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SECURITIES COMMISSIONER

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ALAN WALDROP
MEMBER

IN THE MATTER OF

CHAD D. TAYLOR

§
§
§

Order No. ENF-11-CDO-1707

TO: Chad D. Taylor
9005 Millwood Drive
Rowlett, Texas 75088

Alex Tandy, Esq.
777 Lonesome Dove Trail, Suite A
Hurst, Texas 76054

CEASE AND DESIST ORDER

Be it remembered that Chad D. Taylor ("Respondent") appeared before the Securities Commissioner of the State of Texas ("Texas Securities Commissioner") and consented to the entry of this Order and Findings of Fact and Conclusions of Law contained herein.

FINDINGS OF FACT

- 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 Texas Securities Act, Tex. Rev. Civ. Stat. Ann. art. 581-1 et seq. (Vernon 1964 & Supp. 2010), ("Texas Securities Act"), and the Texas Administrative Procedure Act, Tex. Gov't Code Ann. § 2001.001 et seq. (Vernon 2008 & Supp. 2010).
- Respondent, from April 2004 through February of 2008, was employed as a sales agent for Black Lake Energy, Inc. and Rock Wall Oil Company, and Respondent offered for sale and sold interests in oil and gas well drilling programs to persons residing in Texas and throughout the United States for Black Lake Energy, Inc. and Rock Wall Oil Company from the companies' offices in Texas.
- Respondent has never been registered as a securities dealer or agent with the Texas Securities Commissioner.

4. The interests in the oil and gas well drilling programs issued by Black Lake Energy, Inc. and Rock Wall Oil Company offered for sale and sold by Respondent were securities in the form of investment contracts and interests in and under an oil and gas lease, and the said securities were issued after September 6, 1955, and the said securities were not then and there duly registered by and with the Texas Securities Commissioner by qualification, notification or coordination, and then and there no permit for the sale of said securities had been granted by the Texas Securities Commissioner.
5. Respondent engaged in fraud and fraudulent practices in connection with the offer for sale of the above-described interests by misrepresenting relevant facts and intentionally failing to disclose material facts to persons offered and sold the interests.

UNDERTAKING

Respondent undertakes and agrees that he henceforth will not act as a “dealer”, “agent”, “investment adviser”, or “investment adviser representative” (as those terms are defined in Section 4 of the Texas Securities Act) in the State of Texas. Respondent further undertakes and agrees that he will not apply for registration with the Securities Commissioner as a dealer, agent, investment adviser or investment adviser representative.

CONCLUSIONS OF LAW

1. The interests in the Black Lake Energy, Inc. and the Rock Wall Oil Company oil and gas well drilling programs are securities as that term is defined under Section 4.A of the Texas Securities Act.
2. Respondent violated Section 7 of the Texas Securities Act by offering for sale and selling the securities in and from Texas at a time when the securities were not registered with the Texas Securities Commissioner.
3. Respondent violated Section 12 of the Texas Securities Act by offering the securities in Texas without being registered pursuant to the provisions of Section 12 of the Texas Securities Act.
4. Respondent engaged in fraud and fraudulent practices in the offer for sale and the sale of securities.
5. The foregoing violations constitute a basis 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 Chad D. Taylor immediately CEASE AND DESIST from engaging in any fraud in connection with the offer for sale of any security in Texas.
2. It is further ORDERED that Chad D. Taylor CEASE AND DESIST from offering for sale and selling any security in Texas unless the security is offered pursuant to and qualifies for an exemption from the registration under the Texas Securities Act.
3. It is further ORDERED that Chad D. Taylor CEASE AND DESIST from acting as a securities dealer or agent in Texas.
4. It is further ORDERED that Chad D. Taylor COMPLY with the terms of the Undertaking contained herein.

SIGNED AND ENTERED by the Securities Commissioner this 2 day of June, 2011.

Benette L. Zivley
Securities Commissioner

Respondent:

CHAD D. TAYLOR


By: Chad D. Taylor


Joseph Rotunda
Director of Enforcement
Texas State Securities Board


Alex Tandy
Attorney for Chad D. Taylor

ORDER

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2. It is further ORDERED that Chad D. Taylor CEASE AND DESIST from offering for sale and selling any security in Texas unless the security is offered pursuant to and qualifies for an exemption from the registration under the Texas Securities Act.
3. It is further ORDERED that Chad D. Taylor CEASE AND DESIST from acting as a securities dealer or agent in Texas.
4. It is further ORDERED that Chad D. Taylor COMPLY with the terms of the Undertaking contained herein.

SIGNED AND ENTERED by the Securities Commissioner this 17th day of August, 2011.



Benette L. Zivley
Securities Commissioner

Respondent:

CHAD D. TAYLOR

By: Chad D. Taylor

Approved as to Form:

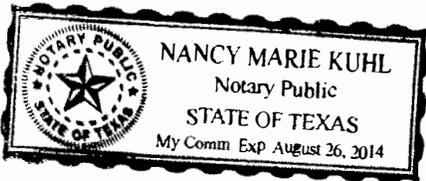
Joseph Rotunda
Director of Enforcement
Texas State Securities Board

Alex Tandy
Attorney for Chad D. Taylor

ACKNOWLEDGEMENT

On the 2nd day of June, 2011, Chad D. Taylor ("Respondent") appeared before me, executed the foregoing Order, 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 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.



[Affix notary seal here]

Nancy Marie Kuhl
Notary ~~Public~~ in and for
The State of Texas

My commission expires on: 8-26-2014