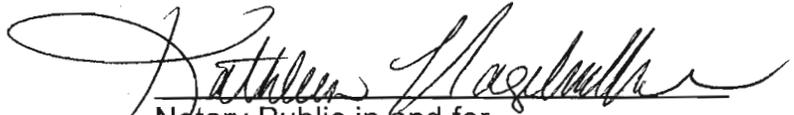
ACKNOWLEDGMENT

On the 28th day of November, 2005, The Moodys ("Respondent Moodys"), by and through John Austin Moody, personally appeared before me, executed the foregoing Order and acknowledged that:

1. John Austin Moody is duly authorized to enter into the foregoing Order on behalf of Respondent Moodys;
2. John Austin Moody has read the foregoing Order;
3. Respondent Moodys has been fully advised of its rights under the Texas Securities Act and the Administrative Procedure Act;
4. Respondent Moodys 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 Moodys, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived its rights as set forth therein.



[affix notary seal here]


Notary Public in and for
The State of Texas

My commission expires on: 2-10-09