

DENISE VOIGT CRAWFORD
SECURITIES COMMISSIONER



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IN THE MATTER OF THE
INVESTMENT ADVISER REGISTRATION OF
CARROLL, CATON & GREENWAY, P.C.

§
§
§

Order No. IC06-CAF-27

TO: Craig Metz Greenway, Principal
Carroll, Caton & Greenway, P.C. (IARD No. 114265)
600 E. Carpenter Frwy., Suite 160
Irving, TX 75062

DISCIPLINARY ORDER

Be it remembered that Carroll, Caton & Greenway, P.C. ("Respondent"), by and through Craig Metz Greenway ("Greenway") its Principal, appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this order ("Order") and the Findings of Fact and the 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 2000 & Supp. 2005) ("Administrative Procedure Act").
2. From on or about May 17, 1999 to on or about December 31, 2002, when Respondent's registration expired, and from on or about September 15, 2003 to the present, when Respondent's registrations had been renewed, Respondent was registered with the Securities Commissioner as an investment adviser.
3. From on or about January 1, 2003 to on or about September 14, 2003 ("Unregistered Period"), Respondent was not registered with the Securities Commissioner as an investment adviser or as an investment adviser representative of SFMG, L.L.C.
4. During the Unregistered Period, Respondent, by and through Greenway, in Texas and for compensation, referred potential clients to SFMG, L.L.C., a federal covered investment adviser.

5. Pursuant to Section 19.C(6) of the Texas Securities Act, a person who renders investment advisory services after the person's registration has expired and before it is renewed is subject to the sanctions provided by the Texas Securities Act for rendering investment advice without being registered.
6. Pursuant to Section 12.B of the Texas Securities Act and §116.1(b)(1)(A) of the Rules and Regulations of the Texas State Securities Board ("Board Rules"), any person employed, appointed or authorized by an investment adviser to act or render services in this state for compensation as an investment adviser, including acting as a solicitor, must first be registered as an investment adviser representative for such investment adviser, notice-filed or otherwise exempt.
7. Pursuant to Section 14.A(6) of the Texas Securities Act, the Securities Commissioner may reprimand a registered investment adviser if the investment adviser has violated any provision of the Texas Securities Act or the Board Rules.
8. Pursuant to Section 23-1 of the Texas Securities Act, The Securities Commissioner may assess an administrative fine against any investment adviser found to have engaged in any act or practice that violates the Texas Securities Act or the Board Rules.

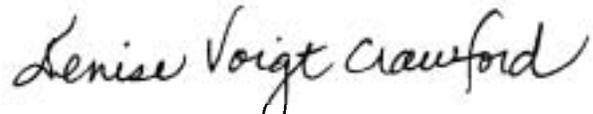
CONCLUSIONS OF LAW

1. During the Unregistered Period, Respondent, by and through Greenway, acted as a "Solicitor" as that term is defined by §116.1(a)(9) of the Board Rules, and rendered services in Texas as an "investment adviser representative" as that term is defined by Section 4.P of the Texas Securities Act.
2. During the Unregistered Period, Respondent, by and through Greenway, rendered services as an investment adviser representative in violation of Section 12.B of the Texas Securities Act and §116.1(b)(1)(A) of the Board Rules.
3. Pursuant to Section 14.A(6) of the Texas Securities Act, the foregoing violations constitute bases for the issuance of an order reprimanding a registered investment adviser.
4. Pursuant to Section 23-1 of the Texas Securities Act, the foregoing violations constitute bases for assessing a fine against an investment adviser.

ORDER

1. It is therefore ORDERED that Carroll, Caton & Greenway, P.C. is hereby REPRIMANDED.
2. It is further ORDERED that Carroll, Caton & Greenway, P.C. is hereby ASSESSED AN ADMINISTRATIVE FINE in the amount of One Thousand Dollars (\$1,000.00). Payment shall be made by delivery of a cashier's check to the Securities Commissioner in the amount of One Thousand Dollars (\$1,000.00), payable to the State of Texas, contemporaneously with the delivery of this Order.

SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this 2nd
day of August, 2006.



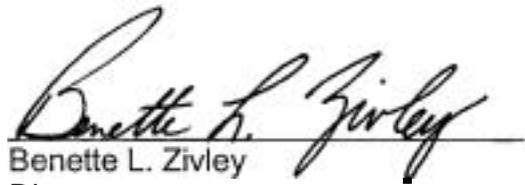
DENISE VOIGT CRAWFORD
Securities Commissioner

Respondents:

Carroll, Caton & Greenway, P.C.

By: 
Craig Metz Greenway, Principal

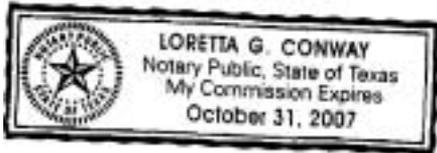
Approved as to Form:


Benette L. Zivley
Director
Inspections and Compliance Division

ACKNOWLEDGMENT

On the 25th day of July, 2006, Carroll, Caton & Greenway, P.C. ("Respondent"), by and through Craig Metz Greenway, its Principal, appeared before me, executed the foregoing Order, and acknowledged that:

1. Craig Metz Greenway is duly authorized to enter into the foregoing Order on behalf of Respondent;
2. Craig Metz Greenway has read the foregoing Order;
3. Respondent has been fully advised of its rights under the Texas Securities Act and the Administrative Procedure Act;
4. Respondent knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained herein; and
5. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived its rights as set forth therein.



[affix notary seal here]

Loretta G. Conway

Notary Public in and for
The State of Texas

My commission expires on: 10/31/07