

3. Respondent Sanders agreed to sell the wellbore and associated equipment for \$125,000.00. Respondent Sanders agreed to sell the rights under the mineral lease at \$750.00 per net mineral acre, for a total of \$755,617.50.
4. M.D. and T.D. agreed to the terms of the sale and on or about April 30, 2014, delivered a check for \$125,000.00 to Respondents. On or about May 28, 2014, M.D. and T.D. delivered the remaining \$755,617.50 to Respondents.

FRAUD AND THE SALE OF THE BANKS LEASEHOLD

5. In connection with the offer and sale of the Banks Leasehold, Respondents intentionally failed to disclose the following material facts:
 - A. Respondents did not own the Banks Leasehold;
 - B. Respondents' sole connection to the Banks Leasehold was that Respondents were hired to plug the Banks #1H well;
 - C. The previous operator of the Banks Leasehold determined the leases were no longer held by production and expired; and
 - D. Respondents previously sold one-third of the working interest in the Banks Leasehold.
6. In connection with the offer and sale of the Banks Leasehold, Respondents knowingly misrepresented the following facts:
 - A. That Respondents owned the Banks Leasehold, said information being a misrepresentation of a relevant fact; and
 - B. That the leases of the Banks Leasehold were held by production, said information being a misrepresentation of a relevant fact.

CONCLUSIONS OF LAW

1. The interests in the Banks #1-H well are securities as the term is defined by Section 4.A of the Securities Act.
2. Respondents engaged in fraud in connection with the offer for sale and sale of securities.
3. The foregoing Conclusions of Law constitute basis for entering this Agreed Order pursuant to Section 23 of the Securities Act.

ORDER

1. It is therefore ORDERED Respondents immediately CEASE AND DESIST from engaging in any fraud in connection with the offer for sale or sale of any security in Texas.

SIGNED AND ENTERED by the Securities Commissioner this 15th day of April, 2021.



TRAVIS J. ILES
Securities Commissioner

Respondents:


Southwest Resources, Inc.

By: 
Dennis Keith Sanders, President


Dennis Keith Sanders, Individually

Approved as to Form:

By: _____
Joseph Rotunda
Director
Enforcement Division

By: 
Travis Fleetwood
Ballard & Fleetwood, PLLC
200 East Alamo
Brenham, Texas 77833
Attorney for Respondent Sanders

By: 
Matthew Leslie
Assistant Director
Enforcement Division

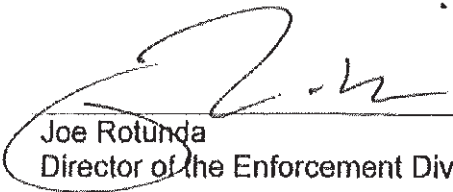
Respondents:

Southwest Resources, Inc.

By: _____
Dennis Keith Sanders, President

Dennis Keith Sanders, Individually

Approved as to Form:

By: 

Joe Rotunda
Director of the Enforcement Division

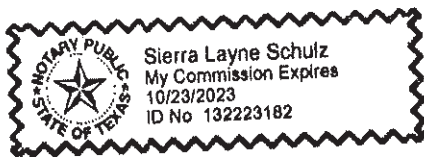
By: _____
Travis Fleetwood
Ballard & Fleetwood, PLLC
200 East Alamo
Brenham, Texas 77833
Attorney for Respondent Sanders

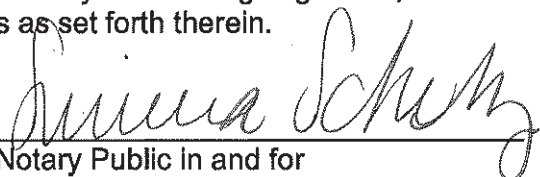
By: _____
Matthew Leslie
Assistant Director
Enforcement Division

ACKNOWLEDGEMENT

On the 19th day of February, 2021, Dennis Keith Sanders, in his individual capacity, personally appeared before me, executed the foregoing Order and acknowledged that:

1. Respondent Sanders has read the foregoing Order;
2. Respondent Sanders has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
3. Respondent Sanders 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 Sanders, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived its rights as set forth therein.





Notary Public in and for
the State of Texas
My commission expires on: 10/23/2023

ACKNOWLEDGEMENT

On the 19th day of February, 2021, Southwest Resources, Inc., by and through its President, Dennis Keith Sanders, personally appeared before me, executed the foregoing Order and acknowledged that:

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



Sierra Schulz
Notary Public in and for
the State of Texas
My commission expires on: 10/23/2023