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WILLIAM R. SMITH
MEMBER

IN THE MATTER OF
STEVE MARVIN KLINE, JR., DBA
KLINE CAPITAL MANAGEMENT

§
§
§

Order No. ENF-06-CDO-1616

TO: Steve Marvin Kline, Jr. (CRD No. 2383435),
dba Kline Capital Management (CRD No. 114209)
6705 Somerset Hills Court
Fort Worth, Texas 76132

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. 2006) ("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 Steve Marvin Kline, Jr., dba Kline Capital Management maintains a last known address at 6705 Somerset Hills Court, Fort Worth, Texas 76132.
2. Respondent's registration as an investment adviser lapsed on December 31, 2002.
3. Respondent is managing clients' securities portfolios and providing investment advice.
4. Respondent has received compensation in connection with his management and advisory services.

5. Respondent is not registered with the Securities Commissioner as a dealer or agent.
6. Respondent is not registered with the Securities Commissioner as an investment adviser.

CONCLUSIONS OF LAW

1. Respondent is 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.
2. Respondent is violating Section 12 of the Texas Securities Act by rendering investment advice in Texas without being registered pursuant to the provisions of Section 12 of the Texas Securities Act.
3. Respondent's conduct, acts, and practices threaten immediate and irreparable public harm.
4. 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 Respondent immediately CEASE AND DESIST from acting as a securities dealer or agent in Texas until Respondent is registered with the Securities Commissioner or is acting pursuant to an exemption from registration under the Texas Securities Act.
2. It is further ORDERED that Respondent immediately CEASE AND DESIST from acting as an investment adviser in Texas until Respondent is registered with the Securities Commissioner or is acting pursuant to an exemption from registration under the Texas Securities Act.

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 22nd day of August, 2006. [^]
Deputy

DENISE VOIGT CRAWFORD
Securities Commissioner

Don A. Paschke
Deputy Securities Commissioner