

DENISE VOIGT CRAWFORD
SECURITIES COMMISSIONER

DON A. RASCHKE
DEPUTY SECURITIES COMMISSIONER

Mail: P.O. BOX 13187
AUSTIN, TEXAS 78711-3167

Phone: (512) 305-8300
Facsimile: (512) 305-8310



Texas State Securities Board

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

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IN THE MATTER OF
GEORGE STEPHEN YENCHO

§
§

Order No. ENF-06-CD0-1606

TO: George Stephen Yencho
P. O. Box 1148
Humble, Texas 77347-1148

AGREED CEASE AND DESIST ORDER

Be it remembered that George Stephen Yencho ("Respondent") 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. 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 Respondent 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 Supp. 2000 & Supp. 2005) ("Administrative Procedure Act").
2. Respondent's last known address is P.O. Box 1148, Humble, Texas 77347-1148.
3. Respondent has offered for sale and sold, in Texas, Premium Income Corp. covered currency call related investments.
4. The Premium Income Corp. covered currency call related investments were not registered by qualification, notification or coordination and no permit has been granted for their sale in Texas.
5. Respondent was not registered with the Securities Commissioner as a dealer or agent at any time material hereto.

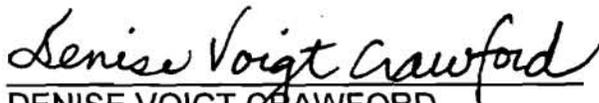
CONCLUSIONS OF LAW

1. The above-described Premium Income Corp. covered currency call related investments are "securities" as that term is defined in Section 4.A of the Texas Securities Act.
2. Respondent has violated Section 7 of the Texas Securities Act by offering and selling in Texas at a time when the securities were not registered with the Securities Commissioner.
3. Respondent has violated Section 12 of the Texas Securities Act by offering and selling securities 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 a Cease and Desist Order pursuant to Section 23.A of the Texas Securities Act.

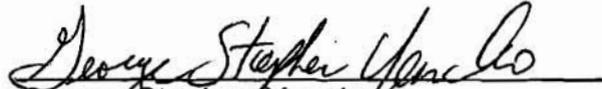
ORDER

1. It is therefore ORDERED that Respondent 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 Respondent immediately CEASE AND DESIST from the offer and sale of securities in Texas until Respondent is registered with the Securities Commissioner as a dealer or agent or an available exemption from registration is utilized.

SIGNED AND ENTERED by the Securities Commissioner this 12th day of February, 2006.


DENISE VOIGT CRAWFORD
Securities Commissioner

Respondent:


George Stephen Yencho

Approved as to Form:


John R. Morgan
Director
Enforcement Division

ACKNOWLEDGMENT

On the 7th day of FEBRUARY, 2006, George Stephen Yencho, personally appeared before me, executed the foregoing Order, and acknowledged that:

1. George Stephen Yencho has read the foregoing Order;
2. George Stephen Yencho has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
3. George Stephen Yencho knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained therein; and,
4. George Stephen Yencho, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.



[affix notary seal here]

Diane Joften Coolson
Notary Public in and for
the State of TEXAS

My commission expires on: 7-15-08